

STATE OF NEW MEXICO  
LOS LUNAS SCHOOL

Financial Statements

June 30, 2013



**AXIOM**

*Certified Public Accountants  
and Business Advisors LLC*

ANNUAL FINANCIAL REPORT  
YEAR ENDED JUNE 30, 2013  
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**STATE OF NEW MEXICO**

**LOS LUNAS SCHOOLS**

**Official Roster**

**June 30, 2013**

<b><u>Name</u></b>		<b><u>Title</u></b>
	<b><u>Board of Education</u></b>	
Charles Tabet		President
Robert Archuletta		Vice President
Shaun Gibson		Secretary
Kelly Chavez		Member
Georgia Otero - Kirkham		Member
	<b><u>School Officials</u></b>	
Bernard R. Saiz		Superintendent
Claire Cieremans		Chief Financial Officer
Sandra Traczyk		Director of Finance

## INDEPENDENT AUDITOR'S REPORT

To the District Board  
Los Lunas Schools  
and Mr. Hector H. Balderas  
New Mexico State Auditor

### Report on Financial Statements

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

### Management's Responsibility for the Financial Statements

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

### Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that

are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

## **Opinions**

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

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 8 through 24 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 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.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the District's financial statements, the combining and individual fund financial statements, and the budgetary comparisons. The schedule of expenditures of federal awards as required by the Office of Management and Budget *Circular A-133, Audits of States, Local Governments, and Non-Profit Organization* and the other schedules required by 2.2.2. NMAC are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

#### **Other Reporting Required by Government Auditing Standards**

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



Albuquerque, New Mexico  
November 14, 2013



**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
June 30, 2013**

The Management Discussion and Analysis is a required part of the School District's financial reporting and is an objective and easily readable discussion of the School District's financial activities. The reader will see two statements, a Statement of Net Position and a Statement of Activities. These statements provide the overall view of the financial activities of the School District. This discussion and analysis will provide a review of the School District's *overall* financial activities, using the accrual basis of accounting, for the year ending June 30, 2013. Fund financial statements are reported on a modified accrual basis of accounting. Rather than looking at specific areas of performance, this discussion and analysis focuses on the financial performance of the School District, as a whole. Whenever possible this discussion and analysis will provide the reader multi-year pictures of financial performance and other pertinent information through the use of tables and other graphics information.

This annual report consists of a series of detailed, audited financial statements and the notes to those statements. Also included is the Independent Auditor's Report; Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements performed in accordance with Government Auditing Standards; Independent Auditor's Report on Compliance for Each Major Program and on Internal Control over Compliance Required by OMB Circular A-133; and the Schedule of Findings and Questioned Costs.

**LOS LUNAS SCHOOLS ACCOUNTING AND FINANCE**

We believe this written analysis and the accompanying financial report will indicate to the reader that the Los Lunas Schools is in good financial health. Even though the economy has not fully recovered from the past few years, we were able to maintain and experience an incline in fund balances, and maintain cash on hand. This means our efforts have held strong with annual adjustments to our revenues and expenditures accordingly and we continue to take every precaution to stay ahead of the down turn in the economy. We are making a conscious effort to continue to increase fund balance and cash on hand in the operational fund. We are also still dealing with factors of continual budget declines due to loss of enrollment. Regardless of the difficult economic hard times, the School District maintains a financial and accounting staff with strong levels of technical experience and education.

In order to define and support internal controls, the School Business Office utilizes a comptrollership model organizational structure. A written Business Office Policies and Procedures Manual is in place to guide School District staff through the daily fiscal and business routines.

As an integral part of the School District accountability process, the Los Lunas Schools Board of Education monitors School District expenditures and budgets through a formal monthly reporting process to a Finance Committee and the full Board of Education. This reportage is provided at public meetings and becomes a part of the Los Lunas Schools Board of Education's permanent public record. These reports are public documents and through this public process, the financial

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
June 30, 2013**

reporting information is provided to the community and open to public inspection.

**SIGNIFICANT FINANCIAL HIGHLIGHTS FOR THE YEAR ENDING JUNE 30, 2013**

- The District received an award in May 2012 from the Public School Capital Outlay Council (PSCOC). The award is for Phase I of a major renovation to Los Lunas High School. We received approval for a \$65 million dollar renovation at that site, with the help of the State PSCOC our local match is \$13 million dollars or 20% of the project. We will work the project into two major construction phases so we can build up our cash in the bond fund for our portion of our match for this project and keep the students in a safe and usable facility as construction is going on. Construction began in June 2012. Phase I is running ahead of schedule and we are expecting to start the new school year with the students in the new portion of the facility by August 2013.
- The voters approved a \$25,000,000 bond election in February 2012. The voter approval was over 80%. The money will be used for funding the next wave of bond projects, which includes the completion of a renovation to Los Lunas High School, a new Auxiliary Gym at Valencia High School, New Roof at Valencia Middle School, and other various site improvement projects. During that same election, we also passed an existing 3mil levy tax for the next six years. The 3mil generates roughly 2.1 million dollars a year. The 3mil money is utilized to support the upkeep of our district technology needs.
- Capital Outlay expenses increased from \$6,510,121 in the year ending June 30, 2012 to \$21,928,824 for the year ending June 30, 2013. This increase represents expenditures for LLHS Phase I Renovation and VHS Auxiliary Gym. During the past few years we were saving money for our match to Los Lunas High School renovation and started construction in June 2012. Despite lowered bond sales, the district is still going to apply for money from the Public School Capital Outlay funds to match our local dollars to maximize the construction dollars available to the school district. Our current match from the Public School Facility Authority (PSFA) is 80%. The means we only pay 20% of the dollars allocated to capital projects approved by the PSFA. Projects we have participated in include a Classroom Addition at Katherine Gallegos Elementary, Sundance Elementary, renovation for Bosque Farms Elementary, and renovation for Los Lunas High School. Expenditures in capital outlay are expected to rise, as the construction of Los Lunas High School continues.
- As shown in the three-year comparison of the Statement of Net Position, total net assets increased from \$93,607,117 in the year ending June 30, 2011 to \$100,147,436 in the year ending June 30, 2012 to \$117,521,736 in the year ending June 30, 2013. The overall increase in net assets is due to an increase in investment in total Capital Assets.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
June 30, 2013**

- The overall adjusted fund balance shown in the Statement of Revenues and Expenditures and Changes in Fund Balances (GAAP), increased from \$16,405,039 for the year ending June 30, 2011 to \$24,779,079 for the period ending June 30, 2012. During the period ending June 30, 2013, the overall Fund Balance increased by \$97,918 to \$24,876,997. This increase is due in part from reducing expenditures commensurate with reduced revenues in Operational and other funds. The Fund Balance of the General (Operations) Fund increased from \$2,019,501 to \$3,665,706 during the same period.
- The State Equalization Guarantee Formula Unit Value increased overall by \$5.36 for the fiscal year ending June 30, 2013. Revenues from the State Equalization Guarantee Formula (SEG) for the fiscal year ending June 30, 2012 were \$55,311,046; revenues for the fiscal year ending June 30, 2013 were \$54,717,711. The reason for the slight decrease is due to other factors that go into that formula. For example, Training and Experience index were down in 2012/2013.
- Total expenditures, *inclusive of all capital expenditures from general obligation bond proceeds*, increased from \$91,700,954 for the year ending June 30, 2012 to \$96,279,388 for the year ending June 30, 2013, representing a 5% increase.
- The School District's overall cash assets decreased slightly from \$24,655,667 on June 30, 2012 to \$23,217,310 on June 30, 2013. The largest cash balances were reflected in Debt Service (41000), Operational (11000), Bond Building (31100), and HB-33 (31600).
- The Operations Emergency Reserve was \$525,491 during the 2011/2012 fiscal year. This reserve account was increased to \$730,000 for the 2012/2013 budget period. The District will try to continue to restore a healthy level of emergency reserves and increase our cash balance in the operational account.
- This was the fourth year in a row that the Operational budget had to supplement the transportation budget to avoid a negative balance. The District Transportation budget continues to decline due to loss of enrollment and State Budget cuts and it is not able to sustain itself without the support of operational funding. The District has taken several measures to reduce the expenditures in Transportation including operating a New Eastside Transportation Dept., reducing bus routes, and reducing bus driver contracts.
- In accordance with the OMB Circular A-133, the Los Lunas School District has been determined to be a low-risk auditee.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
June 30, 2013**

**GOVERNMENT WIDE FINANCIAL STATEMENTS**

**STATEMENT OF NET POSITION**

This statement shows that as of June 30, 2013, the School District has total net position of \$117,521,736 as compared to net assets of \$100,022,967 as of June 30, 2012, and \$93,607,117 as of June 30, 2011. The School District had \$28,793,125 in cash and current assets on hand as of June 30, 2013 compared to \$31,070,744 as of June 30, 2012, and accounts payable/current liabilities and current long-term debt of \$7,940,952 compared to \$10,148,371 as of June 30, 2012. Cash Assets decreased by \$1,438,357 while Other Current Assets decreased by \$839,292. These two changes are directly related to the Finance Department working very closely on the reimbursements due from the Public Education Department and the expenditures from the construction costs at Los Lunas High School Phase I that started in June 2012. Long-term liabilities have decreased from \$40,527,864 as of June 30, 2012 to \$40,290,988 as of June 30, 2013.

The School District retains maximum allowable levels of debt related to its assessed valuation; therefore, the slight decrease in long-term liabilities is due to a relatively stagnant valuation. Net Assets totaling \$18,835,186 are "restricted" for debt service and capital projects.

	June 30, 2011	June 30, 2012	June 30, 2013
<b>Assets</b>			
Cash Assets	\$ 16,466,506	\$ 24,655,667	\$ 23,217,310
Other Current Assets	\$ 6,163,513	\$ 6,415,107	\$ 5,575,815
Bond Issuance Costs	\$ 148,680	\$ 216,994	\$
Capital Assets	\$ 175,367,662	\$ 179,833,484	\$ 200,787,524
Depreciation	\$ (55,792,086)	\$ (60,422,050)	\$ (63,826,973)
<b>Total Assets</b>	<b>\$ 142,354,275</b>	<b>\$ 150,699,202</b>	<b>\$ 165,753,676</b>
<b>Liabilities</b>			
Accounts Payable	\$ 354,421	\$ 1,340,015	\$ 1,156,839
Other Current Liabilities	\$ 5,347,941	\$ 4,348,356	\$ 1,204,113
Current Portion/Long Term	\$ 4,315,000	\$ 4,460,000	\$ 5,580,000
Long Term Liabilities	\$ 38,729,796	\$ 40,527,864	\$ 40,290,988
<b>Total Liabilities</b>	<b>\$ 48,747,158</b>	<b>\$ 50,676,235</b>	<b>\$ 48,231,940</b>
<b>Net Position</b>			
Invested in Capital Assets	\$ 76,851,078	\$ 74,810,323	\$ 91,260,551
Restricted	\$ 14,627,699	\$ 24,196,753	\$ 21,211,291
Unrestricted	\$ 2,128,340	\$ 1,140,360	\$ 5,049,894
<b>Total Net Position</b>	<b>\$ 93,607,117</b>	<b>\$ 100,147,436</b>	<b>\$ 117,521,736</b>

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
June 30, 2013**

**STATEMENT OF ACTIVITIES**

The Statement of (Governmental) Activities is also a statement required by GASB 34, and is prepared using the accrual method of accounting. This report compliments the Statement of Net Assets by showing the overall change in the School District's net assets for the fiscal year ending June 30, 2013. As of June 30, 2013, the School District had net assets of \$117,521,736 as compared to net assets of \$100,022,967 as of June 30, 2012 and \$93,607,117 as of June 30, 2011.

	June 30, 2011	June 30, 2012	June 30, 2013
<b>Governmental Activities</b>			
Total Governmental Activities	\$ 80,890,384	\$ 77,257,093	\$ 74,632,287
Less Charges for Services	\$ (772,770)	\$ (941,311)	\$ (917,738)
Less Operating Grants and Contributions	\$ (18,541,001)	\$ (14,721,901)	\$ (13,497,157)
Less Capital Grants and Contributions	\$ (1,873,850)	\$ (3,026,236)	\$ (12,203,684)
<b>Net (expenses) Revenues</b>	<b>\$ (59,702,763)</b>	<b>\$ (58,567,645)</b>	<b>\$ (48,013,708)</b>
<b>General Revenues</b>			
Taxes-General, Debt Service, Capital Projects	\$ 9,593,433	\$ 9,887,594	\$ 9,919,116
State Aid not Restricted to Specific Purposes (State Equalization Guarantee - SEG)	\$ 54,106,283	\$ 55,311,046	\$ 54,717,711
Interest and Earnings in Investments	\$ 28,992	\$ 17,841	\$ 0
Miscellaneous	\$ (290,758)	\$ (232,986)	\$ (202,142)
<b>Subtotal, General Revenues</b>	<b>\$ 63,437,950</b>	<b>\$ 64,983,495</b>	<b>\$ 64,434,685</b>
<b>Changes in Net Position</b>	<b>\$ 3,735,187</b>	<b>\$ 6,415,850</b>	<b>\$ 16,420,977</b>
Restatement			\$ 1,077,792
Net Position Beginning	\$ 89,871,930	\$ 93,607,117	\$ 100,022,967
<b>Net Position Ending</b>	<b>\$ 93,607,117</b>	<b>\$ 100,022,967</b>	<b>\$ 117,521,736</b>

**FUND FINANCIAL STATEMENTS**

**STATEMENT OF REVENUES AND EXPENDITURES AND CHANGES IN FUND BALANCES**

Fund financial statements are based on a *modified accrual* basis of accounting. The Statement of Revenues and Expenditures and Changes in Fund Balances is *not a* new statement to the School District's annual financial reports. This report guides the reader to a meaningful, overall, view of the District's revenues, expenditures and fund balance and changes to the fund balance. This report also shows the revenue and expenditure activities of each major fund and the total of all "other" Governmental Funds. Total revenues from State, Local and Federal sources were \$91,255,406. With the addition of \$ 5,121,900 in general obligation bond proceeds and Bond underwriter premium (Other Financing Sources), total revenues increase to \$ 96,377,306 Total expenditures for the School District were \$96,279,388. The total ending Fund Balance was

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
June 30, 2013**

\$24,876,997; an increase of \$97,918 from the prior year.

**MULTI-YEAR DISTRICT REVENUES AND EXPENDITURES**

During the 2012/2013 fiscal year, revenues as shown in the chart below decreased from prior year balances, revenue, decreased by \$(3,697,688) and expenditures increased by 4,578,434. This decrease is mainly due to a reduction of Federal Grants. We also did not have a refinance of bonds in this year's bond sale. The increase in expenditures is directly related to our capital outlay projects and the start of LLHS Phase I construction.

Year	Total Revenues *	Increase %	Total Expenditures*	Increase %
1996/1997	\$ 41,060,244		\$ 42,317,960	
1997/1998	\$ 49,732,514	22%	\$ 49,218,771	16%
1998/1999	\$ 50,954,992	29%	\$ 53,870,029	9%
1999/2000	\$ 60,492,174	19%	\$ 56,085,681	4%
2000/2001	\$ 66,373,486	10%	\$ 65,727,785	17%
2001/2002	\$ 70,314,391	6%	\$ 72,028,003	10%
2002/2003	\$ 76,605,597	9%	\$ 76,347,148	6%
2003/2004	\$ 75,436,662	(1.5%)	\$ 74,842,654	(2.0)%
2004/2005 **	\$ 87,325,182	15.7%	\$ 86,718,047	15.9%
2005/2006	\$ 84,438,528	(3.31%)	\$ 84,541,105	(2.0)%
2006/2007***	\$ 99,216,680	17.5%	\$ 93,995,800	11.18%
2007/2008	\$ 101,792,107	2.6%	\$ 103,883,263	10.52%
2008/2009	\$ 105,507,566	4.0%	\$ 103,874,640	(.008)%
2009/2010	\$ 93,006,003	(11.8%)	\$ 93,872,062	(11)%
2010/2011	\$ 94,237,137	1.3%	\$ 89,898,017	(4.35)%
2011/2012	\$ 100,074,994	6.2%	\$ 91,700,954	2.0%
2012/2013	\$ 96,377,306	(3.7%)	\$ 96,279,388	5.0%

\* **Note:** Revenues include proceeds from general obligation bonds and exclude cash carryovers; Expenditures include capital outlays.

\*\* **Note:** includes revenues and expenditures from November 2004 –Series 1995, 1996, 1997 G.O. Bond refunding; November 2004 G.O. Bond Sale; March 2005.

\*\*\* **Note:** includes an October 2006 BAN sale and a savings of \$122,327 in interest payments due the prior year's refinancing of debt.

**THE BUDGET**

The State of New Mexico school budget process is defined under New Mexico State Statutes (Section 22-8, Public School Finance) and the New Mexico Administrative Code (Section 6). To enhance the process of developing a budget at the school district level, the Los Lunas School District utilizes goals and objectives defined by the Los Lunas School Board, community/parent input meetings, the district's five-year facility master plan, long term planning and input from various staff groups to develop the School District budget. School District priorities are well defined

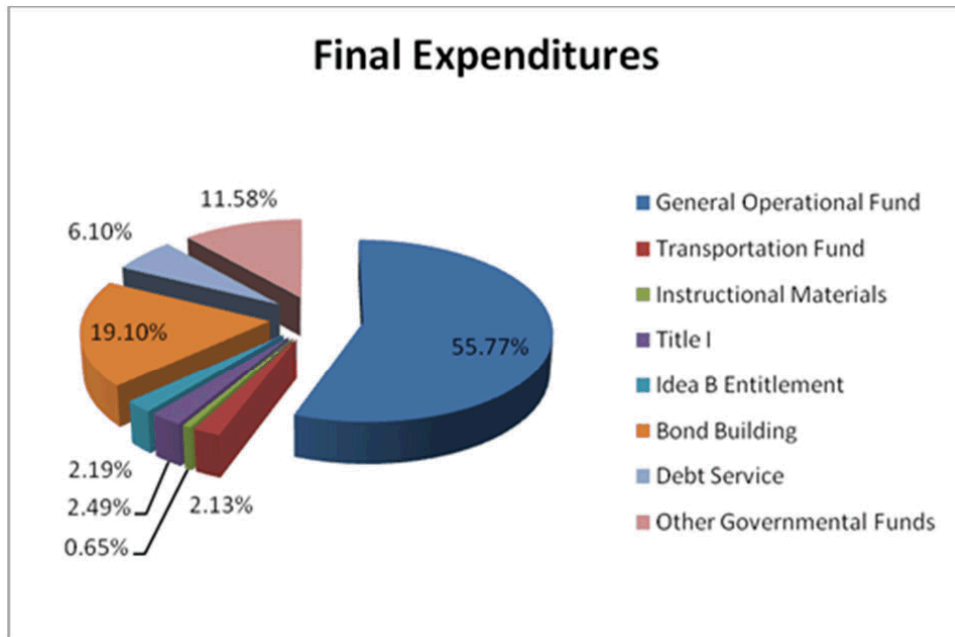
**STATE OF NEW MEXICO  
 LOS LUNAS SCHOOLS  
 MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
 June 30, 2013**

through this process.

GASB 34 does not require a statement presenting the overall result of the budget for each year. However, all major budgetary funds are required to be reported as separate statements.

Major budgetary funds in these reports are; The General Fund (Operations Fund), Transportation, Instructional Materials, Title I, Debt Service, Bond Building, and IDEA-B Entitlement. In addition, fifty two (52) active, non-major, Special Revenue Funds and two (2) non-major Capital Projects funds are also reported for their budgetary performance. Non-major funds include Special Revenue funds, such as Title II and IDEA-B Preschool funds.

Non-major Capital Project funds include HB33 (3 Mill levy), and SB-9 (2 Mill Levy). The following graphics and tables show the fiscal relationship of the major funds and the combined non-major funds.



The reader will note that the Operations Fund Final Expenditures represents 55.77% of the total fund dollar amount compared to 59.29% in FY 2011/2012. This fund provides the salary and benefits for the significant majority of the Instructional, Instructional Support and School Support, Maintenance and Administrative staff as well as classroom materials, special education consulting staff and fixed utility costs. Revenue from this fund is substantially derived from the State Equalization Guarantee, which is the funding formula appropriated for education by the State Legislature. The Operations Fund is explored later in the Management Discussion and Analysis.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
June 30, 2013**

The following table examines the summary budget performance of the major funds for the fiscal year ending June 30, 2013. Detail budget performance is examined through the Statement of Revenues and Expenditures, Budget and Actual for each major and non-major fund.

**MAJOR FUNDS EXPENDITURE BUDGET PERFORMANCE  
(NON-GAAP)**

<b>FUND TYPE</b>	<b>FINAL BUDGET</b>	<b>ACTUAL</b>	<b>VARIANCE</b>
Operations (11000)	\$ 57,069,147	\$ 55,864,124	\$ 1,205,023
Transportation (13000)	\$ 2,047,648	\$ 2,047,644	\$ 4
Instructional Materials (14000)	\$ 1,065,308	\$ 722,023	\$ 343,285
Title I (24101)	\$ 3,002,062	\$ 2,408,268	\$ 593,794
IDEA-B Entitlement (24106)	\$ 2,627,698	\$ 2,215,414	\$ 412,284

All major and non-major funds fell within the strict regulatory criteria set by the Public Education Department and New Mexico Statute that no funds may be over-expended at either the fund, or function level. Both the Manual of Procedures for Public School Accounting and NMSA 8-22-5, 1978, Annotated, require that budget expenditures be within the authorization of the approved budget.

Non-major funds, while important to the success of school operations, do not represent a significant fiscal impact to warrant specific discussion.

**The General (Operations) Fund**

The Operations Fund serves as the School District General (Operations) Fund and is the largest Fund. Because the Operations Fund revenues represent \$55,340,239 of the total \$96,377,306 of School District revenues (inclusive of bond proceeds), the significant impact of this fund on School District Operations must be kept in context.

The General (Operations) Fund is predominately funded by revenues from the State of New Mexico Equalization Guarantee Formula. This fund pays for teaching staff, teaching support staff, special education support staff, maintenance staff and administrative staff. The General (Operations) Fund provides the predominant funding for athletics and student activities.



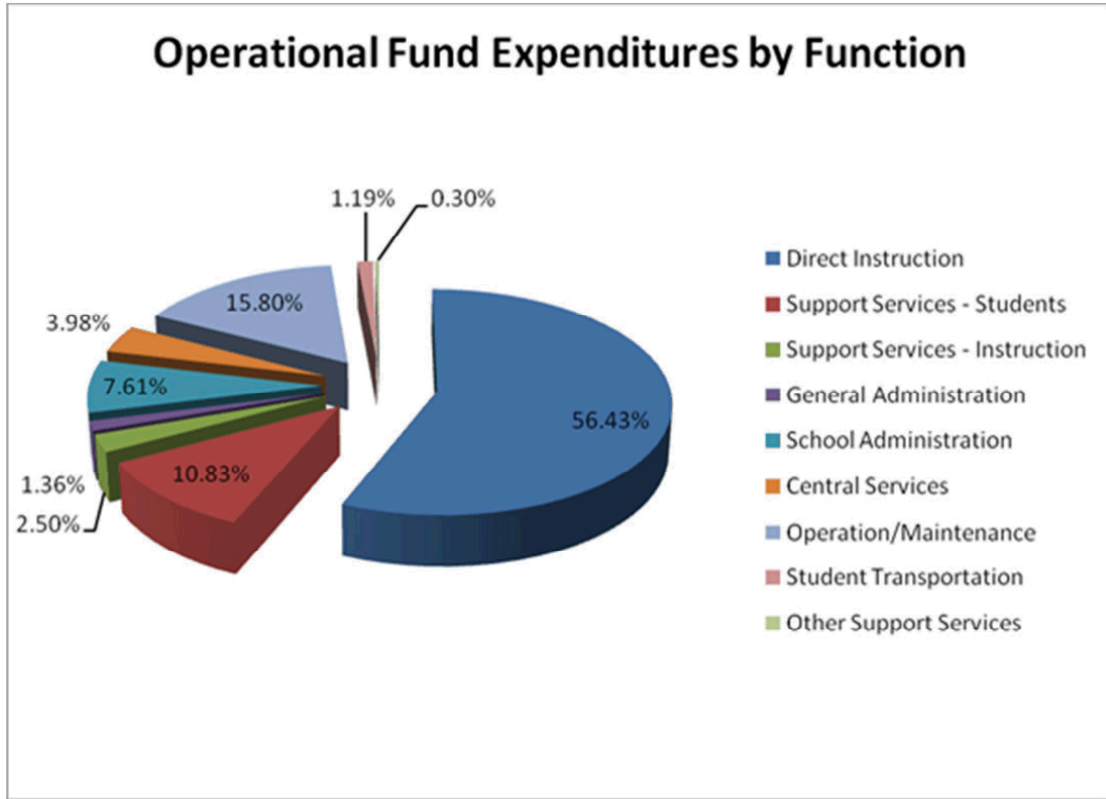
**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
June 30, 2013**

**GENERAL (OPERATIONS) FUND REVENUES**

<b>YEAR</b>	<b>REVENUES</b>	<b>INCREASE %</b>
1997/1998	\$ 31,821,997	11%
1998/1999	\$ 36,791,198	16%
1999/2000	\$ 38,648,467	5%
2000/2001	\$ 42,095,896	9%
2001/2002	\$ 46,826,574	11%
2002/2003	\$ 46,398,919	(1%)
2003/2004	\$ 48,454,893	4.4%
2004/2005	\$ 50,430,536	4.1%
2005/2006	\$ 54,254,563	7.6%
2006/2007	\$ 58,216,044	7.3%
2007/2008	\$ 62,026,642	6.5%
2008/2009	\$ 62,138,555	.182%
2009/2010	\$ 54,295,485	(14%)
2010/2011	\$ 54,991,153	1.2%
2011/2012	\$ 55,887,434	1.6%
2012/2013	\$ 55,340,239	(1%)

Because the General (Operations) Fund is the main fund in which expenditures are significantly related to the educational process, \$53,694,034 was expended in the year ending June 30, 2013. The most significant inter-fund expense was for the function noted as "Instruction" (Direct Instruction). This expenditure was \$30,300,881 or 56.43% of all General (Operations) Fund expenditures, compared with fiscal year 2011/2012 of \$31,014,174 (57.05%). Expenditures included in this function are Regular Education, Special Education and Early Childhood Education teachers and educational assistants, benefits, payroll taxes, school supplies, training and miscellaneous instructional related contract services. Approximately 83% of all General (Operations) Fund expenditures are for employee salaries, payroll taxes and benefits.

**STATE OF NEW MEXICO  
 LOS LUNAS SCHOOLS  
 MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
 June 30, 2013**



The following discussion on the General (Operations) Fund budget will relate functional expenditures for the year ending June 30, 2013, exclusive of Capital Outlay expenditures, for the Operations Fund. Direct Instruction represents 56.43% of all General (Operations) Fund expenditures. This represents a .62% increase compared to the year fiscal ending June 30, 2012. Direct Instruction expenditures account for regular education, vocational education, bilingual education, special education and kindergarten teachers and educational assistants' salaries, payroll taxes and benefits.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
June 30, 2013**

**PERCENTAGE OF DIRECT INSTRUCTION TO TOTAL EXPENDITURES  
OPERATIONS FUND (GAAP)**

<b>Year</b>	<b>Direct Instruction Cost</b>	<b>Actual Expenditures</b>	<b>%</b>
2003/2004	\$ 28,126,543	\$ 48,076,841	58.5%
2004/2005	\$ 30,404,078	\$ 51,081,357	59.4%
2005/2006	\$ 31,909,199	\$ 53,742,851	59.4%
2006/2007	\$ 34,342,180	\$ 58,308,781	58.9%
2007/2008	\$ 36,685,109	\$ 62,703,997	58.8%
2008/2009	\$ 36,735,064	\$ 63,474,138	57.9%
2009/2010	\$ 32,264,185	\$ 54,618,319	59.1%
2010/2011	\$ 29,949,683	\$ 52,901,522	56.6%
2011/2012	\$ 31,014,174	\$ 54,367,566	57.0%
2012/2013	\$ 30,300,881	\$ 53,694,034	56.4%

The table above has been included to convey to the reader the School District's budgetary commitment to maximize expenditures in the "classroom". The table shows that expenditures in the area of Direct Instruction average 58.21% since the 2003/2004 year.

**GENERAL (OPERATIONS) FUND EXPENDITURES BY FUNCTION  
(NON-GAAP)**

<b>Function</b>	<b>Final Budget</b>	<b>Expenditure</b>	<b>Variance</b>	<b>Percentage (Expenditure)<sup>Note 1</sup></b>
Instruction (Direct)	\$ 31,124,465	\$ 30,300,881	\$ (823,584)	54.24%
Support Services				
Students	\$ 6,097,626	\$ 5,812,682	\$ (284,944)	10.41%
Instruction	\$ 1,439,073	\$ 1,342,838	\$ (96,235)	2.40%
General Administration	\$ 4,171,252	\$ 2,901,414	\$ (1,269,838)	5.19%
School Administration	\$ 999,432	\$ 4,086,650	\$ 3,087,218	7.32%
Central Services	\$ 2,251,888	\$ 2,134,809	\$ (117,079)	3.82%
Operations and Maintenance	\$ 10,071,642	\$ 8,484,356	\$ (1,587,286)	15.19%
Other Support Services	\$ 539,388	\$ 160,192	\$ (379,196)	0.29%
Transportation	\$ 374,381	\$ 640,302	\$ 265,921	1.15%
<b>Total</b>	<b>\$ 57,069,147</b>	<b>\$ 55,864,124</b>	<b>\$ (1,205,023)</b>	<b>100.00%</b>

**Note 1:** Percentage of expenditure to total expenditures. Statement of Revenues, Expenditures, and Changes in fund Balance

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
June 30, 2013**

Instructional Support represents 20.12% (compared to 20.71% last fiscal year 2011/2012) of General (Operations) Fund expenditures, and accounts for expenditures for school principals, program coordinators, counselors, school nursing staff, librarians, special education ancillary staff and significant support to special education programs through contract ancillary support staff and contract programs. The Office of the Superintendent and the Business Office represent the overhead support for the entire operations of the School District; these programs combined represent 9.02% of the total General (Operations) Fund. Maintenance and Operations account for 15.19% of the General (Operations) Fund expenditures. Included in the Maintenance and Operations expenditures are salaries and benefits for maintenance staff, school custodians, fixed utility costs, maintenance and repairs, maintenance supplies/equipment, school custodial supplies/equipment, and safety and security staff and equipment. Because of the expansion/addition of school facilities and increases to the utility costs, this functional expenditure will need to be increased to meet school needs. Additional support for maintenance supplies and projects comes from the voter approved Two-Mill Levy Fund, which is also given a state matching grant. The General (Operations) Fund also supports expenditures for school athletics and student activities and Transportation.

**OPERATIONS BUDGET RESERVE FUNDS**

The School District maintains a Non-Operating function within the General (Operations) Fund as a reserve against unexpected emergency expenses or unexpected and unpredicted reductions in revenues. Most unexpected emergency expenses are those related to legal settlements or facility repairs. Facility issues can be addressed through the School District Two-Mill Levy Fund or insurance coverage that lessens the need for the School District to maintain a high Operations Fund reserve. The budget for the 2012/2013 fiscal year reflects a reserve fund of \$730,000. The budget for the 2011/2012 school year reflected a reserve amount of \$525,491. This is a budget increase of \$204,509.

**CAPITAL ASSETS**

GASB 34 requires public entities to depreciate capital assets. As of June 30, 2013, the School District capital assets were valued at \$136,960,551 after depreciation. This statement includes total accumulated depreciation of the School District's capital assets in the amount of \$63,826,973. The School District utilizes a "straight line" depreciation method in all cases and standardized lifetime tables in calculating this depreciation. Utilization of depreciation concepts by public entities allows the reader to know if the entity is replacing its assets at a rate in which they are being used. In accordance with State Statute, State Regulations and School Board Policy, all assets with a value in excess of \$5,000 are capitalized.

Because of past student growth and certain aging facilities, the School District has taken a planned and focused approach towards investing in equipment, and building new facilities as well as adding

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
June 30, 2013**

to and maintaining existing facilities. This effort is evidenced by the substantial and continuous investment in the "Capital Outlay" account. This planning includes applications for additional capital funding support from the Public School Capital Outlay Council (PSCOC).

In addition to construction, the School District continued planned efforts to replace old vehicles, enhance technology, and replace outdated school furnishings and equipment. In order to assure that aged equipment and vehicles are replaced on a routine basis, the Board of Education enacted a policy mandating that the replacement of equipment be funded, yearly, as a matter of routine. Schedules for equipment replacement will be included in future G.O. Bond elections and/or the Two Mill Levy.

The following table illustrates the three-year history of year-end balances for the School District's investment in all capital assets:

**CAPITAL ASSETS**

<b>Asset Type</b>	<b>Balance June 30, 2011</b>	<b>Balance June 30, 2012</b>	<b>Balance June 30, 2013</b>
Land and Land Improvements	\$ 11,340,827	\$ 11,691,010	\$ 11,989,948
Buildings and Building Improvements	\$ 147,403,746	\$ 153,513,811	\$ 153,813,361
Furniture, Fixtures and Equipment	\$ 4,982,458	\$ 4,815,520	\$ 4,587,046
Vehicles	\$ 7,501,122	\$ 7,390,115	\$ 7,288,197
Construction in Progress	\$ 4,139,509	\$ 2,423,028	\$ 23,108,972
<b>Total Assets</b>	<b>\$ 175,367,662</b>	<b>\$ 179,833,484</b>	<b>\$ 200,787,524</b>
Less Accumulated Depreciation	\$ (55,792,086)	\$ (60,422,050)	\$ (63,826,973)
Capital Assets - Net	\$ 119,575,576	\$ 119,411,434	\$ 136,960,551
<b>Net Change in Assets</b>	<b>\$ 156,081</b>	<b>\$ (164,142)</b>	<b>\$ 17,549,117</b>

This table shows that the School District is, despite operational decreases and loss of students, still diligently replacing assets and building facilities to accommodate the student needs. As indicated with an increase in the net change in Capital Assets in the amount of \$17,549,117 as of June 30, 2013 which was mainly due to an increase in the Construction in Progress which includes Los Lunas High School Phase I.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
June 30, 2013**

**GENERAL LONG-TERM DEBT**

Article IX, Section 11 of the New Mexico Constitution limits the powers of a school district to incur general obligation debt beyond a school year. The School District can incur such debt for “the purpose of erecting, remodeling, making additions, and furnishing buildings or purchasing or improving school grounds or purchasing computer software or hardware for student use in public classrooms or any combination of these purposes”. The approval of the debt is subject to a vote of the local electors and may not exceed 6% of the assessed valuation of the taxable property within the School District. Currently, long-term debt may not exceed \$45,367,363. Total Long-Term Debt, on June 30, 2013 was \$44,785,000.

The School District has maintained a level of indebtedness to the maximum extent allowed. The policy to maintain this amount of debt is largely due to the need to add additional facilities in order to meet student population requirements upgrade and expand existing facilities, and to leverage additional funds available from Public School Capital Outlay. Public School Capital Outlay Fund awards give higher funding priorities to school districts with lower assessed valuations and higher levels of indebtedness. The most recent general obligation bond election was held on February 7, 2012 in which the School District’s voters approved a \$25.0 million, four-year, General Obligation Bond initiative by a margin exceeding 80%.

During the fiscal year ending June 30, 2013, the School District made one sale of General Obligation Bonds in the amount of \$5,915,000 in August 2012. The sale included \$5,915,000 for new debt. This bond sale was the first issuance of the 2012 General Obligation Bond election. As a result, of action taken by the 2002 legislature, a statute was enacted to allow school districts to complete sales of Bond Anticipation Notes (BANs). This legislation allows school districts to enter into short-term borrowing agreements and make repayments with the proceeds of future general obligation bond sales. Borrowing may not be longer than a one-year term and limited to the amount of the principal retirement for that year. The district did not enter into any BAN agreements for the fiscal year 2012/2013.

The School District maintained an A1 underlying rating for the August 2012 bond sale. Effective July 1, 2003 School District bonds also carry the *enhanced* State of New Mexico bond rating of Aa2. This action was authorized in Senate Bill 847. The effect of this bill will be to reduce the risk to bond holders and, as a consequence, reduce the interest costs to the taxpayer. The School District has never defaulted on any of its debt or other obligations. Listed below is the School District’s total general obligation debt as of June 30, 2013.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
June 30, 2013**

<b>YEAR ENDED JUNE 30</b>	<b>PRINCIPAL</b>	<b>INTEREST</b>	<b>TOTAL</b>
2014	\$ 5,580,000	\$ 1,204,975	\$ 6,784,975
2015	\$ 4,470,000	\$ 1,086,975	\$ 5,556,975
2016	\$ 4,050,000	\$ 978,150	\$ 5,028,150
2017	\$ 3,690,000	\$ 874,600	\$ 4,564,600
2018	\$ 4,195,000	\$ 763,850	\$ 4,958,850
2019-2023	\$19,135,000	\$ 1,931,949	\$ 21,066,949
2024-2026	\$ 4,580,000	\$ 119,500	\$ 4,699,500
<b>Total</b>	<b>\$45,700,000</b>	<b>\$ 6,959,999</b>	<b>\$ 52,659,999</b>

The School District recommends the Official Statement, dated September 11, 2012 to a reader desiring to know more about the School District's long-term debt and community demographics. This Official Statement may be obtained by visiting our web site at [www.llschools.net](http://www.llschools.net) under the Business Office tab, or by contacting:

RBC Capital Markets.  
6301 Uptown Blvd. NE, Suite 110  
Albuquerque, NM 87110

In addition to the sale of General Obligation Bonds, the School District is eligible to receive awards from the Public Schools Capital Outlay Council (PSCOC) in accordance with Senate Bill 513, Chapter 147 Section 10(b) NMSA. The impact of these various awards is discussed throughout this Management Discussion and Analysis.

**AGENCY FUNDS**

The School District, as a custodian, maintains and monitors special funds on behalf of the schools and school activity groups. Agency funds maintained by the School District are to benefit a specific activity or interest and are generally raised by students for student use.

While each school site is responsible for the administration of the agency funds, the custody and use of these funds are in accordance with Public Education Department Regulations and School District Policy. The management of these funds is in accordance with Business Office procedures and all banking is performed through School District accounts. The funds are also subject to annual review by the School District's Independent Auditor. The year ending June 30, 2013 states the accumulated balance of all agency funds was \$760,936.

**STATE OF NEW MEXICO  
 LOS LUNAS SCHOOLS  
 MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
 June 30, 2013**

**FUTURE TRENDS**

The district continues to closely monitor positions and other expenditures in order to survive the loss of enrollment and still try to hold on to a small level of reserves in our Operational fund. The District was hopeful that we would enter the new fiscal year with additional students enrolled, however within the first weeks of school the opposite trend has occurred. The district will continue to look for saving opportunity and work to maintain within our budget constraints.

**Local Assessments General and Obligation Bonds:** Local property taxes serve as the revenue source for the repayment of general obligation bonds. Because of the slowed growth of both residential and commercial assessed valuation for properties in the Los Lunas School District, the School District has been able to concentrate on renovating older buildings, security upgrades for existing buildings, and HVAC upgrades to existing facilities as supposed to needing more new classroom space. The following table illustrates the slowed growth of the assessed valuation for both the Los Lunas Schools and Valencia County.

**VALUATION TABLE**

TAX YEAR	LOS LUNAS SCHOOLS	VALENCIA COUNTY
2012	\$ 756,122,720	\$ 1,264,212,404
2011	\$ 739,871,906	\$ 1,241,920,127
2010	\$ 720,675,864	\$ 1,203,236,710
2009	\$ 701,862,203	\$ 1,166,647,954
2008	\$ 653,498,879	\$ 1,055,871,740
2007	\$ 601,593,453	\$ 978,386,196
2006	\$ 524,498,886	\$ 875,594,467
2005	\$ 479,881,276	\$ 820,258,813
2004	\$ 447,871,070	\$ 771,579,462
2003	\$ 457,628,275	\$ 778,317,018
2002	\$ 412,948,320	\$ 687,197,444
2001	\$ 400,435,727	\$ 678,216,414
2000	\$ 378,025,851	\$ 601,120,398
1999	\$ 360,259,568	\$ 568,808,478

\*Note: Preliminary Assessment  
 \* Source: Official Statement Dated September 11, 2012

Because of slow moving development in both the residential and commercial properties in the School District, it is expected that future assessed valuations will continue a flat or very small growth pattern. It is also expected that voter support for the Los Lunas Schools will continue to be strong and revenues from General Obligation Bond proceeds will continue to be an integral part of the School District Master Plan.



**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)  
June 30, 2013**

**Community Growth:** In the past year, the community has seen a minimal number of residential growth in our district. Most of the growth and homebuilding is focused on the West side of the District. We expect this trend to continue for the upcoming 2013/2014 fiscal year due to the current economic conditions in NM and the nation in general. All near future projections are expected to include, lower projected gas and oil revenues, a flat growth pattern in assessed valuation of taxable property within the School District, no growth in student population and a cautious eye toward future bond and Mill Levy initiatives for the next two-five years.

**District Master Planning:** The District has contracted with Greer Stafford/SJCF Inc. to provide master planning for the Los Lunas School District. Because of the potential for student population growth, the School is undertaking a master planning process to look at future student population projections and existing school utilization for a five-year period. This project will help the District plan new school locations and provide analytical data for use by the District and the Public Schools Capital Outlay Council that will affect future capital funding needs. The District's current Master Plan is good through 2011-2016. The School district did receive School Board approval in November 2011.

**Contacting the Los Lunas Schools**

This financial report is designed to provide our community, taxpayers, investors and creditors with an overview of the Los Lunas School District's financial condition and to provide accountability for the funds the School District receives. If you have questions about our report or about the operations of the Los Lunas School District, please visit our web site at [www.llschools.net](http://www.llschools.net) , or contact:

**Bernard Saiz**  
Superintendent  
Los Lunas Schools  
PO Drawer 1300  
Los Lunas, NM 87031  
[bsaiz@llschools.net](mailto:bsaiz@llschools.net)

or

**Claire Cieremans**  
Chief Financial Officer  
Los Lunas Schools  
PO Drawer 1300  
Los Lunas NM 87031  
[ccieremans@llschools.net](mailto:ccieremans@llschools.net)

## **BASIC FINANCIAL STATEMENTS**

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
STATEMENT OF NET POSITION  
June 30, 2013**

Exhibit A-1  
(Page 1 of 2)

	<u>Governmental Activities</u>
<b>ASSETS</b>	
Current assets	
Cash and cash equivalents	\$ 23,217,310
Receivables (net of allowance for uncollectibles)	5,262,690
Inventory and other assets	313,125
Total current assets	<u>28,793,125</u>
Noncurrent assets	
Capital assets, non-depreciable	
Land	2,476,610
Construction in progress	23,108,972
Total capital assets, non-depreciable	<u>25,585,582</u>
Capital assets, net of accumulated depreciation	
Land improvements	9,513,338
Buildings and building improvements	153,813,361
Furniture, fixtures and equipment	4,587,046
Vehicles	7,288,197
Less: accumulated depreciation	<u>(63,826,973)</u>
Total capital assets, net of accumulated depreciation	<u>111,374,969</u>
Total noncurrent assets	<u>136,960,551</u>
<b>Total Assets</b>	<u>165,753,676</u>

*See Notes to Financial Statements.*

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
STATEMENT OF NET POSITION  
June 30, 2013**

Exhibit A-1  
(Page 2 of 2)

	<b>Governmental Activities</b>
	<hr/>
<b>LIABILITIES</b>	
Accounts payable	\$ 1,156,839
Accrued payroll expenses	499,579
Accrued compensated absences	512,964
Accrued interest	191,570
Current portion of long-term debt	5,580,000
<b>Total current liabilities</b>	<hr/> 7,940,952
<b>Noncurrent liabilities</b>	
Bonds due in more than one year	40,120,000
Compensated absences	170,988
<b>Total noncurrent liabilities</b>	<hr/> 40,290,988
<b>Total liabilities</b>	<hr/> 48,231,940
<b>NET POSITION</b>	
Net investment in capital assets	91,260,551
Restricted for:	
Debt service	5,876,371
Capital projects	12,958,815
Special revenue funds	2,376,105
Unrestricted	5,049,894
<b>Total net position</b>	<hr/> <hr/> \$ 117,521,736

*See Notes to Financial Statements.*

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
STATEMENT OF ACTIVITIES  
For The Year Ended June 30, 2013**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Charges for Service</u>
<b>Primary government</b>		
Governmental activities		
Instruction	\$ 39,453,042	\$ 432,438
Support Services		
Students	7,151,113	-
Instruction	1,545,922	7,550
General Administration	1,175,975	6
School Administration	4,935,919	-
Other Support Services	289,043	-
Central Services	2,134,809	-
Operation & Maintenance of Plant	8,787,538	11,038
Student Transportation	3,882,828	-
Food Services Operation	3,922,574	466,706
Interest on long-term debt	1,353,524	-
<b>Total Primary Government</b>	<b>\$ 74,632,287</b>	<b>\$ 917,738</b>

*See Notes to Financial Statements.*

<b>Program Revenues</b>		<b>Net</b>
<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>	<b>(Expenses) Revenues and Changes in Net Assets</b>
\$ 5,852,680	\$ -	\$ (33,167,924)
1,302,783	-	(5,848,330)
133,341	-	(1,405,031)
286,483	-	(889,486)
731,713	-	(4,204,206)
-	-	(289,043)
-	-	(2,134,809)
-	12,203,684	3,427,184
2,047,648	-	(1,835,180)
3,142,509	-	(313,359)
-	-	(1,353,524)
<u>\$ 13,497,157</u>	<u>\$ 12,203,684</u>	<u>(48,013,708)</u>

**General Revenues:**

Property taxes:	
Levied for general purposes	\$ 172,650
Levied for debt service	6,087,534
Levied for capital projects	3,658,932
State Equalization Guarantee	54,717,711
Loss on sale of fixed assets	(202,142)
<b>Total general revenues</b>	<u>64,434,685</u>
<b>Change in net position</b>	16,420,977
<b>Net position - beginning</b>	<u>100,022,967</u>
<b>Restatement (Note 20)</b>	1,077,792
<b>Net position, beginning as restated</b>	<u>101,100,759</u>
<b>Net position - ending</b>	<u>\$ 117,521,736</u>

See Notes to Financial Statements.

STATE OF NEW MEXICO  
 LOS LUNAS SCHOOLS  
 BALANCE SHEET - GOVERNMENTAL FUNDS  
 June 30, 2013

	Operational Fund		
	General 11000	Transportation 13000	Instructional Materials 14000
<b>ASSETS</b>			
<i>Current Assets</i>			
Cash and cash equivalents	\$ 1,636,008	\$ 379	\$ 338,902
Accounts receivable			
Taxes	418,220	-	-
Due from other governments	-	-	-
Other	-	-	-
Interfund receivables	2,788,932	375	-
Prepaid expenditures	-	-	5,000
Inventory	-	32,136	-
<i>Total assets</i>	<u>\$ 4,843,160</u>	<u>\$ 32,890</u>	<u>\$ 343,902</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<i>Current Liabilities</i>			
Accounts payable	\$ 265,251	\$ -	\$ -
Accrued payroll liabilities	499,579	-	-
Interfund payables	-	-	-
Deferred revenue - property taxes	412,624	-	-
Deferred revenue - other	-	-	-
<i>Total liabilities</i>	<u>1,177,454</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>			
Fund Balance			
Nonspendable	-	32,136	5,000
Restricted	-	754	338,902
Committed	-	-	-
Assigned	796,038	-	-
Unassigned	2,869,668	-	-
<i>Total fund balance</i>	<u>3,665,706</u>	<u>32,890</u>	<u>343,902</u>
<i>Total liabilities and fund balance</i>	<u>\$ 4,843,160</u>	<u>\$ 32,890</u>	<u>\$ 343,902</u>

See Notes to Financial Statements.

Title I IASA 24101	IDEA-B Entitlement 24106	Bond Building 31100	Debt Service 41000	Other Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ 9,219,372	\$ 5,703,678	\$ 6,318,971	\$ 23,217,310
-	-	-	1,322,450	801,125	2,541,795
974,968	611,944	-	-	1,043,524	2,630,436
-	-	-	-	90,459	90,459
-	-	-	-	-	2,789,307
10,055	20,000	-	-	46,091	81,146
-	-	-	-	199,843	231,979
<u>\$ 985,023</u>	<u>\$ 631,944</u>	<u>\$ 9,219,372</u>	<u>\$ 7,026,128</u>	<u>\$ 8,500,013</u>	<u>\$ 31,582,432</u>
\$ -	\$ 33,487	\$ 812,254	\$ -	\$ 45,847	\$ 1,156,839
-	-	-	-	-	499,579
978,506	644,846	-	-	1,165,955	2,789,307
-	-	-	1,149,757	697,329	2,259,710
-	-	-	-	-	-
<u>978,506</u>	<u>678,333</u>	<u>812,254</u>	<u>1,149,757</u>	<u>1,909,131</u>	<u>6,705,435</u>
10,055	20,000	-	-	245,934	313,125
-	-	1,626,190	347,483	2,595,802	4,909,131
-	-	-	-	-	-
-	-	6,780,928	5,528,888	3,602,370	16,708,224
<u>(3,538)</u>	<u>(66,389)</u>	<u>-</u>	<u>-</u>	<u>146,776</u>	<u>2,946,517</u>
<u>6,517</u>	<u>(46,389)</u>	<u>8,407,118</u>	<u>5,876,371</u>	<u>6,590,882</u>	<u>24,876,997</u>
<u>\$ 985,023</u>	<u>\$ 631,944</u>	<u>\$ 9,219,372</u>	<u>\$ 7,026,128</u>	<u>\$ 8,500,013</u>	<u>\$ 31,582,432</u>



**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
GOVERNMENTAL FUNDS  
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET POSITION  
For the Year Ended June 30, 2013**

Exhibit B-1  
(Page 2 of 2)

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net position are different because:	
Fund balances - total governmental funds	\$ 24,876,997
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	136,960,551
Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds:	
Delinquent property taxes not collected within sixty days after year end are not considered "available" revenues and are considered to be deferred revenue in the fund financial statements, but are considered revenue in the Statement of Activities	2,259,710
Accrued Interest	(191,570)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds:	
Accrued compensated absences	(683,952)
General obligation bonds	<u>(45,700,000)</u>
<b>Net Position-total Governmental Activities</b>	<b>\$ <u><u>117,521,736</u></u></b>

*See Notes to Financial Statements.*

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS  
For the Year Ended June 30, 2013**

	Operational Fund		
	General 11000	Transportation 13000	Instructional Materials 14000
<i>Revenues</i>			
Property taxes	\$ 172,650	\$ -	\$ -
State grants	54,717,711	2,047,648	549,076
Federal grants	351,507	-	-
Charges for service	13,875	-	-
Miscellaneous	82,485	-	-
Interest	2,011	-	-
	<u>55,340,239</u>	<u>2,047,648</u>	<u>549,076</u>
<i>Expenditures</i>			
Current			
Instruction	30,300,881	-	624,675
Support Services			
Students	5,812,682	-	-
Instruction	1,342,838	-	-
General Administration	731,324	-	-
School Administration	4,086,650	-	-
Central Services	2,134,809	-	-
Operation & Maintenance of Plant	8,484,356	-	-
Student Transportation	640,302	2,047,644	-
Other Support Services	160,192	-	-
Food Services Operations	-	-	-
Community Service	-	-	-
Capital outlay	-	-	-
Debt service			
Principal	-	-	-
Interest	-	-	-
	<u>53,694,034</u>	<u>2,047,644</u>	<u>624,675</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>1,646,205</u>	<u>4</u>	<u>(75,599)</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>
<i>Net change in fund balances</i>	<u>1,646,205</u>	<u>4</u>	<u>(75,599)</u>
<i>Fund balances, beginning of year</i>	<u>2,019,501</u>	<u>32,886</u>	<u>419,501</u>
<i>Fund balances (deficit), end of year</i>	<u>\$ 3,665,706</u>	<u>\$ 32,890</u>	<u>\$ 343,902</u>

See Notes to Financial Statements.

Title I IASA 24101	IDEA-B Entitlement 24106	Bond Building 31100	Debt Service 41000	Other Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ -	\$ 6,087,534	\$ 3,658,932	\$ 9,919,116
-	-	12,056,768	-	1,179,545	70,550,748
2,402,076	2,058,689	-	-	5,050,246	9,862,518
-	-	-	-	793,902	807,777
2,654	-	-	-	16,025	101,164
-	-	11,038	6	1,028	14,083
<u>2,404,730</u>	<u>2,058,689</u>	<u>12,067,806</u>	<u>6,087,540</u>	<u>10,699,678</u>	<u>91,255,406</u>
2,110,928	1,118,962	-	-	2,185,337	36,340,783
31,242	429,102	-	-	844,527	7,117,553
-	23,343	-	-	148,876	1,515,057
171,347	78,690	-	59,700	109,371	1,150,432
84,696	408,661	-	-	329,480	4,909,487
-	-	-	-	-	2,134,809
-	-	19,741	-	-	8,504,097
-	46,320	-	-	-	2,734,266
-	-	128,851	-	-	289,043
-	-	-	-	3,841,513	3,841,513
-	-	-	-	-	-
-	-	18,237,229	-	3,691,595	21,928,824
-	-	-	4,460,000	-	4,460,000
-	-	-	1,353,524	-	1,353,524
<u>2,398,213</u>	<u>2,105,078</u>	<u>18,385,821</u>	<u>5,873,224</u>	<u>11,150,699</u>	<u>96,279,388</u>
<u>6,517</u>	<u>(46,389)</u>	<u>(6,318,015)</u>	<u>214,316</u>	<u>(451,021)</u>	<u>(5,023,982)</u>
-	-	-	-	-	-
-	-	5,121,900	-	-	5,121,900
-	-	5,121,900	-	-	5,121,900
<u>6,517</u>	<u>(46,389)</u>	<u>(1,196,115)</u>	<u>214,316</u>	<u>(451,021)</u>	<u>97,918</u>
-	-	9,603,233	5,662,055	7,041,903	24,779,079
<u>\$ 6,517</u>	<u>\$ (46,389)</u>	<u>\$ 8,407,118</u>	<u>\$ 5,876,371</u>	<u>\$ 6,590,882</u>	<u>\$ 24,876,997</u>

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
For the Year Ended June 30, 2013**

Exhibit B-2  
(Page 2 of 2)

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net Change in fund balances - total governmental funds	\$ 97,918
Capital Outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net assets and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities. This is the amount by which depreciation exceeds capital outlays for the period.	
Depreciation expense	(5,255,353)
Capital Outlays	21,928,824
Loss on disposal of capital assets	(202,142)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Change in deferred revenue related to the property taxes receivable	454,771
The issuance of long-term debt (e.g., bonds, notes, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities:	
Change in accrued interest payable	63,774
Change in accrued compensated absences	(4,915)
Bond proceeds	(5,121,900)
Principal payments on bonds	<u>4,460,000</u>
Change in Net Position-total Governmental Activities	\$ <u><u>16,420,977</u></u>

*See Notes to Financial Statements.*

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
GENERAL FUND**

Exhibit C-1

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Revenues</i>				
Property taxes	\$ 188,906	\$ 188,906	\$ 172,650	\$ (16,256)
State grants	54,098,470	54,894,508	54,412,777	(481,731)
Federal grants	181,589	249,840	351,507	101,667
Charges for service	-	-	13,875	13,875
Miscellaneous	-	-	82,485	82,485
Interest	-	-	2,011	2,011
<i>Total revenues</i>	<u>54,468,965</u>	<u>55,333,254</u>	<u>55,035,305</u>	<u>(297,949)</u>
<i>Expenditures</i>				
<i>Current:</i>				
Instruction	30,439,324	31,124,465	30,300,881	823,584
Support Services				
Students	5,948,526	6,097,626	5,812,682	284,944
Instruction	1,439,073	1,439,073	1,342,838	96,235
General Administration	4,171,252	4,171,252	2,901,414	1,269,838
School Administration	1,015,846	999,432	4,086,650	(3,087,218)
Central Services	2,251,888	2,251,888	2,134,809	117,079
Operation & Maintenance of Plant	9,148,451	10,071,642	8,484,356	1,587,286
Student Transportation	311,255	374,381	640,302	(265,921)
Other Support Services	539,388	539,388	160,192	379,196
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total Expenditures</i>	<u>55,265,003</u>	<u>57,069,147</u>	<u>55,864,124</u>	<u>1,205,023</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(796,038)</u>	<u>(1,735,893)</u>	<u>(828,819)</u>	<u>907,074</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	1,735,893	-	(1,735,893)
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>1,735,893</u>	<u>-</u>	<u>(1,735,893)</u>
<i>Net changes in fund balances</i>	<u>(796,038)</u>	<u>-</u>	<u>(828,819)</u>	<u>(828,819)</u>
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>5,253,759</u>	<u>5,253,759</u>
<i>Fund balance - end of year</i>	<u>\$ (796,038)</u>	<u>\$ -</u>	<u>\$ 4,424,940</u>	<u>\$ 4,424,940</u>
<i>Reconciliation to GAAP Basis</i>				
Adjustments to revenues			\$ 304,934	
Adjustments to expenditures			<u>2,170,090</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 1,646,205</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
TRANSPORTATION FUND  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Exhibit C-2

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	2,322,007	2,047,648	2,047,273	(375)
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>2,322,007</u>	<u>2,047,648</u>	<u>2,047,273</u>	<u>(375)</u>
<i>Expenditures</i>				
<i>Current:</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	2,322,007	2,047,648	2,047,644	4
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total Expenditures</i>	<u>2,322,007</u>	<u>2,047,648</u>	<u>2,047,644</u>	<u>4</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(371)</u>	<u>(379)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
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>(371)</u>	<u>(379)</u>
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>750</u>	<u>750</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 379</u>	<u>\$ 371</u>
<i>Reconciliation to GAAP Basis</i>				
Adjustments to revenues			\$ 375	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 4</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO**  
**LOS LUNAS SCHOOLS**  
**INSTRUCTIONAL MATERIALS FUND**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON-GAAP BASIS) AND ACTUAL**  
**For the Year Ended June 30, 2013**

Exhibit C-3

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	549,076	1,065,308	544,076	(521,232)
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>549,076</u>	<u>1,065,308</u>	<u>544,076</u>	<u>(521,232)</u>
<i>Expenditures</i>				
<i>Current:</i>				
Instruction	549,076	1,065,308	722,023	343,285
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total Expenditures</i>	<u>549,076</u>	<u>1,065,308</u>	<u>722,023</u>	<u>343,285</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(177,947)</u>	<u>(864,517)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
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>(177,947)</u>	<u>(864,517)</u>
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>516,849</u>	<u>516,849</u>
<i>Fund balance - end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 338,902</u>	<u>\$ (347,668)</u>
<i>Reconciliation to GAAP Basis</i>				
Adjustments to revenues			\$ 5,000	
Adjustments to expenditures			<u>97,348</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (75,599)</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
TITLE I IASA SPECIAL REVENUE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement C-4

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	1,979,560	3,002,062	2,059,626	(942,436)
Charges for service	-	-	-	-
Miscellaneous	-	-	2,654	2,654
Interest	-	-	-	-
	<u>1,979,560</u>	<u>3,002,062</u>	<u>2,062,280</u>	<u>(939,782)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	1,677,982	2,685,813	2,120,983	564,830
Support Services				
Students	66,337	39,522	31,242	8,280
Instruction	-	-	-	-
General Administration	148,171	169,565	171,347	(1,782)
School Administration	87,070	107,162	84,696	22,466
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>1,979,560</u>	<u>3,002,062</u>	<u>2,408,268</u>	<u>593,794</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(345,988)</u>	<u>(345,988)</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(345,988)</u>	<u>(345,988)</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>(632,518)</u>	<u>(632,518)</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (978,506)</u>	<u>\$ (978,506)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ 342,450	
Adjustments to expenditures			<u>10,055</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 6,517</u>	

See Notes to Financial Statements.



**STATE OF NEW MEXICO**  
**LOS LUNAS SCHOOLS**  
**IDEA-B ENTITLEMENT SPECIAL REVENUE FUND**  
**STATEMENT OF REVENUES EXPENDITURES AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON-GAAP BASIS) AND ACTUAL**  
**For the Year Ended June 30, 2013**

Exhibit C-5

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	1,932,188	2,627,698	2,623,415	(4,283)
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
<i>Total revenues</i>	<u>1,932,188</u>	<u>2,627,698</u>	<u>2,623,415</u>	<u>(4,283)</u>
<i>Expenditures</i>				
<i>Current:</i>				
Instruction	957,183	1,329,785	1,229,298	100,487
Support Services				
Students	384,716	692,920	429,102	263,818
Instruction	12,500	32,500	23,343	9,157
General Administration	74,081	101,181	78,690	22,491
School Administration	394,307	415,172	408,661	6,511
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	55,088	56,140	46,320	9,820
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total Expenditures</i>	<u>1,877,875</u>	<u>2,627,698</u>	<u>2,215,414</u>	<u>412,284</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>54,313</u>	<u>-</u>	<u>408,001</u>	<u>(416,567)</u>
<i>Other financing sources (uses):</i>				
Designated cash	-	-	-	-
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>54,313</u>	<u>-</u>	<u>408,001</u>	<u>(416,567)</u>
<i>Fund balance - beginning of year</i>	<u>-</u>	<u>-</u>	<u>(1,052,847)</u>	<u>(1,052,847)</u>
<i>Fund balance - end of year</i>	<u>\$ 54,313</u>	<u>\$ -</u>	<u>\$ (644,846)</u>	<u>\$ (1,469,414)</u>
<i>Reconciliation to GAAP Basis</i>				
Adjustments to revenues			\$ (564,726)	
Adjustments to expenditures			<u>110,336</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (46,389)</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
AGENCY FUNDS**

Exhibit D-1

**STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - AGENCY FUNDS  
June 30, 2013**

	<u>Agency Funds</u>
<b>ASSETS</b>	
<i>Current Assets</i>	
Cash	\$ <u>760,936</u>
<i>Total assets</i>	\$ <u><u>760,936</u></u>
<b>LIABILITIES</b>	
<i>Curent Liabilities</i>	
Deposits held in trust for others	\$ <u>760,936</u>
<i>Total liabilities</i>	\$ <u><u>760,936</u></u>

*See Notes to Financial Statements.*

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013**

**NOTE 1. NATURE OF ORGANIZATION**

The Los Lunas School Board was created under the provision of Chapter 22 Article 5, Paragraph 4, New Mexico Statutes 1978 to provide public education for the children within the District. The School Board is authorized to establish policies and regulations for its own government consistent with the laws of the state of New Mexico and the regulations of the State Board of Education and the Legislative Finance Committee. The School Board is comprised of five members who are elected for terms of four years.

The School Board operates sixteen schools within the School District with a total enrollment of approximately 8,319 pupils. In conjunction with the regular educational programs, some of these schools offer special education. In addition, the School Board provides transportation and school food services for the students.

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

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

**A. Financial Reporting Entity**

GASB Statement No. 14 established criteria for determining the government reporting entity and component units that should be included within the reporting entity. Under provisions of this Statement, the District is considered a *primary government*, since it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. As used in GASB Statement No. 14, fiscally independent means that the District may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue bonded debt. The District also has no *component units*, as defined by GASB Statement No. 14 and/or GASB Statement No. 39, as there are no other legally separate organizations for which the elected School Board members are financially accountable. There are no other primary governments with which the School Board Members are financially accountable. There are no other primary governments with which the District has a significant relationship.

The government-wide financial statements (i.e., the statement of net position and the statement of activities and changes in net assets) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from

STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013

**NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**B. Government-wide and Fund Financial Statements**

these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

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

**C. Measurement focus, basis of accounting, and financial statement presentation**

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

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

Ad valorem taxes (property taxes), franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Sales and use taxes are classified as derived tax revenues and are recognized as revenue when the underlying exchange takes place and the revenues are measurable and available. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013

**NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**C. Measurement focus, basis of accounting, and financial statement presentation  
(Continued)**

Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met and the susceptible to accrual criteria have been met. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

Proprietary fund operating revenue, such as charges for service, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenue, such as subsidies and investment earnings, result from non-exchange transactions or ancillary activities.

The *agency funds* are custodial in nature (assets equal liabilities) and do not present results of operations or have a measurement focus. Agency funds are accounted for using the accrual basis of accounting. These funds are used to account for assets that the District holds for others in an agency capacity.

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

The *General Funds* are the primary operating funds of the District, and accounts for all financial resources, except those required to be accounted for in other funds.

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

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

The *Debt Service Funds* account for the services of long-term debt not being financed by proprietary or nonexpendable trust funds.

Under the requirements of GASB #34, the District is required to present certain of its governmental funds as major funds based upon certain criteria. The major funds presented in the fund financial statements include the following, which include funds that were not required to be presented as major but were at the discretion of management:

STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013

**NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**C. Measurement focus, basis of accounting, and financial statement presentation (Continued)**

**General Funds:**

The *Operational Fund* is the primary operating fund of the District, and accounts for all financial resources, except those required to be accounted for in other funds.

The *Transportation Fund* is used to account for the State Equalization received from the State Department of Education which is used to pay for the costs associated with transporting school age children.

The *Instructional Materials Fund* is used to account for the monies received from the State Department of Education for the purposes of purchasing instructional materials (books, manuals, periodicals, etc.) used in the education of students.

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

The *IDEA-B Entitlement Special Revenue Fund* is used to account for a program funded by a Federal grant to assist the District in providing free appropriate public education to all handicapped children. Funding authorized by Individuals with Disabilities Education Act, Part B, Section 611-620, as amended, Public Laws 91-230, 93-380, 94-142, 98-199, 99-457, 100,639, and 101-476, 20 U.S.C. 1411-1420.

The *Bond Building Capital Projects Fund* is used to account for bond proceeds and any income earned thereon. The proceeds are restricted for the purpose of making additions to and furnishing of school buildings, or purchasing or improving school grounds or any combination thereof, as approved by the voters of the District.

The *Debt Service Fund* is used to account for the accumulation of resources for the payment of Long- Term Debt principal and interest.

STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013

**NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**C. Measurement focus, basis of accounting, and financial statement presentation  
(Continued)**

Additionally, the District reports the following agency fund:

The *Fiduciary Funds* account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, or student organizations.

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

Program revenues included in the Statement of Activities derive directly from the program itself or from parties outside the District's taxpayer or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the District's general revenues.

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

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

The District reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. The District does not currently employ indirect cost allocation systems. Depreciation expense is specifically identified by function and is included in the direct expense of each function, except for that portion of depreciation that is identified as unallocated on the Statement of Activities. Interest on long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013

**NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**D. Assets, Liabilities and Net Position or Equity**

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

State statutes authorize the District to invest in Certificates of Deposit, obligations of the U.S. Government, and the State Treasurer's Investment Pool.

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

**Receivables and Payables:** Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as "internal balances."

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

All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

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

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

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

**Instructional Materials:** The New Mexico State Department of Education receives federal material leasing funds from which it makes annual allocations to the various school districts for the purchase of educational materials. Of each allocation, fifty percent is restricted to the requisition of material listed in the State Board of Education 'State Adopted Instructional Material' list, while the other fifty percent of each allocation is available for purchases directly from vendors, for which the school district receives cash draw-downs, or transfer for requisition of material from the adopted list.

**Inventory:** Inventory is valued at lower of cost (first-in, first-out) or market. Inventory in the



**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013**

**NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**D. Assets, Liabilities and Net Position or Equity (Continued)**

General Fund consists of expendable supplies held for consumption. Inventory in the Special Revenue Funds consists of U.S.D.A. commodities and other purchased food and non-food supplies. The cost of purchased food is recorded as an expenditure at the time individual inventory items are consumed. The U.S.D.A. commodities are recorded at year-end by audit adjusting entries. Commodities consumed during the year are reported as revenues and expenditures; unused commodities are reported as inventories and deferred revenue. Non-commodity inventories are equally offset by a fund balance reserve, which indicates that they do not constitute "available spendable resources" even though they are a component of net current assets. No deferred revenue was recorded for unused commodity inventory as of June 30, 2013. Inventories in the Transportation Fund consisted of related supplies.

**Capital Assets:** Capital assets, which include property, plant, and equipment, are reported in the applicable governmental column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 per Section 12-6-10 NMSA 1978, and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Pursuant to the implementation of GASB Statement No. 34, the historical cost of infrastructure assets, (retroactive to 1979) are to be included as part of the governmental capital assets reported in the government wide statements. However, infrastructure assets have not been included in the June 30, 2013 financial statements of Los Lunas School District, since the District did not own any infrastructure assets as of June 30, 2013. Information technology equipment, including software, is being capitalized and included in furniture and equipment as the District did not maintain internally developed software. The District expenses the cost of library books when purchased. Donated capital assets are recorded at estimated fair value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. No interest was included as part of the cost of capital assets under construction during the year ended June 30, 2013.

Capital expenditures made on the District's building construction projects by the NM Public School Facilities Authority have been recorded as a revenue and expenditure in the fund financial statements, and have been included as capital assets in the District's government-wide financial statements.

STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013

**NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**D. Assets, Liabilities and Net Position or Equity (Continued)**

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

Buildings/building improvements	20-40 years
Furniture and equipment	3-7 years

**Deferred Revenues:** The District recognizes grant revenue at the time the related expense is made if the expenditure of funds is the prime factor for determining eligibility for reimbursement; therefore, amounts received and not expended in the Special Revenue Funds are shown as deferred revenues. Amounts receivable from the property taxes levied for the current year that are not considered to be “available” under the current financial resources measurement focus are reported as deferred revenues in the governmental fund financial statements.

**Compensated Absences:** Qualified employees are entitled to accumulate annual leave according to a graduated leave schedule of 12 days to 20 days per year, depending on length of service, the employee’s hire date and the employee’s employment status (administrator or classified). All earned vacation must be taken within one year after it is earned. Upon termination, employees will be paid for up to twenty days of accrued annual leave.

Qualified employees are entitled to accumulate sick leave according to a graduated leave schedule of 10 days to 14 days per year, depending on the employee’s annual contract length. There is no limit to the amount of sick leave an employee may accumulate. Employees with a minimum of twelve years of service with the Los Lunas School District are eligible for the following compensation upon official retirement from the District through the New Mexico Educational Retirement Board:

1. Eligible employees will receive 10% of the average daily rate stated in the final employment contract for all unused sick leave earned on June 30 of the year prior to the last year of service up to a maximum of 700 hours; and
2. Eligible employees will receive 100% of the average daily rate stated in the final employment contract for all unused sick leave earned in the final school year of employment up to a maximum of 49 hours.

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. In prior years, substantially all of the related expenditures have been liquidated by the general fund. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the district-wide statement of net position.

STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013

**NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**D. Assets, Liabilities and Net Position or Equity (Continued)**

**Long-term Obligations:** In the government-wide fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method.

For fund financial reporting, bond premiums and discounts, as well as issuance costs, are recognized in the period the bonds are issued. Bond proceeds are reported as another financing source net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

**Net Position or Fund Equity:** Governmental funds report fund balance classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The detail of which is presented in Note 19.

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

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

*Restricted Net Position:* Consists of assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulation of other governments; or (2) law through constitutional provisions or enabling legislation. Descriptions for the related restrictions for net position are restricted for "debt service or capital projects."

*Unrestricted Net Position:* All other net assets that do not meet the definition of "restricted" or "net investment in capital assets."

The Government-wide Statement of Net Position reports \$21,211,291 of restricted net position of which \$15,334,920 is restricted by enabling legislation.

The District's policy is to apply restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

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

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013**

**NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**D. Assets, Liabilities and Net Position or Equity (Continued)**

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

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

**E. Revenues**

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

A school district's program costs are determined through the use of various formulas using 'program units' which take into consideration 1) early childhood education; 2) basic education; 3) special education; 4) bilingual-multicultural education; 5) size, etc. Payment is made from the public school fund under the authority of the Director of Public School Finance. The District received \$54,717,711 in state equalization guarantee distributions during the year ended June 30, 2013.

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

The District records only the portion of the taxes considered to be 'measurable' and 'available'. The District recognized \$9,919,116 in tax revenues during the year ended June 30, 2013. Descriptions of the individual debt service and capital outlay funds contained in these financial statements include information regarding the authority for the collection and use of these taxes.

Property taxes attach an enforceable lien on property as of January 1. Tax notices are sent to property owners by November 1<sup>st</sup> of each year to be paid in whole or in two installments by November 10<sup>th</sup> and April 10<sup>th</sup> of each year. Valencia County collects County, City and School taxes and distributes them to each fund once per month except in June when the taxes are distributed twice to close out the fiscal year.

**Transportation Distribution:** School districts in the State of New Mexico receive student transportation distributions. The transportation distribution is allocated to each school district

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013**

**NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**E. Revenues (Continued)**

in accordance with formulas developed by the State Transportation Director and the Director of Public School Finance. The funds shall be used only for the purpose of making payments to each school district for the to-and-from school transportation costs of students in grades K through twelve attending public school within the school district. The District received \$2,047,648 in transportation distributions during the year ended June 30, 2013.

**Instructional Materials:** The New Mexico Public Education Department (PED) receives federal material leasing funds from which it makes annual allocations to the various school districts for the purchase of educational materials. Of each allocation, fifty percent is restricted to the requisition of materials listed in the State Board of Education "State Adopted Instructional Material" list, while the other fifty percent of each allocation is available for purchases directly from vendors. Allocations received from the State for the year ended June 30, 2013 totaled \$549,076.

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

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

1. A critical need exists requiring action;
2. The residents of the school districts have provided all available resources to the district to meet its capital outlay requirements;
3. The school district has used its resources in a prudent manner;
4. The District is in a county or counties which have participated in the reappraisal program and the reappraised values are on the tax rolls, or will be used for the tax year 1979 as certified by the property tax division; and
5. The school district has provided insurance for buildings of the school district in accordance with the provisions of Section 13-5-3 NMSA 1978.

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

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

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013**

**NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**E. Revenues (Continued)**

During the year ended June 30, 2013, the District received \$12,056,768 in capital outlay funds.

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

During the year ended June 30, 2013 the District received \$25,054 funds in state SB-9 matching.

**Federal Grants:** The District receives revenues from various Federal departments (both direct and indirect), which are legally restricted to expenditures for specific purposes. These programs are reported as Special Revenue Funds. Each program operated under its own budget, which has been approved by the Federal Department or the flow through agency (usually the New Mexico Department of Education). The various budgets are approved by the Local School Board and the New Mexico Public Education Department.

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

**NOTE 3. Stewardship, Compliance and Accountability**

*Budgetary Information*

Budgets for the General, Special Revenue, Capital Projects, and Debt Service Funds are prepared by management and are approved by the local Board of Education and the School Budget and Planning Unit of the Public Education Department. Auxiliary student activity accounts are not budgeted.

These budgets are prepared on the Non-GAAP cash basis, excluding encumbrances, and secure appropriation of funds for only one year. Carryover funds must be re-appropriated in the budget of the subsequent fiscal year.

Actual expenditures may not exceed the budget on a function basis, i.e., each budgeted function must be within budgeted amounts. Budgets may be amended in two ways. If a budget transfer is

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**NOTE 3. Stewardship, Compliance and Accountability (Continued)**

*Budgetary Information (Continued)*

necessary within a major category called a 'series,' this may be accomplished with only local Board of Education approval. If a transfer between 'series' or a budget increase is required, approval must also be obtained from Public School Finance Division.

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

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

1. In April or May, the local school board submits to the District Budget Planning Unit (DBPU) of the New Mexico Public Education Department a proposed operating budget for the ensuing fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them. All budgets submitted to the State of New Mexico Public Education Department (PED) by the District shall contain headings and details as described by law and have been approved by the Public Education Department.
2. In May or June of each year, the proposed "operating" budget will be reviewed and approved by the DBPU and certified and approved by the local school board at a public hearing of which notice has been published by the local school board which fixes the estimated budget for the school district for the ensuing fiscal year.
3. The school board meeting, while not intended for the general public, is open for the general public unless a closed meeting has been called.
4. The "operating" budget will be used by the District until they have been notified that the budget has been approved by the DBPU and the local school board. The budget shall be integrated formally into the accounting system. Encumbrances shall be used as an element of control and shall be integrated into the budget system. The District shall make corrections, revisions and amendments to the estimated budgets fixed by the local school board to recognize actual cash balances and carryover funds, if any. These adjustments shall be reviewed and approved by the DBPU.
5. The superintendent is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the school board and the State of New Mexico Public Education Department.
6. Budget change requests are processed in accordance with Supplement 1 (Budget Preparation and Maintenance) of the Manual of Procedures Public School Accounting and Budgeting. Such changes are initiated by the school district and

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**NOTE 3. Stewardship, Compliance and Accountability (Continued)**

*Budgetary Information (Continued)*

- approved by the SBPU.
7. Legal budget control for expenditures is by fund.
  8. Appropriations lapse at fiscal yearend. Funds unused during the fiscal year may be carried over into the next fiscal year by budgeting those in the subsequent fiscal year's budget. The budget of Los Lunas Schools has been amended during the current fiscal year in accordance with these procedures. The budget schedules included in the accompanying financial statements reflect the approved budget and amendments thereto.
  9. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, Debt Service Fund and Capital Projects Funds.
  10. Budgets for the General, Special Revenue, Capital Projects, and Debt Service Funds are adopted on a basis not consistent with generally accepted accounting principles (GAAP). Encumbrances are treated the same way for GAAP purposes and for budget purposes.

The Board of Education may approve amendments to the appropriated budget, which are required when a change is made affecting budgeted ending fund balance. New Mexico state law prohibits a Governmental Agency from exceeding an individual function.

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

**NOTE 4. Cash and Cash Equivalents**

State statutes authorize the investment of District funds in a wide variety of instruments including certificates of deposit and other similar obligations, state investment pool, money market accounts, and United States Government obligations. All invested funds of the District properly followed State investment requirements as of June 30, 2013.

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

The rate of interest in non-demand interest-bearing accounts shall be set by the State Board of



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**NOTE 4. Cash and Cash Equivalents (Continued)**

Finance, but in no case shall the rate of interest be less than one hundred percent of the asked price on United States treasury bills of the same maturity on the day of deposit.

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

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

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

**Deposits**

NM 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 a 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.

	US Bank	Wells Fargo Bank	Total
Total amounts of deposits	\$ 27,478,989	\$ 1,013,856	\$ 28,492,845
FDIC coverage	(500,000)	(250,000)	(750,000)
Total uninsured public funds	<u>\$ 26,978,989</u>	<u>\$ 763,856</u>	<u>\$ 27,742,845</u>
 Pledged collateral held by pledging bank's trust department or agent in agency's name	 <u>30,000,000</u>	 <u>816,765</u>	 <u>30,816,765</u>
 Collateral requirement (50% of uninsured public funds)	 \$ 13,489,495	 \$ 381,928	 \$ 13,871,423
Pledged security	<u>(30,000,000)</u>	<u>(816,765)</u>	<u>(30,816,765)</u>
Total under (over) collateralized	<u>\$ (16,510,505)</u>	<u>\$ (434,837)</u>	<u>\$ (16,945,342)</u>

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**NOTE 4. Cash and Cash Equivalents (Continued)**

*Custodial Credit Risk – Deposits.* Custodial credit risk is the risk that in the event of a bank failure, the government’s deposits may not be returned to it. The government does not have a deposit policy for custodial credit risk, other than following state statutes as put forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978). At June 30, 2013, none of the District’s bank balance of \$28,492,845 was exposed to custodial credit risk as the amount uninsured was collateralized and the collateral was held by the pledging bank’s trust department in the District’s name. None of the District’s bank balance was uninsured and uncollateralized. At June 30, 2012, the carrying amount of these deposits was \$23,217,310.

**Reconciliation of Cash and Cash Equivalents**

Governmental Funds - Balance Sheet	
Cash and cash equivalents per Exhibit A-1	\$ 23,217,310
Statement of Fiduciary Net Assets - cash per Exhibit D-1	<u>760,936</u>
	23,978,246
Add outstanding checks and other reconciling items	<u>4,516,162</u>
	28,494,408
Less petty cash	<u>(1,563)</u>
Bank balance of deposits	<u>\$ 28,492,845</u>

**NOTE 5. Receivables**

Receivables as of June 30, 2013, are as follows:

	<u>General</u>	<u>IDEA-B Entitlement</u>	<u>Debt Service</u>	<u>Other Governmental Funds</u>	<u>Total</u>
Property taxes	\$ 418,220	\$ -	\$ 1,322,450	\$ 801,125	\$ 2,541,795
Intergovernmental					
- Grants	-	611,944	-	2,018,492	2,630,436
Other	<u>-</u>	<u>-</u>	<u>-</u>	<u>90,459</u>	<u>90,459</u>
Totals	<u>\$ 418,220</u>	<u>\$ 611,944</u>	<u>\$ 1,322,450</u>	<u>\$ 2,910,076</u>	<u>\$ 5,262,690</u>

The above receivables are deemed 100% collectible. In accordance with GASB #33, property tax receivables are presented net of deferred revenues in the amount of \$2,259,710 on the governmental fund financial statements.

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**NOTE 6. Interfund Receivables, Payables, and Transfers**

“Interfund balances” have primarily been recorded when funds overdraw their share of pooled cash when the District is waiting for grant reimbursements. The composition of interfund balances as of June 30, 2013 is as follows:

<b>Governmental Activities:</b>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
<b>Major Funds:</b>		
General	\$ 2,788,932	\$ -
Transportation	375	-
IDEA-B Entitlement	-	644,846
Title I - IASA	-	978,506
<b>Nonmajor Funds:</b>		
IDEA-B Discretionary	-	4,500
IDEA-B Preschool	-	13,679
Education of Homeless	-	11,880
IDEA-B "Risk Pool"	-	7,465
Enhancing Ed Thru Tech (E2T2-F)	-	6,912
Comprehensive School Reform	-	21,931
ELL Title III Incentive Awards	-	5,597
English Language Acquisition	-	99,171
Teacher/Principal Training & Recruiting	-	54,398
Title I School Improvement	-	84,599
Immigrant Funding Title III	-	26,026
Carl D. Perkins Secondary - Current	-	45,306
IDEA-B Federal Preschool Stimulus	-	11
Indian Ed Formula Grant	-	19,401
GEAR UP NM State Initiatives	-	76,816
Smaller Learning Communities	-	97,405
2010 GO Bond Student Library Fund (SB1)	-	7,188
New Mexico Reads to Lead K-3	-	390,045
Robot Systems for Math Competitions	-	474
PreK Initiative	-	35,811
Breakfast for Elementary Students	-	3,554
Kindergarten Three Plus	-	121,590
Intervention for D&F Schools	-	29,999
GRADS - Instructional	-	2,197
<b>Total Government Activities</b>	<u>\$ 2,789,307</u>	<u>\$ 2,789,307</u>

**STATE OF NEW MEXICO  
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**NOTE 7. Capital Assets**

A summary of capital assets and changes occurring during the year ended June 30, 2013, including those changes pursuant to the implementation of GASB Statement No. 34, follows.

	Balance June 30, 2012	Restatement	Balance June 30, 2012 as Restated	Additions	Deletions & Adjustments	Balance June 30, 2013
<b>Capital Assets used in Governmental Activities</b>						
Assets not depreciated:						
Land	\$ 2,476,610	\$ -	\$ 2,476,610	\$ -	\$ -	\$ 2,476,610
Construction in Progress	2,423,028	-	2,423,028	20,685,944	-	23,108,972
Subtotal, assets not depreciated	4,899,638	-	4,899,638	20,685,944	-	25,585,582
Assets depreciated:						
Land improvements	9,214,400	-	9,214,400	299,157	(219)	9,513,338
Buildings & building improvements	153,513,811	-	153,513,811	664,665	(365,115)	153,813,361
Furniture, fixtures & equipment	4,815,520	-	4,815,520	219,150	(447,624)	4,587,046
Vehicles	7,390,115	-	7,390,115	59,906	(161,824)	7,288,197
Subtotal, assets depreciated	174,933,846	-	174,933,846	1,242,878	(974,782)	175,201,942
Less accumulated depreciation:						
Land improvements	(3,823,884)	-	(3,823,884)	(416,420)	-	(4,240,304)
Buildings and building improvements	(46,101,235)	618,515	(45,482,720)	(4,190,647)	170,414	(49,502,953)
Furniture, fixtures & equipment	(4,908,097)	459,277	(4,448,820)	(180,041)	442,366	(4,186,495)
Vehicles	(5,588,834)	-	(5,588,834)	(468,245)	159,858	(5,897,221)
Subtotal, accumulated depreciation	(60,422,050)	1,077,792	(59,344,258)	(5,255,353)	772,638	(63,826,973)
Net, assets being depreciated	114,511,796	1,077,792	115,589,588	(4,012,475)	(202,144)	111,374,969
Total net capital assets	\$ 119,411,434	\$ 1,077,792	\$ 120,489,226	\$ 16,673,469	\$ (202,144)	\$ 136,960,551

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**NOTE 7. Capital Assets (Continued)**

Depreciation expense for the year ended June 30, 2013 was charged to governmental activities as follows:

Instruction	\$	3,625,889
Support Services - Students		33,560
Support Services - Instruction		30,865
Support Services - General Admin		25,543
Support Services - School Admin		26,432
Operations & Management of Plant		283,441
Student Transportation		1,148,562
Food Services Operation		<u>81,061</u>
	\$	<u><u>5,255,353</u></u>

**NOTE 8. Long-term Debt**

During the year ended June 30, 2013, the following changes occurred in the liabilities reported in the government- wide statement of net position:

	Balance <u>June 30, 2012</u>	Additions	Deletions	Balance <u>June 30, 2013</u>	Due Within <u>One Year</u>
General Obligation Bonds	\$ 44,245,000	\$ 5,915,000	\$ (4,460,000)	\$ 45,700,000	\$ 5,580,000
Compensated Absences	<u>679,037</u>	<u>555,296</u>	<u>(550,381)</u>	<u>683,952</u>	<u>512,964</u>
Total	\$ <u><u>44,924,037</u></u>	\$ <u><u>6,470,296</u></u>	\$ <u><u>(5,010,381)</u></u>	\$ <u><u>46,383,952</u></u>	\$ <u><u>6,092,964</u></u>

Interest expense paid on long-term debt totaled \$1,353,524 on the Statement of Activities for the year ended June 30, 2013.

The District's general obligation bonds were issued for the purposes of creating, remodeling, making additions to and furnishing school buildings, and purchasing and improving school grounds and are payable solely from general property taxes that are levied against all taxable property in the District. The bonds are payable out of the Debt Service Fund (Fund 41000). Interest payments are due semi-annually on July 15 and January 15. Interest rates on the bonds range from 0.582% to 4.000%. Principal payments in varying amounts are due annually on August 1 or August 15 through 2026.

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**NOTE 8. Long-term Debt (Continued)**

The annual requirements to amortize the General Obligation Bonds as of June 30, 2013, including interest payments are as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total Debt Service
2014	\$ 5,580,000	\$ 1,204,975	\$ 6,784,975
2015	4,470,000	1,086,975	5,556,975
2016	4,050,000	978,150	5,028,150
2017	3,690,000	874,600	4,564,600
2018	4,195,000	763,850	4,958,850
2019-2023	19,135,000	1,931,949	21,066,949
2024-2026	4,580,000	119,500	4,699,500
Totals	<u>\$ 45,700,000</u>	<u>\$ 6,959,999</u>	<u>\$ 52,659,999</u>

In prior years, the general fund was typically used to liquidate long-term liabilities other than debt.

Compensated Absences – Administrative employees of the District are able to accrue a limited amount of vacation and other compensatory time during the year. During fiscal year June 30, 2013, compensated absences decreased \$4,915 over the prior year accrual. See Note 1 for more details.

Operating Leases – The District leases office equipment and storage units under short-term cancelable operating leases. Rental cost for the year ended June 30, 2013 was \$302,028.

**NOTE 9. Risk Management**

The District is a member of the New Mexico Public Schools Insurance Authority (NMPSIA). The Authority was created to provide comprehensive core insurance programs by expanding the pool of subscribers to maximize cost containment opportunities for required insurance coverage. The District pays an annual premium to the NMPSIA based on claim experience and the status of the pool. The Risk Management Program includes Workers Compensation, General and Automobile Liability, Automobile Physical Damage, and Property and Crime coverage. Also included under the risk management program are Boiler, Machinery and Student Accident Insurance.

The NMPSIA provides coverage for up to a maximum of \$500,000,000 for each property damage claim with a \$750 deductible to each building. General liability coverage is afforded to all employees, volunteers and school board members and the limit is subject to the NMSA Tort Claims Act on a per occurrence basis. The automobile and property liability limit is subject to the provisions of the Tort Claims Act. The crime limit is \$250,000 per occurrence for

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**NOTE 9. Risk Management (Continued)**

Faithful Performance. A limit of \$250,000 applies to Depositor’s Forgery, Credit Card Forgery and Money Orders. A limit of \$100,000 applies to Money and Security, which includes a \$750 deductible.

In case the NMPSIA’s assets are not sufficient to meet its liability claims, the agreement provides that subscribers, including the District, cannot be assessed additional premiums to cover the shortfall. As of June 30, 2013, there have been no claims that have exceeded insurance coverage.

**NOTE 10. 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. Deficit fund balance of individual funds. The following funds reported a deficit fund balance at June 30, 2013:

**Nonmajor Funds:**

Enhancing Ed Thru Tech (E2T2-f) (24133)	6,912
Comprehensive School Reform (24135)	21,931
ELL Title III Incentive Awards (24143)	5,597
English Language Acquisition (24153)	53,880
Title I School Improvement (24162)	30,445
IDEA-B Federal Preschool Stimulus (24209)	11
Robot Systems for Math Competitions (27115)	474
Kindergarten Three Plus (27166)	9,063
GRADS - Instructional (28190)	<u>2,197</u>
Total	<u>\$ 176,899</u>

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**NOTE 11. Pension Plan – Educational Retirement Board**

*Plan Description.* Substantially all of Los Lunas Schools' 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, New Mexico 87502. The report is also available on ERB's website at [www.nmerb.org](http://www.nmerb.org).

*Funding Policy.* Plan members earning \$20,000 or less are required by statute to contribute 7.9% of their gross salary. Plan members earning over \$20,000 annually were required to contribute 9.4% of their gross salary in Fiscal year 2013. The Los Lunas Schools has been and is required to contribute 12.4% of the gross covered salary for employees earning \$20,000 or less. In fiscal year 2013 the Los Lunas Schools contributed 10.9% of the gross covered salary of employees earning more than \$20,000 annually. The contribution requirements of plan members and Los Lunas Schools are established in State statute under Chapter 22, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. The District's contributions to ERB for the fiscal years ending June 30, 2013, 2012 and 2011 were \$4,168,499, \$3,830,679, and \$4,619,247, respectively, which equal the amount of the required contributions for each fiscal year.

**NOTE 12. Post-Employment Benefits – State Retiree Health Care Plan**

*Plan Description.* Los Lunas Schools 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.



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**NOTE 12. Post-Employment Benefits – State Retiree Health Care Plan (Continued)**

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

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

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, 2013, the statute required each participating employer to contribute 2.000% of each participating employee's annual salary; each participating employee was required to contribute 1.000% of their salary.

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.

Los Lunas School's contributions to the RHCA for the years ended June 30, 2013, 2012 and 2011 were \$769,511, \$736,256 and \$679,808, respectively, which equal the required contributions for each year.

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**NOTE 13. Contingent Liabilities**

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

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

**NOTE 14. Budgeted Activity Funds**

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

**NOTE 15. Joint Powers Agreements**

The New Mexico Public School Capital Outlay Council (PSCOC) through its Public School Facilities Authority (PSFA) and Los Lunas Schools are in agreement to cooperate to complete the public school capital outlay projects and to correct existing health and safety deficiencies that have been identified, verified, prioritized. The responsible party is the PSCOC. This agreement was extended as of October 2010 and will continue indefinitely.

**NOTE 16. Commitments**

Los Lunas Schools contracts with outside vendors for construction and renovation of various facilities. At June 30, 2013, contracts outstanding for capital projects totaled \$1,939,760.

**NOTE 17. Related Party Transactions**

During the year ended June 30, 2013, Los Lunas Schools contracted services from related parties. Expenditures related to the vendors totaled \$56,356.

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**NOTE 18. Recent Accounting Pronouncements**

In November 2010, the Governmental Accounting Standards Board (GASB) issued Statement No. 61, *The Financial Reporting Entity: Omnibus*. This statement, which is effective for financial statements for periods beginning after June 15, 2012, provides, among other things, additional guidance to primary governments that are business-type activities reporting financial information in a single column. New guidance, which includes reporting a blended component unit, allows users to better distinguish between the primary government and its component unit by requiring condensed combining information in the notes to the financial statements. The District adopted GASB Statement No. 61 during fiscal year 2013, with no effect to the District's financial statements.

In December 2010, the GASB issued Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. This statement, which is effective for financial statements for periods beginning after December 15, 2011, supersedes GASB Statement No. 20. The District adopted GASB Statement No. 62 during fiscal year 2013, and its provisions were applied retroactively for all periods presented. Adoption of GASB Statement No. 62 did not materially affect the District's financial statements.

In June 2012, the GASB issued Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, which establishes standards for reporting deferred outflows and deferred inflows of resources and net position. The statement requires reporting of deferred outflows of resources (consumption of net position applicable to future periods) and deferred inflows of resources (acquisition of net position applicable to future periods) in separate sections of the balance sheet following assets and liabilities. The difference between assets plus deferred outflows of resources less liabilities plus deferred inflows of resources equals net position and net position should be displayed in three components as: net investment in capital assets, restricted, and unrestricted. GASB Statement No. 63 is effective for financial statement periods beginning after December 15, 2011. The District adopted the provisions of the statement in fiscal year 2013. The adoption of GASB Statement No. 63 did not materially affect the District's financial statements. At June 30, 2013, the District had no items meeting the criteria of "deferred outflows" or "deferred inflows".

In March 2011, the GASB issued Statement No. 65, *Items Previously Reported as Assets and Liabilities*. GASB Statement No. 65, which is effective for financial statements for periods beginning after December 15, 2012, amends or supersedes accounting and financial reporting guidance for certain items previously reported as assets or liabilities. The District will adopt GASB Statement No. 65 in fiscal year 2014 by retroactively restating financial statements for all periods presented.

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June 30, 2013**

**NOTE 19. Governmental Fund Balance**

**Fund Balance:** In the fund financial statements, governmental funds are reported in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Some governments may not have policies or procedures that are comparable to those policies that underlie the classifications and therefore would not report amounts in all possible fund balance classifications.

In the governmental financial statements, fund balance is classified and is displayed in five components:

*Nonspendable:* Consists of amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

*Restricted:* Consists of amounts that are restricted to specific purposes as a result of a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

*Committed:* Consist of amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority. Those committed amounts cannot be used for any other purpose unless the government removes or changes the specified use by taking the same type of action (for example, legislation, resolution, ordinance) it employed to previously commit those amounts.

*Assigned:* Consist of amounts that are constrained by the government's *intent* to be used for specific purposes, but are neither restricted nor committed. Intent should be expressed by (a) the governing body itself or (b) a body (a budget or finance committee, for example) or official to which the governing body has delegated the authority to assign amounts to be used for specific purposes.

*Unassigned:* Represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund.

Detail relating to the fund balance classifications is displayed below:

STATE OF NEW MEXICO  
 LOS LUNAS SCHOOLS  
 NOTES TO THE FINANCIAL STATEMENTS  
 June 30, 2013

NOTE 19. Governmental Fund Balance (Continued)

	Operational Fund	Transportation Fund	Instructional Materials Fund	Title I IASA Fund	IDEA-B Entitlement Fund
<b>Fund Balances:</b>					
<b>Nonspendable:</b>					
Inventory	\$ -	\$ 32,136	\$ -	\$ -	\$ -
Prepaid expenditures	-	-	5,000	10,055	20,000
<b>Restricted for:</b>					
Student transportation	-	754	-	-	-
Student instruction	-	-	338,902	-	-
Capital projects	-	-	-	-	-
Debt service	-	-	-	-	-
Food Service	-	-	-	-	-
Student support	-	-	-	-	-
<b>Committed to:</b>					
<b>Assigned to:</b>					
Subsequent year's expenditures	796,038	-	-	-	-
<b>Unassigned:</b>	<u>2,869,668</u>	<u>-</u>	<u>-</u>	<u>(3,538)</u>	<u>(66,389)</u>
Total fund balances	<u>\$ 3,665,706</u>	<u>\$ 32,890</u>	<u>\$ 343,902</u>	<u>\$ 6,517</u>	<u>\$ (46,389)</u>

	Bond Building Fund	Debt Service Fund	Other Fund	Total
<b>Fund Balances:</b>				
<b>Nonspendable:</b>				
Inventory	\$ -	\$ -	\$ 199,843	\$ 231,979
Prepaid expenditures	-	-	46,091	81,146
<b>Restricted for:</b>				
Student transportation	-	-	-	754
Student instruction	-	-	25,373	364,275
Capital projects	1,626,190	-	1,832,555	3,458,745
Debt service	-	347,483	-	347,483
Food Service	-	-	184,299	184,299
Student support	-	-	553,575	553,575
<b>Committed to:</b>				
<b>Assigned to:</b>				
Subsequent year's expenditures	6,780,928	5,528,888	3,602,370	16,708,224
<b>Unassigned:</b>	<u>-</u>	<u>-</u>	<u>146,776</u>	<u>2,946,517</u>
Total fund balances	<u>\$ 8,407,118</u>	<u>\$ 5,876,371</u>	<u>\$ 6,590,882</u>	<u>\$ 24,876,997</u>

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013**

**NOTE 20. Restatement**

Accumulated depreciation tied to buildings and building improvements has been restated in which the June 30, 2012 beginning balance has been reduced by \$618,515. Furniture, fixtures and equipment has also been restated in which the June 30, 2012 beginning balance has been reduced by \$459,277. In the prior year accumulated depreciation was overstated by \$1,077,792 and net position understated by \$1,077,792 as a result of continued addition of depreciation expense on assets that had been deleted by the District in prior years.

**SUPPLEMENTARY INFORMATION**

**NONMAJOR GOVERNMENTAL FUNDS**



STATE OF NEW MEXICO  
 LOS LUNAS SCHOOLS  
 COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS  
 June 30, 2013

Statement A-1

	SPECIAL REVENUE	CAPITAL PROJECTS	TOTAL
<b>ASSETS</b>			
<i>Current Assets</i>			
Cash and cash equivalents	\$ 1,993,230	\$ 4,325,741	\$ 6,318,971
Accounts receivable			
Taxes	-	801,125	801,125
Due from other governments	1,043,524	-	1,043,524
Interfund receivables	-	-	-
Other	-	90,459	90,459
Prepaid expenditures	11,091	35,000	46,091
Inventory	199,843	-	199,843
<i>Total assets</i>	<u>\$ 3,247,688</u>	<u>\$ 5,252,325</u>	<u>\$ 8,500,013</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<i>Current Liabilities</i>			
Accounts payable	\$ 42,548	\$ 3,299	\$ 45,847
Accrued payroll liabilities	-	-	-
Interfund payables	1,165,955	-	1,165,955
Deferred revenue - property taxes	-	697,329	697,329
Deferred revenue - other	-	-	-
<i>Total liabilities</i>	<u>1,208,503</u>	<u>700,628</u>	<u>1,909,131</u>
<i>Fund balances</i>			
Fund Balance			
Nonspendable	210,934	35,000	245,934
Restricted	763,247	1,832,555	2,595,802
Committed	-	-	-
Assigned	918,228	2,684,142	3,602,370
Unassigned	146,776	-	146,776
<i>Total fund balance</i>	<u>2,039,185</u>	<u>4,551,697</u>	<u>6,590,882</u>
<i>Total liabilities and fund balance</i>	<u>\$ 3,247,688</u>	<u>\$ 5,252,325</u>	<u>\$ 8,500,013</u>

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS  
For the Year Ended June 30, 2013**

Statement A-2

	SPECIAL REVENUE	CAPITAL PROJECTS	TOTAL
<i>Revenues</i>			
Property taxes	\$ -	\$ 3,658,932	\$ 3,658,932
State grants	1,037,915	141,630	1,179,545
Federal grants	5,050,246	-	5,050,246
Charges for service	793,902	-	793,902
Miscellaneous	11,767	4,258	16,025
Interest	-	1,028	1,028
	<u>6,893,830</u>	<u>3,805,848</u>	<u>10,699,678</u>
<i>Expenditures</i>			
<i>Current</i>			
Instruction	2,185,337	-	2,185,337
Support Services			
Students	844,527	-	844,527
Instruction	148,876	-	148,876
General Administration	72,740	36,631	109,371
School Administration	329,480	-	329,480
Central Services	-	-	-
Operation & Maintenance of Plant	-	-	-
Student Transportation	-	-	-
Other Support Services	-	-	-
Food Services Operations	3,841,513	-	3,841,513
Community Service	-	-	-
Capital outlay	-	3,691,595	3,691,595
Debt service			
Principal	-	-	-
Interest	-	-	-
	<u>7,422,473</u>	<u>3,728,226</u>	<u>11,150,699</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(528,643)</u>	<u>77,622</u>	<u>(451,021)</u>
<i>Other financing sources (uses)</i>			
Operating transfers	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>(528,643)</u>	<u>77,622</u>	<u>(451,021)</u>
<i>Fund balances, beginning of year</i>	<u>2,567,828</u>	<u>4,474,075</u>	<u>7,041,903</u>
<i>Fund balances, end of year</i>	<u>\$ 2,039,185</u>	<u>\$ 4,551,697</u>	<u>\$ 6,590,882</u>

See Notes to Financial Statements.

**SPECIAL REVENUE FUNDS**

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013**

**SPECIAL REVENUE FUNDS**

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

**Food Service (21000)** – This fund is used to account for the cost of operating a student breakfast, lunch, snack bar and summer lunch program and is financed with federal grants and fees paid by program users

**Athletics (22000)** – This fund is used to account for fees generated at athletic activities throughout the School District. The gate receipts are obtained from the general public and are expended in this fund. The authority for creation of this fund is 6.20.2 NMAC.

**Non-Instruction Ed. Support (23000)** – To account for budgeted revenues and expenditures which relate to student activities other than athletics.

**IDEA-B Discretionary (24107), IDEA-B “Risk Pool” (24120) and IDEA-B Federal Stimulus (24206)** – To account for a program funded by a Federal grant to assist the District in providing free appropriate public education to all handicapped children. Program funding authorized by Individuals with Disabilities Education Act, Part B, Section 611-620, as amended, Public Laws 91-230, 93-380, 94-142, 98-199, 99-457, 100,639, and 101-476, 20 U.S.C. 1411-1420.

**IDEA-B Preschool (24109) and IDEA-B Preschool Federal Stimulus (24209)** – The objective of the Assistance to States for the Education of Handicapped Children Program is to assist in providing free, appropriate public education to all handicapped children from ages three to five. Federal revenues accounted for in this fund are allocated to the District through the New Mexico Department of Children, Youth and Families. Authority for creation of this fund is Public Law 105-17.

**Education of Homeless (24113)** – To ensure that homeless children and youth have equal access to the same free, appropriate public education as other children; to provide activities for and services to ensure that these children enroll in, attend, and achieve success in school; to establish or designate an office in each State educational agency (SEA) for the coordination of education for homeless children and youth; to develop and implement programs for school personnel to heighten awareness of specific problems of homeless children and youth; and to provide grants to local educational agencies (LEAs). Program funding is authorized by authorized by McKinney-Vento Homeless Assistance Act, Title VII, Subtitle B.

**Fresh Fruits & Vegetables USDA (24118)** – To assist States, through cash grants, in providing free fresh fruits and vegetables to school children in designated participating schools beginning in school year 2004/2005. Program funding is authorized by National School Lunch Act, as amended, 42 U.S.C. 1769.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013**

**SPECIAL REVENUE FUNDS (CONTINUED)**

**21<sup>ST</sup> Century Community Living Centers (24119)** – To account for federal funds utilized to expand an after school, weekend and summer program. The program is designed to integrate the visual and performing arts with literacy, life skills and physical activity for kindergarten to 12<sup>th</sup> grade focusing on the neighborhood and the community as a classroom. This program is authorized under Title IV, Part B of the Elementary and Secondary Education Act of 1965 (ESEA), as amended.

**Enhancing Ed Through Technology-Formula (24133) and Federal Stimulus (24249)** – Funds used to Enhance Education through Technology meant to purchase Professional Development for teachers, to purchase technology equipment for school sites. Program funding is authorized by P.L. 103-382.

**Comprehensive School Reform (24135)** – To account for the provision of financial incentives for schools in need of substantially improving student achievement to implement comprehensive school reform programs based on reliable research and effective practices. Program funding is authorized by P.L. 103-382.

**ELL Title III – Incentive awards (24143)** –This program insures that English language learners including immigrant children and youth develop English proficiency and meet the same academic content and achievement standards that all students are expected to meet. This program is authorized by Title III, Part A of the ESEA, as amended.

**English Language Acquisition (24153)** – To provide funds to improve the educational performance of limited English proficient students by assisting the children to learn English and meet State academic content standards. This program is authorized by Title III, Part A of the ESEA, as amended.

**Teacher / Principal Training & Recruiting (24154)** – To improve the skills of teachers and the quality of instruction in mathematics and science, and also to increase the accessibility of such instruction to all students. This program is authorized by Title II, Part A, subparts 1-3 of the ESEA as amended.

**Safe & Drug Free Schools & Community (24157)** – To establish a local program of alcohol and drug abuse education and prevention coordinated with related community efforts and resources. This program is authorized by Title IV, Part A, Subpart 1 of the Elementary and Secondary Education Act of 1965, as amended.

**Title I School Improvement (24162)** – To account for Title I Program Improvement funding designated to assist with the implementation of approved school improvement corrective action plans. This funding was authorized by the Elementary and Secondary Education Act (ESEA), as amended, Executive Order Section 1003(g), 115 Stat. 1442, 20 U.S.C 6303(g).

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013**

**SPECIAL REVENUE FUNDS (CONTINUED)**

**Immigrant Funding Title III (24163)** – To account for funding for English Language Learners and, specifically, for those who are recent immigrants to the United States. This program is authorized by Title III, Part A of the ESEA, as amended.

**Carl D. Perkins Secondary - Current (24174) and Prior Year Unliquidated Obligations (24175)** - The objective of this grant is to provide secondary educational institutions the opportunity to develop, implement, and operate programs using different models of curricula that integrate vocational and academic learning. Funds are acquired from federal sources through the New Mexico Department of Education. This program is authorized by the Carl D. Perkins Career and Technical Education Act of 2006.

**Carl D. Perkins Redistribution (24176)** - Funds for Project Lead the way Engineering these were funds that were left over by other districts for the normal 24174 PLTW funds they unused and then were redistributed to be used in a short period of time to be used for Professional development for PLTW teachers, materials to encourage getting students interested in Engineering, etc. This program is authorized by the Carl D. Perkins Career and Technical Education Act of 2006.

**Impact Aid - Special Education (25145) and Indian Education (25147)** – To account for funding of a Federal program to provide financial assistance to local educational agencies (LEA's) where enrollments or availability of revenue are adversely affected by Federal activities, i.e. where the tax base of a district is reduced through the Federal acquisition of real property (Section 2), or where there are a significant number of children who reside on Federal (including Indian) lands and/or children whose parents are employed on Federal property or in the Uniformed Services (Section 3(a) and 3(b)): where there is a significant decrease (Section 3(c)) or a sudden and substantial increase (Section 4) in school enrollment as the result of Federal activities; to provide disaster assistance for reduced or increased operating costs (Section 7(a)), for replacing or repairing damaged or destroyed supplies, equipment, and books, and for repairing minor damage to facilities. Funding authorized by Public Law 81-874.

**Title XIX MEDICAID 3/21 Years (25153)** – To account for a program providing school-based screening, diagnostic services and other related health services and administrative activities in conformance with the approved Medicaid State Plan in order to improve health and developmental outcomes for children. Program funding is authorized by Social Security Act, Title XIX, as amended.

**Child Care Block Grant CYFD (25157)** – To account for funds received for the transition assistance program funding through the Children, Youth and Families Department and the State of New Mexico. Program funding is authorized by Child Care and Development Block Grant Act of 1990, as amended.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013**

**SPECIAL REVENUE FUNDS (CONTINUED)**

**Indian Education Formula Grant (25184)** – To account for a program funded by a Federal grant to develop and carry out supplementary elementary and secondary school programs designed to meet the special educational and culturally related academic needs of Indian children, for example to: 1) Improve academic performance, 2) Reduce school dropout rates and improve attendance, and 3) Integrate the value of cultural education into the school curriculum for Indian children. Funding authorized by Indian Education Act of 1988, Title V, Part C, Subpart 1, as amended, Public Law 100-297 and 93-638, 25 U.S.C. 2601-2606.

**Gear Up USDE (25211)** –To encourage eligible entities to provide or maintain a guarantee to eligible low-income students who obtain a secondary diploma, of the financial assistance necessary to permit the student to attend an institution of higher education; and provide additional support services to students who are at risk of dropping out of school. Higher Education act, Title IV, Part A, Subpart 2, Chapter 2, Public Law 105-244.

**Smaller Learning Communities (25217)** - To conduct nationally significant programs to improve the quality of education, assist all students to meet challenging State content standards, and contribute to the achievement of the National Education Goals. Elementary and Secondary Education Act of 1965; Title X, Part A, as amended, 20 U.S.C. 8001-8007.

**Federal Equalization Stabilization Federal Stimulus (25250)** – Education stabilization funds are used to restore state funding to public schools and higher education institutions for FY09, FY10 and FY11 for the purpose of stimulating the economy as authorized by Title XIV of the American Recovery and Reinvestment Act (ARRA).

**Education Jobs Fund Federal Stimulus (25255)** – A federal program that provided assistance to states to save or create education jobs for the 2010-2011 school year. Funding for this program was authorized by Sections 14001 through 14013, and Title XV of Division A of the American Recovery and Reinvestment Act of 2009 (ARRA).

**Dual Credit Instructional Materials (27103)** – To purchase college textbooks for students who dual enroll in college credited courses while still attending high school. Program is authorized by state statute.

**2008 GO Bond Library Fund (27105)** – Funds used to purchase library books and library supplies for all school sites. Program is authorized by state statute.

**2010 G.O. Bond Student Library Fund (SB1) (27106)** – Funds used to purchase library books and library supplies for all school sites. Program is authorized by state statute.

**Incentives for School Improvement Act (27138)** – To account for monies received from the Award for High Improving Schools provided by the State of New Mexico for the purpose of identifying special needs at awarded locations and to purchase items to improve those schools. Program is

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013**

**SPECIAL REVENUE FUNDS (CONTINUED)**

authorized by state statute.

**State School Improvement (27143)** – Funds allocated to school sites that are not making AYP for several years and used to purchase materials or salaries to help correct problems in the school site. Program is authorized by state statute.

**Pre K Initiative (27149)** – To account for monies received from the State of New Mexico to be used to provide direct services to 20 4 year old children in Pre-Kindergarten programs at Mariposa Elem., and Tome Elem. Program is authorized by state statute.

**Indian Education Act (27150)** – To account for funds to help support the educational reform initiatives outlined in the schools' Educational Plan for Student Success (EPSS). The grant expenditures must support how the identified EPSS focus areas/ activities/ strategies will be deployed for addressing the needs of American Indian students to ensure improved academic performance and closing of the achievement gap.

**Breakfast for Elementary Students (27155)** – The 2005 Legislative General Appropriations Act allocated \$475,000 to implement Breakfast in the Classroom for elementary schools in need of improvement based on 2004-2005 AYP designation.

**Legislative Appropriations of 2007 (27165)** –To provide funds for college readiness and high school redesign initiative. Program is authorized by state statute.

**Kindergarten - Three Plus (27166)** –the funding is part of a pilot project for Kindergarten through third grade students at both Ann Parish Elementary and Desert View Elementary. Funds used for teachers, educational assistants, nurses, an academic coach, and PE coach at both schools.

**Library Book Fund (27549)** – Funds for the purpose of purchasing library books for all school sites. Program is authorized by state statute.

**Office of Cultural Affairs (28177)** – to account for monies received from the State of New Mexico to be used for preserving and promoting New Mexico's culture. Program is authorized by state statute.

**GEAR UP CHE (28178)** – (Gaining Early Awareness and Readiness for Undergraduate Programs.) The purpose of this grant is to increase the number of low-income students who upon graduation from high school have the skills and knowledge to succeed in college. Program is authorized by state statute.

**GRADS Child Care (28189)** – To provide grants to States, Territories, or Tribes to assist needy families with children so that children can be cared for in their own homes; to reduce dependency by promoting job preparation, work, and marriage; to reduce and prevent out-of-



**STATE OF NEW MEXICO  
LOS LUNAS SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013**

**SPECIAL REVENUE FUNDS (CONTINUED)**

wedlock pregnancies; and to encourage the formation and maintenance of two-parent families. Social Security Act, Title IV, Part A, as amended; Personal Responsibility and Work Opportunity Reconciliation Act of 1996, Public Law 104-193.

**GRADS-Instructional (28190)** - To account for an agreement to provide child care services in conjunction with the Graduation, Reality and Dual Role Skills Program. Funding is provided by State of New Mexico Children Youth and Families Department. Program is authorized by state statute.

STATE OF NEW MEXICO  
 LOS LUNAS SCHOOLS  
 COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS  
 June 30, 2013

	Food Service 21000	Athletics 22000	Non-Instructional Support 23000
	<u>          </u>	<u>          </u>	<u>          </u>
<b>ASSETS</b>			
<i>Current Assets</i>			
Cash and cash equivalents	\$ 496,161	\$ 44,212	\$ 104,101
Accounts receivable			
Taxes	-	-	-
Due from other governments	-	-	-
Interfund receivables	-	-	-
Other	-	-	-
Prepaid expenditures	-	-	-
Inventory	199,843	-	-
	<u>          </u>	<u>          </u>	<u>          </u>
<i>Total assets</i>	<u>\$ 696,004</u>	<u>\$ 44,212</u>	<u>\$ 104,101</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<i>Current Liabilities</i>			
Accounts payable	\$ 33,485	\$ -	\$ -
Accrued payroll liabilities	-	-	-
Interfund payables	-	-	-
Deferred revenue - property taxes	-	-	-
Deferred revenue - other	-	-	-
	<u>          </u>	<u>          </u>	<u>          </u>
<i>Total liabilities</i>	<u>33,485</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>			
Fund Balance			
Nonspendable	199,843	-	-
Restricted	184,299	14,029	-
Committed	-	-	-
Assigned	-	30,183	104,101
Unassigned	278,377	-	-
	<u>          </u>	<u>          </u>	<u>          </u>
<i>Total fund balance</i>	<u>662,519</u>	<u>44,212</u>	<u>104,101</u>
<i>Total liabilities and fund balance</i>	<u>\$ 696,004</u>	<u>\$ 44,212</u>	<u>\$ 104,101</u>

See Notes to Financial Statements.

IDEA-B Discretionary 24107	IDEA-B Preschool 24109	Education of Homeless 24113	Fresh Fruits & Vegetables 24118	21st Century Community Learning Centers 24119
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
4,500	13,679	11,880	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>4,500</u>	<u>13,679</u>	<u>11,880</u>	<u>-</u>	<u>-</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
4,500	13,679	11,880	-	-
-	-	-	-	-
-	-	-	-	-
<u>4,500</u>	<u>13,679</u>	<u>11,880</u>	<u>-</u>	<u>-</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>4,500</u>	<u>13,679</u>	<u>11,880</u>	<u>-</u>	<u>-</u>

STATE OF NEW MEXICO  
 LOS LUNAS SCHOOLS  
 COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS  
 June 30, 2013

	IDEA-B "Risk Pool" 24120	Enhancing Ed Thru Tech (E2T2-f) 24133	Comprehensive School Reform 24135
<b>ASSETS</b>			
<i>Current Assets</i>			
Cash and cash equivalents	\$ -	\$ -	\$ -
Accounts receivable			
Taxes	-	-	-
Due from other governments	7,465	-	-
Interfund receivables	-	-	-
Other	-	-	-
Prepaid expenditures	-	-	-
Inventory	-	-	-
<i>Total assets</i>	<u>\$ 7,465</u>	<u>\$ -</u>	<u>\$ -</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<i>Current Liabilities</i>			
Accounts payable	\$ -	\$ -	\$ -
Accrued payroll liabilities	-	-	-
Interfund payables	7,465	6,912	21,931
Deferred revenue - property taxes	-	-	-
Deferred revenue - other	-	-	-
<i>Total liabilities</i>	<u>7,465</u>	<u>6,912</u>	<u>21,931</u>
<i>Fund balances</i>			
Fund Balance			
Nonspendable	-	-	-
Restricted	-	-	-
Committed	-	-	-
Assigned	-	-	-
Unassigned	-	(6,912)	(21,931)
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>(6,912)</u>	<u>(21,931)</u>
<i>Total liabilities and fund balance</i>	<u>\$ 7,465</u>	<u>\$ -</u>	<u>\$ -</u>

See Notes to Financial Statements.

ELL Title III Incentive Awards 24143	English Language Acquisition 24153	Teacher/Principal Training & Recruiting 24154	Safe & Drug Free Schools & Community 24157	Title I School Improvement 24162	Immigrant Funding Title III 24163
\$ -	\$ -	\$ -	\$ 206	\$ -	\$ -
-	-	-	-	-	-
-	45,291	54,505	-	54,154	26,026
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ 45,291</u>	<u>\$ 54,505</u>	<u>\$ 206</u>	<u>\$ 54,154</u>	<u>\$ 26,026</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
5,597	99,171	54,398	-	84,599	26,026
-	-	-	-	-	-
-	-	-	-	-	-
<u>5,597</u>	<u>99,171</u>	<u>54,398</u>	<u>-</u>	<u>84,599</u>	<u>26,026</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	107	206	-	-
<u>(5,597)</u>	<u>(53,880)</u>	<u>-</u>	<u>-</u>	<u>(30,445)</u>	<u>-</u>
<u>(5,597)</u>	<u>(53,880)</u>	<u>107</u>	<u>206</u>	<u>(30,445)</u>	<u>-</u>
<u>\$ -</u>	<u>\$ 45,291</u>	<u>\$ 54,505</u>	<u>\$ 206</u>	<u>\$ 54,154</u>	<u>\$ 26,026</u>

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS  
June 30, 2013**

	Carl D Perkins Secondary Current <u>24174</u>	Carl D Perkins Secondary PY Unliq. Oblig. <u>24175</u>	Carl D Perkins Secondary Redistribution <u>24176</u>
<b>ASSETS</b>			
<i>Current Assets</i>			
Cash and cash equivalents	\$ -	\$ -	\$ -
Accounts receivable			
Taxes	-	-	-
Due from other governments	45,306	-	-
Interfund receivables	-	-	-
Other	-	-	-
Prepaid expenditures	-	-	-
Inventory	-	-	-
	<u>45,306</u>	<u>-</u>	<u>-</u>
<i>Total assets</i>	<u>\$ 45,306</u>	<u>\$ -</u>	<u>\$ -</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<i>Current Liabilities</i>			
Accounts payable	\$ -	\$ -	\$ -
Accrued payroll liabilities	-	-	-
Interfund payables	45,306	-	-
Deferred revenue - property taxes	-	-	-
Deferred revenue - other	-	-	-
	<u>45,306</u>	<u>-</u>	<u>-</u>
<i>Total liabilities</i>	<u>45,306</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>			
Fund Balance			
Nonspendable	-	-	-
Restricted	-	-	-
Committed	-	-	-
Assigned	-	-	-
Unassigned	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 45,306</u>	<u>\$ -</u>	<u>\$ -</u>

See Notes to Financial Statements.

Title I IASA Federal Stimulus 24201	Entitlement IDEA-B Federal Stimulus 24206	IDEA-B Federal Preschool Stimulus 24209	Enhancing Educ Through Tech Federal Stimulus 24249	Impact Aid Special Education 25145	Impact Aid Indian Education 25147
\$ -	\$ -	\$ -	\$ -	99,849	\$ 43,645
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	10,000
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>99,849</u>	<u>\$ 53,645</u>
\$ -	\$ -	\$ -	\$ -	\$ -	-
-	-	-	-	-	-
-	-	11	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>11</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	10,000
-	-	-	-	8,380	-
-	-	-	-	-	-
-	-	-	-	91,469	43,645
<u>-</u>	<u>-</u>	<u>(11)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>(11)</u>	<u>-</u>	<u>99,849</u>	<u>53,645</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>99,849</u>	<u>\$ 53,645</u>

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS  
June 30, 2013**

	Title XIX Medicaid 3/21 Years 25153	Child Care Block Grant CYFD 25157	Indian Ed Formula Grant 25184
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>ASSETS</b>			
<i>Current Assets</i>			
Cash and cash equivalents	\$ 1,176,137	\$ 19,557	\$ -
Accounts receivable			
Taxes	-	-	-
Due from other governments	-	-	19,401
Interfund receivables	-	-	-
Other	-	-	-
Prepaid expenditures	-	-	-
Inventory	-	-	-
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<i>Total assets</i>	<u>\$ 1,176,137</u>	<u>\$ 19,557</u>	<u>\$ 19,401</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<i>Current Liabilities</i>			
Accounts payable	\$ -	\$ -	\$ -
Accrued payroll liabilities	-	-	-
Interfund payables	-	-	19,401
Deferred revenue - property taxes	-	-	-
Deferred revenue - other	-	-	-
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>19,401</u>
<i>Fund balances</i>			
Fund Balance			
Nonspendable	-	-	-
Restricted	534,018	19,557	-
Committed	-	-	-
Assigned	642,119	-	-
Unassigned	-	-	-
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<i>Total fund balance</i>	<u>1,176,137</u>	<u>19,557</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 1,176,137</u>	<u>\$ 19,557</u>	<u>\$ 19,401</u>

See Notes to Financial Statements.



GEAR UP NM Sate Initiatives 25205	GEAR UP USDE 25211	Smaller Learning Communities 25217	State Equalization Guarantee Stimulus 25250	Education Jobs Fund Federal Stimulus 25255	Dual Credit Instructional Materials 27103
\$ -	\$ 6,398	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
75,725	-	97,405	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,091	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 76,816</u>	<u>\$ 6,398</u>	<u>\$ 97,405</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
76,816	-	97,405	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>76,816</u>	<u>-</u>	<u>97,405</u>	<u>-</u>	<u>-</u>	<u>-</u>
1,091	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	6,398	-	-	-	-
<u>(1,091)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>6,398</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 76,816</u>	<u>\$ 6,398</u>	<u>\$ 97,405</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS  
June 30, 2013**

	Library GO bonds 2009-2010 27105	2010 G.O. Bond Student Library Fund (SB1) 27106	New Mexico Reads to Lead K-3 27114
<b>ASSETS</b>			
<i>Current Assets</i>			
Cash and cash equivalents	\$ -	\$ -	\$ -
Accounts receivable			
Taxes	-	-	-
Due from other governments	-	7,188	390,045
Interfund receivables	-	-	-
Other	-	-	-
Prepaid expenditures	-	-	-
Inventory	-	-	-
<i>Total assets</i>	<u>\$ -</u>	<u>\$ 7,188</u>	<u>\$ 390,045</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<i>Current Liabilities</i>			
Accounts payable	\$ -	\$ -	\$ -
Accrued payroll liabilities	-	-	-
Interfund payables	-	7,188	390,045
Deferred revenue - property taxes	-	-	-
Deferred revenue - other	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>7,188</u>	<u>390,045</u>
<i>Fund balances</i>			
Fund Balance			
Nonspendable	-	-	-
Restricted	-	-	-
Committed	-	-	-
Assigned	-	-	-
Unassigned	-	-	-
<i>Total fund balance (deficit)</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ -</u>	<u>\$ 7,188</u>	<u>\$ 390,045</u>

See Notes to Financial Statements.

Robot Systems for Math Competitions 27115	Incentives for School Impr. Act PED 27138	State School Imp Program PED 27143	PreK Initiative 27149	Indian Education Act 27150	Breakfast for Elementary Students 27155
\$ -	\$ 2,592	\$ -	\$ -	\$ 50	\$ -
-	-	-	-	-	-
-	-	-	35,811	-	3,554
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ 2,592</u>	<u>\$ -</u>	<u>\$ 35,811</u>	<u>\$ 50</u>	<u>\$ 3,554</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
474	-	-	35,811	-	3,554
-	-	-	-	-	-
-	-	-	-	-	-
<u>474</u>	<u>-</u>	<u>-</u>	<u>35,811</u>	<u>-</u>	<u>3,554</u>
-	-	-	-	-	-
-	2,592	-	-	50	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>(474)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(474)</u>	<u>2,592</u>	<u>-</u>	<u>-</u>	<u>50</u>	<u>-</u>
<u>\$ -</u>	<u>\$ 2,592</u>	<u>\$ -</u>	<u>\$ 35,811</u>	<u>\$ 50</u>	<u>\$ 3,554</u>

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS  
June 30, 2013**

	Legislative Appropriations of 2007 <u>27165</u>	Kindergarten Three Plus <u>27166</u>	Intervention for D&F Schools <u>27175</u>
<b>ASSETS</b>			
<i>Current Assets</i>			
Cash and cash equivalents	\$ 32	\$ -	\$ -
Accounts receivable			
Taxes	-	-	-
Due from other governments	-	121,590	29,999
Interfund receivables	-	-	-
Other	-	-	-
Prepaid expenditures	-	-	-
Inventory	-	-	-
<i>Total assets</i>	<u>\$ 32</u>	<u>\$ 121,590</u>	<u>\$ 29,999</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<i>Current Liabilities</i>			
Accounts payable	\$ -	\$ 9,063	\$ -
Accrued payroll liabilities	-	-	-
Interfund payables	-	121,590	29,999
Deferred revenue - property taxes	-	-	-
Deferred revenue - other	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>130,653</u>	<u>29,999</u>
<i>Fund balances</i>			
Fund Balance			
Nonspendable	-	-	-
Restricted	32	-	-
Committed	-	-	-
Assigned	-	-	-
Unassigned	-	(9,063)	-
<i>Total fund balance (deficit)</i>	<u>32</u>	<u>(9,063)</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 32</u>	<u>\$ 121,590</u>	<u>\$ 29,999</u>

See Notes to Financial Statements.

Statement B-1  
(Page 6 of 6)

2008 Library Book Fund 27549	Office of Cultural Affairs 28177	GEAR-UP CHE 28178	GRADS Child Care 28189	GRADS - Instructional 28190	Total
\$ 2	\$ 275	\$ -	\$ 13	\$ -	1,993,230
-	-	-	-	-	-
-	-	-	-	-	1,043,524
-	-	-	-	-	-
-	-	-	-	-	11,091
-	-	-	-	-	199,843
<u>\$ 2</u>	<u>\$ 275</u>	<u>\$ -</u>	<u>\$ 13</u>	<u>\$ -</u>	<u>3,247,688</u>
\$ -	\$ -	\$ -	\$ -	\$ -	42,548
-	-	-	-	-	-
-	-	-	-	2,197	1,165,955
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	2,197	1,208,503
-	-	-	-	-	210,934
2	275	-	13	-	763,247
-	-	-	-	-	-
-	-	-	-	-	918,228
-	-	-	-	(2,197)	146,776
<u>2</u>	<u>275</u>	<u>-</u>	<u>13</u>	<u>(2,197)</u>	<u>2,039,185</u>
<u>\$ 2</u>	<u>\$ 275</u>	<u>\$ -</u>	<u>\$ 13</u>	<u>\$ -</u>	<u>3,247,688</u>

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES - NONMAJOR SPECIAL REVENUE FUNDS  
For the Year Ended June 30, 2013**

	Food Service 21000	Athletics 22000	Non-Instructional Support 23000
<i>Revenues</i>			
Property taxes	\$ -	\$ -	\$ -
State grants	-	-	-
Federal grants	3,124,419	-	-
Charges for service	466,706	108,831	218,365
Miscellaneous	-	4,213	-
Interest	-	-	-
<i>Total revenues</i>	<u>3,591,125</u>	<u>113,044</u>	<u>218,365</u>
<i>Expenditures</i>			
<i>Current</i>			
Instruction	-	115,802	220,885
Support Services			
Students	-	-	-
Instruction	-	-	-
General Administration	-	-	-
School Administration	-	-	-
Central Services	-	-	-
Operation & Maintenance of Plant	-	-	-
Student Transportation	-	-	-
Other Support Services	-	-	-
Food Services Operations	3,823,423	-	-
Community Service	-	-	-
Capital outlay	-	-	-
Debt service			
Principal	-	-	-
Interest	-	-	-
	<u>3,823,423</u>	<u>115,802</u>	<u>220,885</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(232,298)</u>	<u>(2,758)</u>	<u>(2,520)</u>
<i>Other financing sources (uses)</i>			
Operating transfers	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>(232,298)</u>	<u>(2,758)</u>	<u>(2,520)</u>
<i>Fund balances, beginning of year</i>	<u>894,817</u>	<u>46,970</u>	<u>106,621</u>
<i>Fund balances, end of year</i>	<u>\$ 662,519</u>	<u>\$ 44,212</u>	<u>\$ 104,101</u>

See Notes to Financial Statements.

	IDEA-B Discretionary 24107	IDEA-B Preschool 24109	Education of Homeless 24113	Fresh Fruits & Vegetables 24118	21st Century Community Learning Centers 24119
\$	-	-	-	-	-
	-	-	-	-	-
	4,500	55,208	18,570	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	4,500	55,208	18,570	-	-
	4,500	29,875	18,570	-	-
	-	415	-	-	-
	-	-	-	-	-
	-	1,924	-	-	-
	-	22,994	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
\$	-	-	-	-	-

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES - NONMAJOR SPECIAL REVENUE FUNDS  
For the Year Ended June 30, 2013**

	IDEA-B "Risk Pool" 24120	Enhancing Ed Thru Tech (E2T2-f) 24133	Comprehensive School Reform 24135
<i>Revenues</i>			
Property taxes	\$ -	\$ -	\$ -
State grants	-	-	-
Federal grants	7,465	-	-
Charges for service	-	-	-
Miscellaneous	-	-	-
Interest	-	-	-
<i>Total revenues</i>	<u>7,465</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>			
<i>Current</i>			
Instruction	5,000	6,912	21,931
Support Services			
Students	2,205	-	-
Instruction	-	-	-
General Administration	260	-	-
School Administration	-	-	-
Central Services	-	-	-
Operation & Maintenance of Plant	-	-	-
Student Transportation	-	-	-
Other Support Services	-	-	-
Food Services Operations	-	-	-
Community Service	-	-	-
Capital outlay	-	-	-
Debt service			
Principal	-	-	-
Interest	-	-	-
	<u>7,465</u>	<u>6,912</u>	<u>21,931</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(6,912)</u>	<u>(21,931)</u>
<i>Other financing sources (uses)</i>			
Operating transfers	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>(6,912)</u>	<u>(21,931)</u>
<i>Fund balances, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances (deficit), end of year</i>	<u>\$ -</u>	<u>\$ (6,912)</u>	<u>\$ (21,931)</u>

See Notes to Financial Statements.



ELL Title III Incentive Awards 24143	English Language Acquisition 24153	Teacher/Principal Training & Recruiting 24154	Safe & Drug Free Schools & Community 24157	Title I School Improvement 24162	Immigrant Funding Title III 24163
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	19,949	226,133	206	23,709	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>19,949</u>	<u>226,133</u>	<u>206</u>	<u>23,709</u>	<u>-</u>
5,597	69,752	104,002	-	54,154	-
-	2,088	1,805	-	-	-
-	-	609	-	-	-
-	1,928	10,478	-	-	-
-	61	109,132	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>5,597</u>	<u>73,829</u>	<u>226,026</u>	<u>-</u>	<u>54,154</u>	<u>-</u>
<u>(5,597)</u>	<u>(53,880)</u>	<u>107</u>	<u>206</u>	<u>(30,445)</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(5,597)</u>	<u>(53,880)</u>	<u>107</u>	<u>206</u>	<u>(30,445)</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ (5,597)</u>	<u>\$ (53,880)</u>	<u>\$ 107</u>	<u>\$ 206</u>	<u>\$ (30,445)</u>	<u>\$ -</u>

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES - NONMAJOR SPECIAL REVENUE FUNDS  
For the Year Ended June 30, 2013**

	Carl D Perkins Secondary Current <u>24174</u>	Carl D Perkins Secondary PY Unliq. Oblig. <u>24175</u>	Carl D Perkins Secondary Redistribution <u>24176</u>
<i>Revenues</i>			
Property taxes	\$ -	\$ -	\$ -
State grants	-	-	-
Federal grants	78,370	-	-
Charges for service	-	-	-
Miscellaneous	-	-	-
Interest	-	-	-
<i>Total revenues</i>	<u>78,370</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>			
<i>Current</i>			
Instruction	75,639	-	-
Support Services			
Students	-	-	-
Instruction	-	-	-
General Administration	2,731	-	-
School Administration	-	-	-
Central Services	-	-	-
Operation & Maintenance of Plant	-	-	-
Student Transportation	-	-	-
Other Support Services	-	-	-
Food Services Operations	-	-	-
Community Service	-	-	-
Capital outlay	-	-	-
Debt service			
Principal	-	-	-
Interest	-	-	-
	<u>78,370</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>			
Operating transfers	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances (deficit), end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See Notes to Financial Statements.

Title I IASA Federal Stimulus 24201	Entitlement IDEA-B Federal Stimulus 24206	IDEA-B Federal Preschool Stimulus 24209	Enhancing Educ Through Tech Federal Stimulus 24249	Impact Aid Special Education 25145	Impact Aid Indian Education 25147
\$ -	\$ -	\$ -	\$ -	-	-
-	-	-	-	-	-
-	-	-	-	60,334	28,860
-	-	-	-	-	-
-	-	-	-	-	7,550
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>60,334</u>	<u>36,410</u>
-	-	-	-	40,677	-
-	-	-	-	-	-
-	-	-	-	22,752	14,232
-	-	-	-	2,109	602
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>65,538</u>	<u>14,834</u>
-	-	-	-	(5,204)	21,576
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	(5,204)	21,576
-	-	(11)	-	105,053	32,069
<u>\$ -</u>	<u>\$ -</u>	<u>\$ (11)</u>	<u>\$ -</u>	<u>\$ 99,849</u>	<u>\$ 53,645</u>

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES - NONMAJOR SPECIAL REVENUE FUNDS  
For the Year Ended June 30, 2013**

	Title XIX Medicaid 3/21 Years 25153	Child Care Block Grant CYFD 25157	Indian Ed Formula Grant 25184
<i>Revenues</i>			
Property taxes	\$ -	\$ -	\$ -
State grants	-	-	-
Federal grants	771,301	81,133	57,563
Charges for service	-	-	-
Miscellaneous	4	-	-
Interest	-	-	-
<i>Total revenues</i>	<u>771,305</u>	<u>81,133</u>	<u>57,563</u>
<i>Expenditures</i>			
<i>Current</i>			
Instruction	66,603	61,576	13,402
Support Services			
Students	709,035	-	27,923
Instruction	32,185	-	14,232
General Administration	32,433	-	2,006
School Administration	90,604	-	-
Central Services	-	-	-
Operation & Maintenance of Plant	-	-	-
Student Transportation	-	-	-
Other Support Services	-	-	-
Food Services Operations	-	-	-
Community Service	-	-	-
Capital outlay	-	-	-
Debt service			
Principal	-	-	-
Interest	-	-	-
	<u>930,860</u>	<u>61,576</u>	<u>57,563</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(159,555)</u>	<u>19,557</u>	<u>-</u>
<i>Other financing sources (uses)</i>			
Operating transfers	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>(159,555)</u>	<u>19,557</u>	<u>-</u>
<i>Fund balances, beginning of year</i>	<u>1,335,692</u>	<u>-</u>	<u>-</u>
<i>Fund balances, end of year</i>	<u>\$ 1,176,137</u>	<u>\$ 19,557</u>	<u>\$ -</u>

See Notes to Financial Statements.

GEAR UP NM State Initiatives 25205	GEAR UP USDE 25211	Smaller Learning Communities 25217	State Equalization Guarantee Stimulus 25250	Education Jobs Fund Federal Stimulus 25255	Dual Credit Instructional Materials 27103
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
219,370	-	-	-	-	10,883
-	6,398	486,128	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>219,370</u>	<u>6,398</u>	<u>486,128</u>	<u>-</u>	<u>-</u>	<u>10,883</u>
134,933	-	297,592	-	-	10,883
35,688	-	65,368	-	-	-
48,749	-	-	-	-	-
-	-	16,938	-	-	-
-	-	106,230	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>219,370</u>	<u>-</u>	<u>486,128</u>	<u>-</u>	<u>-</u>	<u>10,883</u>
-	6,398	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	6,398	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ 6,398</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES - NONMAJOR SPECIAL REVENUE FUNDS  
For the Year Ended June 30, 2013**

	Library GO bonds 2009-2010 27105	2010 G.O. Bond Student Library Fund (SB1) 27106	New Mexico Reads to Lead K-3 27114
<i>Revenues</i>			
Property taxes	\$ -	\$ -	\$ -
State grants	-	18,452	390,045
Federal grants	-	-	-
Charges for service	-	-	-
Miscellaneous	-	-	-
Interest	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>18,452</u>	<u>390,045</u>
<i>Expenditures</i>			
<i>Current</i>			
Instruction	-	-	390,045
Support Services			
Students	-	-	-
Instruction	-	16,117	-
General Administration	-	-	-
School Administration	-	-	-
Central Services	-	-	-
Operation & Maintenance of Plant	-	-	-
Student Transportation	-	-	-
Other Support Services	-	-	-
Food Services Operations	-	-	-
Community Service	-	-	-
Capital outlay	-	-	-
Debt service			
Principal	-	-	-
Interest	-	-	-
	<u>-</u>	<u>16,117</u>	<u>390,045</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>2,335</u>	<u>-</u>
<i>Other financing sources (uses)</i>			
Operating transfers	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>2,335</u>	<u>-</u>
<i>Fund balances, beginning of year</i>	<u>-</u>	<u>(2,335)</u>	<u>-</u>
<i>Fund balances (deficit), end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See Notes to Financial Statements.

Robot Systems for Math Competitions 27115	Incentives for School Impr. Act PED 27138	State School Imp Program PED 27143	PreK Initiative 27149	Indian Education Act 27150	Breakfast for Elementary Students 27155
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
11,506	-	-	134,552	-	18,090
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>11,506</u>	<u>-</u>	<u>-</u>	<u>134,552</u>	<u>-</u>	<u>18,090</u>
11,980	14,347	-	133,221	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	459	-	1,331	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	18,090
-	-	-	-	-	-
-	-	-	-	-	-
<u>11,980</u>	<u>14,806</u>	<u>-</u>	<u>134,552</u>	<u>-</u>	<u>18,090</u>
<u>(474)</u>	<u>(14,806)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>(474)</u>	<u>(14,806)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	17,398	-	-	50	-
\$ <u>(474)</u>	\$ <u>2,592</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>50</u>	\$ <u>-</u>

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES - NONMAJOR SPECIAL REVENUE FUNDS  
For the Year Ended June 30, 2013**

	Legislative Appropriations of 2007 <u>27165</u>	Kindergarten Three Plus 27166	Intervention for D&F Schools <u>27175</u>
<i>Revenues</i>			
Property taxes	\$ -	\$ -	\$ -
State grants	-	185,566	29,999
Federal grants	-	-	-
Charges for service	-	-	-
Miscellaneous	-	-	-
Interest	-	-	-
<i>Total revenues</i>	<u>-</u>	<u>185,566</u>	<u>29,999</u>
<i>Expenditures</i>			
<i>Current</i>			
Instruction	-	193,472	29,999
Support Services			
Students	-	-	-
Instruction	-	-	-
General Administration	-	-	-
School Administration	-	-	-
Central Services	-	-	-
Operation & Maintenance of Plant	-	-	-
Student Transportation	-	-	-
Other Support Services	-	-	-
Food Services Operations	-	-	-
Community Service	-	-	-
Capital outlay	-	-	-
Debt service			
Principal	-	-	-
Interest	-	-	-
	<u>-</u>	<u>193,472</u>	<u>29,999</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(7,906)</u>	<u>-</u>
<i>Other financing sources (uses)</i>			
Operating transfers	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>(7,906)</u>	<u>-</u>
<i>Fund balances, beginning of year</i>	<u>32</u>	<u>(1,157)</u>	<u>-</u>
<i>Fund balances (deficit), end of year</i>	<u>\$ 32</u>	<u>\$ (9,063)</u>	<u>\$ -</u>

See Notes to Financial Statements.



2008 Library Book Fund 27549	Office of Cultural Affairs 28177	GEAR-UP CHE 28178	GRADS Child Care 28189	GRADS - Instructional 28190	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	4,000	15,452	1,037,915
-	-	-	-	-	5,050,246
-	-	-	-	-	793,902
-	-	-	-	-	11,767
-	-	-	-	-	-
-	-	-	4,000	15,452	6,893,830
-	-	-	-	-	-
-	-	-	4,244	49,744	2,185,337
-	-	-	-	-	844,527
-	-	-	-	-	148,876
-	-	-	-	-	72,740
-	-	-	-	-	329,480
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	3,841,513
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	4,244	49,744	7,422,473
-	-	-	(244)	(34,292)	(528,643)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	(244)	(34,292)	(528,643)
2	275	-	257	32,095	2,567,828
\$ 2	\$ 275	\$ -	\$ 13	\$ (2,197)	\$ 2,039,185

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
FOOD SERVICE SPECIAL REVENUE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement B-3

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	45,000	45,000	-	(45,000)
Federal grants	3,200,000	3,200,000	3,124,419	(75,581)
Charges for service	484,000	484,000	564,311	80,311
Miscellaneous	200,000	247,096	-	(247,096)
Interest	-	-	-	-
	<u>3,929,000</u>	<u>3,976,096</u>	<u>3,688,730</u>	<u>(287,366)</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	4,329,000	4,585,912	3,782,924	802,988
Community Service	-	-	-	-
Capital outlay	-	-	19,461	(19,461)
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>4,329,000</u>	<u>4,585,912</u>	<u>3,802,385</u>	<u>783,527</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(400,000)</u>	<u>(609,816)</u>	<u>(113,655)</u>	<u>496,161</u>
<i>Other financing sources (uses)</i>				
Designated cash	400,000	609,816	-	(609,816)
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>400,000</u>	<u>609,816</u>	<u>-</u>	<u>(609,816)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(113,655)</u>	<u>(113,655)</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>609,816</u>	<u>609,816</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 496,161</u>	<u>\$ 496,161</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ (97,605)	
Adjustments to expenditures			(21,038)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (232,298)</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
ATHLETICS SPECIAL REVENUE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement B-4

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Charges for service	83,316	113,277	108,831	(4,446)
Miscellaneous	-	-	4,213	4,213
Interest	-	-	-	-
	<u>83,316</u>	<u>113,277</u>	<u>113,044</u>	<u>(233)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	116,257	160,247	115,802	44,445
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>116,257</u>	<u>160,247</u>	<u>115,802</u>	<u>44,445</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(32,941)</u>	<u>(46,970)</u>	<u>(2,758)</u>	<u>44,212</u>
<i>Other financing sources (uses)</i>				
Designated cash	32,941	46,970	-	(46,970)
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>32,941</u>	<u>46,970</u>	<u>-</u>	<u>(46,970)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(2,758)</u>	<u>(2,758)</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>46,970</u>	<u>46,970</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 44,212</u>	<u>\$ 44,212</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ -	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (2,758)</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
NON-INSTRUCTIONAL SUPPORT SPECIAL REVENUE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement B-5

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Charges for service	685,000	685,000	218,365	(466,635)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<u>685,000</u>	<u>685,000</u>	<u>218,365</u>	<u>(466,635)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	1,278,106	1,439,545	220,885	1,218,660
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>1,278,106</u>	<u>1,439,545</u>	<u>220,885</u>	<u>1,218,660</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(593,106)</u>	<u>(754,545)</u>	<u>(2,520)</u>	<u>752,025</u>
<i>Other financing sources (uses)</i>				
Designated cash	593,106	754,545	-	(754,545)
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>593,106</u>	<u>754,545</u>	<u>-</u>	<u>(754,545)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(2,520)</u>	<u>(2,520)</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>106,621</u>	<u>106,621</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 104,101</u>	<u>\$ 104,101</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ -	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (2,520)</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO**  
**LOS LUNAS SCHOOLS**  
**DISCRETIONARY IDEA-B SPECIAL REVENUE FUND**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**For the Year Ended June 30, 2013**

Statement B-6

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	5,000	848	(4,152)
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>5,000</u>	<u>848</u>	<u>(4,152)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	4,500	4,500	-
Support Services				
Students	-	500	-	500
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>5,000</u>	<u>4,500</u>	<u>500</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,652)</u>	<u>(3,652)</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(3,652)</u>	<u>(3,652)</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>(848)</u>	<u>(848)</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,500)</u>	<u>\$ (4,500)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ 3,652	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
PRESCHOOL IDEA-B SPECIAL REVENUE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement B-7

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	48,163	102,476	58,261	(44,215)
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<u>48,163</u>	<u>102,476</u>	<u>58,261</u>	<u>(44,215)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	25,794	71,314	29,875	41,439
Support Services				
Students	3,000	6,469	415	6,054
Instruction	-	-	-	-
General Administration	1,678	2,192	1,924	268
School Administration	17,691	22,501	22,994	(493)
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>48,163</u>	<u>102,476</u>	<u>55,208</u>	<u>47,268</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>3,053</u>	<u>3,053</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>3,053</u>	<u>3,053</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>(16,732)</u>	<u>(16,732)</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (13,679)</u>	<u>\$ (13,679)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ (3,053)	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
EDUCATION OF HOMELESS SPECIAL REVENUE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement B-8

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	10,800	18,725	9,924	(8,801)
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<u>10,800</u>	<u>18,725</u>	<u>9,924</u>	<u>(8,801)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	10,800	18,725	18,570	155
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>10,800</u>	<u>18,725</u>	<u>18,570</u>	<u>155</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(8,646)</u>	<u>(8,646)</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(8,646)</u>	<u>(8,646)</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>(3,234)</u>	<u>(3,234)</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (11,880)</u>	<u>\$ (11,880)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ 8,646	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO**  
**LOS LUNAS SCHOOLS**  
**FRESH FRUITS AND VEGETABLES SPECIAL REVENUE FUND**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**For the Year Ended June 30, 2013**

Statement B-9

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<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 Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<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>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>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			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.



**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
21ST CENTURY COMMUNITY LEARNING CENTERS SPECIAL REVENUE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement B-10

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	354,281	354,281
Interest	-	-	-	-
	<u>-</u>	<u>-</u>	<u>354,281</u>	<u>354,281</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 Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>354,281</u>	<u>354,281</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>354,281</u>	<u>354,281</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>(354,281)</u>	<u>(354,281)</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ (354,281)	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO**  
**LOS LUNAS SCHOOLS**  
**IDEA-B "RISK POOL" SPECIAL REVENUE FUND**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**For the Year Ended June 30, 2013**

Statement B-11

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	12,138	14,531	2,393
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>12,138</u>	<u>14,531</u>	<u>2,393</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	5,000	5,000	-
Support Services				
Students	-	-	2,205	(2,205)
Instruction	-	6,716	-	6,716
General Administration	-	422	260	162
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>12,138</u>	<u>7,465</u>	<u>4,673</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>7,066</u>	<u>7,066</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>7,066</u>	<u>7,066</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>(14,531)</u>	<u>(14,531)</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (7,465)</u>	<u>\$ (7,465)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ (7,066)	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
ENHANCING ED THRU TECH SPECIAL REVENUE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement B-12

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	-	(6,912)	6,912
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>-</u>	<u>(6,912)</u>	<u>6,912</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>6,912</u>	<u>6,912</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>6,912</u>	<u>6,912</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>(6,912)</u>	<u>(6,912)</u>
<i>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			(13,824)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (6,912)</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
COMPREHENSIVE SCHOOL REFORM SPECIAL REVENUE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement B-13

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<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 Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<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>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>(21,931)</u>	<u>(21,931)</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (21,931)</u>	<u>\$ (21,931)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ -	
Adjustments to expenditures			(21,931)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (21,931)</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
ELL TITLE III INCENTIVE AWARDS SPECIAL REVENUE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement B-14

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<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 Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<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>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>(5,597)</u>	<u>(5,597)</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (5,597)</u>	<u>\$ (5,597)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ -	
Adjustments to expenditures			<u>(5,597)</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (5,597)</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
ENGLISH LANGUAGE ACQUISITION SPECIAL REVENUE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement B-15

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	57,699	121,404	74,037	(47,367)
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<u>57,699</u>	<u>121,404</u>	<u>74,037</u>	<u>(47,367)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	48,045	104,736	89,252	15,484
Support Services				
Students	8,500	14,500	2,088	12,412
Instruction	-	-	-	-
General Administration	1,154	1,154	1,928	(774)
School Administration	-	1,014	61	953
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>57,699</u>	<u>121,404</u>	<u>93,329</u>	<u>28,075</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(19,292)</u>	<u>(19,292)</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(19,292)</u>	<u>(19,292)</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>(79,879)</u>	<u>(79,879)</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (99,171)</u>	<u>\$ (99,171)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ (54,088)	
Adjustments to expenditures			19,500	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (53,880)</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO**  
**LOS LUNAS SCHOOLS**  
**TEACHER / PRINCIPAL TRAINING / RECRUITING SPECIAL REVENUE FUND**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**For the Year Ended June 30, 2013**

Statement B-16

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	304,744	459,005	309,956	(149,049)
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<u>304,744</u>	<u>459,005</u>	<u>309,956</u>	<u>(149,049)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	187,484	271,285	104,002	167,283
Support Services				
Students	-	4,875	1,805	3,070
Instruction	-	-	609	(609)
General Administration	14,368	14,368	10,478	3,890
School Administration	102,892	168,477	109,132	59,345
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>304,744</u>	<u>459,005</u>	<u>226,026</u>	<u>232,979</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>83,930</u>	<u>83,930</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>83,930</u>	<u>83,930</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>(138,328)</u>	<u>(138,328)</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (54,398)</u>	<u>\$ (54,398)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ (83,823)	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 107</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO**  
**LOS LUNAS SCHOOLS**  
**SAFE & DRUG FREE SCHOOLS & COMMUNITY SPECIAL REVENUE FUND**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**For the Year Ended June 30, 2013**

Statement B-17

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<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 Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<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>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>206</u>	<u>206</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 206</u>	<u>\$ 206</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ 206	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 206</u>	

See Notes to Financial Statements.



**STATE OF NEW MEXICO**  
**LOS LUNAS SCHOOLS**  
**TITLE I SCHOOL IMPROVEMENT SPECIAL REVENUE FUND**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**For the Year Ended June 30, 2013**

Statement B-18

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	112,168	-	(112,168)
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>112,168</u>	<u>-</u>	<u>(112,168)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	112,168	54,154	58,014
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>112,168</u>	<u>54,154</u>	<u>58,014</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(54,154)</u>	<u>(54,154)</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(54,154)</u>	<u>(54,154)</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>(30,445)</u>	<u>(30,445)</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (84,599)</u>	<u>\$ (84,599)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ 23,709	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (30,445)</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
IMMIGRANT FUNDING- TITLE III SPECIAL REVENUE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement B-19

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<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 Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<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>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>(26,026)</u>	<u>(26,026)</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (26,026)</u>	<u>\$ (26,026)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ -	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO**  
**LOS LUNAS SCHOOLS**  
**CARL D PERKINS SECONDARY - CURRENT SPECIAL REVENUE FUND**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**For the Year Ended June 30, 2013**

Statement B-20

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	88,261	98,068	88,608	(9,460)
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<u>88,261</u>	<u>98,068</u>	<u>88,608</u>	<u>(9,460)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	85,186	94,993	75,639	19,354
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	3,075	3,075	2,731	344
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>88,261</u>	<u>98,068</u>	<u>78,370</u>	<u>19,698</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>10,238</u>	<u>10,238</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>10,238</u>	<u>10,238</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>(55,544)</u>	<u>(55,544)</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (45,306)</u>	<u>\$ (45,306)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ (10,238)	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO**  
**LOS LUNAS SCHOOLS**  
**CARL D PERKINS SECONDARY - PY UNLIQUIDATED OBLIGATIONS SPECIAL REVENUE FUND**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**For the Year Ended June 30, 2013**

Statement B-21

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<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 Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<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>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>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			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO**  
**LOS LUNAS SCHOOLS**  
**CARL D PERKINS SECONDARY - REDISTRIBUTION SPECIAL REVENUE FUND**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**For the Year Ended June 30, 2013**

Statement B-22

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	29,229	-	(29,229)
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>29,229</u>	<u>-</u>	<u>(29,229)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	29,229	-	29,229
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>29,229</u>	<u>-</u>	<u>29,229</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>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			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO**  
**LOS LUNAS SCHOOLS**  
**TITLE I IASA FEDERAL STIMULUS SPECIAL REVENUE FUND**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**For the Year Ended June 30, 2013**

Statement B-23

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<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 Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<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>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>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			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
IDEA-B ENTITLEMENT FEDERAL SPECIAL REVENUE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement B-24

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<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 Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<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>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>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			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
PRESCHOOL IDEA-B FEDERAL STIMULUS SPECIAL REVENUE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement B-25

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<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 Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<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>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>(11)</u>	<u>(11)</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (11)</u>	<u>\$ (11)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ -	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.



**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
ENHANCING EDUCATION THROUGH TECHNOLOGY FEDERAL STIMULUS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement B-26

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<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 Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<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>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ -	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
IMPACT AID SPECIAL EDUCATION SPECIAL REVENUE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement B-27

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	60,334	60,334
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>-</u>	<u>60,334</u>	<u>60,334</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	71,200	71,200	40,677	30,523
Support Services				
Students	350	350	-	350
Instruction	21,755	30,135	22,752	7,383
General Administration	3,368	3,368	2,109	1,259
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>96,673</u>	<u>105,053</u>	<u>65,538</u>	<u>39,515</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(96,673)</u>	<u>(105,053)</u>	<u>(5,204)</u>	<u>99,849</u>
<i>Other financing sources (uses)</i>				
Designated cash	96,673	105,053	-	(105,053)
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>96,673</u>	<u>105,053</u>	<u>-</u>	<u>(105,053)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(5,204)</u>	<u>(5,204)</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>105,053</u>	<u>105,053</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 99,849</u>	<u>\$ 99,849</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ -	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (5,204)</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO**  
**LOS LUNAS SCHOOLS**  
**IMPACT AID INDIAN EDUCATION SPECIAL REVENUE FUND**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**For the Year Ended June 30, 2013**

Statement B-28

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	28,860	28,860
Charges for service	-	-	-	-
Miscellaneous	-	-	7,550	7,550
Interest	-	-	-	-
	<u>-</u>	<u>-</u>	<u>36,410</u>	<u>36,410</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	1,176	3,776	-	3,776
Support Services				
Students	-	-	-	-
Instruction	33,756	27,115	24,232	2,883
General Administration	1,178	1,178	602	576
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>36,110</u>	<u>32,069</u>	<u>24,834</u>	<u>7,235</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(36,110)</u>	<u>(32,069)</u>	<u>11,576</u>	<u>43,645</u>
<i>Other financing sources (uses)</i>				
Designated cash	36,110	32,069	-	(32,069)
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>36,110</u>	<u>32,069</u>	<u>-</u>	<u>(32,069)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>11,576</u>	<u>11,576</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>32,069</u>	<u>32,069</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 43,645</u>	<u>\$ 43,645</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ -	
Adjustments to expenditures			10,000	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 21,576</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO**  
**LOS LUNAS SCHOOLS**  
**TITLE XIX MEDICAID 3 / 21 YEARS SPECIAL REVENUE FUND**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**For the Year Ended June 30, 2013**

Statement B-29

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	941,235	941,235
Charges for service	-	-	-	-
Miscellaneous	-	-	4	4
Interest	-	-	-	-
	<u>-</u>	<u>-</u>	<u>941,239</u>	<u>941,239</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	83,359	83,359	66,603	16,756
Support Services				
Students	526,635	887,410	709,035	178,375
Instruction	29,396	32,705	32,185	520
General Administration	27,098	27,098	32,433	(5,335)
School Administration	135,186	135,186	90,604	44,582
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>801,674</u>	<u>1,165,758</u>	<u>930,860</u>	<u>234,898</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(801,674)</u>	<u>(1,165,758)</u>	<u>10,379</u>	<u>1,176,137</u>
<i>Other financing sources (uses)</i>				
Designated cash	801,674	1,165,758	-	(1,165,758)
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>801,674</u>	<u>1,165,758</u>	<u>-</u>	<u>(1,165,758)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>10,379</u>	<u>10,379</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>1,165,758</u>	<u>1,165,758</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,176,137</u>	<u>\$ 1,176,137</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ (169,934)	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (159,555)</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO**  
**LOS LUNAS SCHOOLS**  
**CHILD CARE BLOCK GRANT CYFD SPECIAL REVENUE FUND**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**For the Year Ended June 30, 2013**

Statement B-30

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	24,799	34,931	10,132
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>24,799</u>	<u>34,931</u>	<u>10,132</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	71,001	61,576	9,425
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>71,001</u>	<u>61,576</u>	<u>9,425</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(46,202)</u>	<u>(26,645)</u>	<u>19,557</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	46,202	-	(46,202)
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>46,202</u>	<u>-</u>	<u>(46,202)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(26,645)</u>	<u>(26,645)</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>46,202</u>	<u>46,202</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,557</u>	<u>\$ 19,557</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ 46,202	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 19,557</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO**  
**LOS LUNAS SCHOOLS**  
**INDIAN ED FORMULA GRANTS SPECIAL REVENUE FUND**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**For the Year Ended June 30, 2013**

Statement B-31

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	64,156	64,156	51,329	(12,827)
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<u>64,156</u>	<u>64,156</u>	<u>51,329</u>	<u>(12,827)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	13,402	13,402	13,402	-
Support Services				
Students	27,626	27,626	27,923	(297)
Instruction	20,893	20,893	14,232	6,661
General Administration	2,235	2,235	2,006	229
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>64,156</u>	<u>64,156</u>	<u>57,563</u>	<u>6,593</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(6,234)</u>	<u>(6,234)</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(6,234)</u>	<u>(6,234)</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>(13,167)</u>	<u>(13,167)</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (19,401)</u>	<u>\$ (19,401)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ 6,234	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
GEAR UP NM STATE INITIATIVES SPECIAL REVENUE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement B-32

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	225,000	143,645	(81,355)
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>225,000</u>	<u>143,645</u>	<u>(81,355)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	140,378	136,024	4,354
Support Services				
Students	-	35,706	35,688	18
Instruction	-	48,916	48,749	167
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>225,000</u>	<u>220,461</u>	<u>4,539</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(76,816)</u>	<u>(76,816)</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(76,816)</u>	<u>(76,816)</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (76,816)</u>	<u>\$ (76,816)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ 75,725	
Adjustments to expenditures			<u>1,091</u>	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
GEAR UP USDE SPECIAL REVENUE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement B-33

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<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 Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<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>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>6,398</u>	<u>6,398</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,398</u>	<u>\$ 6,398</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ 6,398	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 6,398</u>	

See Notes to Financial Statements.



**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
SMALLER LEARNING COMMUNITIES SPECIAL REVENUE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement B-34

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	208,845	480,231	271,386
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>208,845</u>	<u>480,231</u>	<u>271,386</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	328,103	512,801	297,592	215,209
Support Services				
Students	95,355	67,400	65,368	2,032
Instruction	-	-	-	-
General Administration	33,152	33,152	16,938	16,214
School Administration	113,278	165,380	106,230	59,150
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>569,888</u>	<u>778,733</u>	<u>486,128</u>	<u>292,605</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(569,888)</u>	<u>(569,888)</u>	<u>(5,897)</u>	<u>563,991</u>
<i>Other financing sources (uses)</i>				
Designated cash	569,888	569,888	-	(569,888)
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>569,888</u>	<u>569,888</u>	<u>-</u>	<u>(569,888)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(5,897)</u>	<u>(5,897)</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>(91,508)</u>	<u>(91,508)</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (97,405)</u>	<u>\$ (97,405)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ 5,897	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
STATE EQUALIZATION GUARANTEE FEDERAL STIMULUS SPECIAL REVENUE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement B-35

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<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 Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<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>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>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			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
EDUCATION JOBS FUND FEDERAL STIMULUS SPECIAL REVENUE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement B-36

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<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 Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<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>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>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			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
DUAL CREDIT INSTRUCTIONAL MATERIALS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement B-37

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	20,468	10,883	(9,585)
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>20,468</u>	<u>10,883</u>	<u>(9,585)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	16,260	10,883	5,377
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>16,260</u>	<u>10,883</u>	<u>5,377</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>4,208</u>	<u>-</u>	<u>(4,208)</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>4,208</u>	<u>-</u>	<u>(4,208)</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ 4,208</u>	<u>\$ -</u>	<u>\$ (4,208)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ -	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
2008 GO BOND LIBRARY SPECIAL REVENUE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement B-38

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<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 Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<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>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>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			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
2010 G.O. BOND STUDENT LIBRARY (SB1) SPECIAL REVENUE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement B-39

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	19,942	19,754	21,769	2,015
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<u>19,942</u>	<u>19,754</u>	<u>21,769</u>	<u>2,015</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	19,942	19,754	16,117	3,637
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>19,942</u>	<u>19,754</u>	<u>16,117</u>	<u>3,637</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>5,652</u>	<u>5,652</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>5,652</u>	<u>5,652</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>(12,840)</u>	<u>(12,840)</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (7,188)</u>	<u>\$ (7,188)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ (3,317)	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 2,335</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
NEW MEXICO READS TO LEAD K-3 SPECIAL REVENUE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement B-40

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	390,100	-	(390,100)
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>390,100</u>	<u>-</u>	<u>(390,100)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	390,100	390,045	55
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>390,100</u>	<u>390,045</u>	<u>55</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(390,045)</u>	<u>(390,045)</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(390,045)</u>	<u>(390,045)</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (390,045)</u>	<u>\$ (390,045)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ 390,045	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO**  
**LOS LUNAS SCHOOLS**  
**ROBOT SYSTEMS FOR MATH COMPETITIONS SPECIAL REVENUE FUND**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**For the Year Ended June 30, 2013**

Statement B-41

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	16,441	11,506	(4,935)
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>16,441</u>	<u>11,506</u>	<u>(4,935)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	16,441	11,980	4,461
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>16,441</u>	<u>11,980</u>	<u>4,461</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(474)</u>	<u>(474)</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(474)</u>	<u>(474)</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (474)</u>	<u>\$ (474)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ -	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (474)</u>	

See Notes to Financial Statements.



**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
INCENTIVES FOR SCHOOL IMPROVEMENT ACT SPECIAL REVENUE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement B-42

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	18,485	15,934	2,551
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	500	459	41
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>18,985</u>	<u>16,393</u>	<u>2,592</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(18,985)</u>	<u>(16,393)</u>	<u>2,592</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	18,985	-	(18,985)
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>18,985</u>	<u>-</u>	<u>(18,985)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(16,393)</u>	<u>(16,393)</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>18,985</u>	<u>18,985</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,592</u>	<u>\$ 2,592</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ -	
Adjustments to expenditures			1,587	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (14,806)</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
STATE SCHOOL IMP PROGRAM PED SPECIAL REVENUE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement B-43

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	19,661	19,661
Interest	-	-	-	-
	<u>-</u>	<u>-</u>	<u>19,661</u>	<u>19,661</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 Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>19,661</u>	<u>19,661</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>19,661</u>	<u>19,661</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>(19,661)</u>	<u>(19,661)</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ (19,661)	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
PRE K INITIATIVE SPECIAL REVENUE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement B-44

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	135,920	135,920	116,790	(19,130)
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<u>135,920</u>	<u>135,920</u>	<u>116,790</u>	<u>(19,130)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	134,574	134,574	133,221	1,353
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	1,346	1,346	1,331	15
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>135,920</u>	<u>135,920</u>	<u>134,552</u>	<u>1,368</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(17,762)</u>	<u>(17,762)</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(17,762)</u>	<u>(17,762)</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>(18,049)</u>	<u>(18,049)</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (35,811)</u>	<u>\$ (35,811)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ 17,762	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
INDIAN EDUCATION ACT SPECIAL REVENUE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement B-45

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<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 Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<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>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>50</u>	<u>50</u>
<i>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			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
BREAKFAST FOR ELEMENTARY STUDENTS SPECIAL REVENUE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement B-46

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	18,090	42,147	24,057
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>18,090</u>	<u>42,147</u>	<u>24,057</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	-	18,090	18,090	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>18,090</u>	<u>18,090</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>24,057</u>	<u>24,057</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>24,057</u>	<u>24,057</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>(27,611)</u>	<u>(27,611)</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (3,554)</u>	<u>\$ (3,554)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ (24,057)	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
LEGISLATIVE APPROPRIATIONS OF 2007 SPECIAL REVENUE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement B-47

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<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 Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<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>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>32</u>	<u>32</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 32</u>	<u>\$ 32</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ -	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO**  
**LOS LUNAS SCHOOLS**  
**KINDERGARTEN THREE PLUS SPECIAL REVENUE FUND**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**For the Year Ended June 30, 2013**

Statement B-48

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	97,680	210,587	117,114	(93,473)
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<u>97,680</u>	<u>210,587</u>	<u>117,114</u>	<u>(93,473)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	97,680	210,587	185,568	25,019
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>97,680</u>	<u>210,587</u>	<u>185,568</u>	<u>25,019</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(68,454)</u>	<u>(68,454)</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(68,454)</u>	<u>(68,454)</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>(53,136)</u>	<u>(53,136)</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (121,590)</u>	<u>\$ (121,590)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ 68,452	
Adjustments to expenditures			(7,904)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (7,906)</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
INTERVENTION FOR D&F SCHOOLS SPECIAL REVENUE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement B-49

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	30,000	-	(30,000)
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>30,000</u>	<u>-</u>	<u>(30,000)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	30,000	29,999	1
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>30,000</u>	<u>29,999</u>	<u>1</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(29,999)</u>	<u>(29,999)</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(29,999)</u>	<u>(29,999)</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (29,999)</u>	<u>\$ (29,999)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ 29,999	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.



**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
LIBRARY BOOK SPECIAL REVENUE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement B-50

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<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 Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<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>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>2</u>	<u>2</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2</u>	<u>\$ 2</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ -	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO**  
**LOS LUNAS SCHOOLS**  
**OFFICE OF CULTURAL AFFAIRS SPECIAL REVENUE FUND**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**For the Year Ended June 30, 2013**

Statement B-51

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<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 Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<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>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>275</u>	<u>275</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 275</u>	<u>\$ 275</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ -	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
GEAR-UP CHE SPECIAL REVENUE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013

Statement B-53

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<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 Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<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>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>(45,895)</u>	<u>(45,895)</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (45,895)</u>	<u>\$ (45,895)</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ -	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ -</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO**  
**LOS LUNAS SCHOOLS**  
**GRADS CHILDCARE SPECIAL REVENUE FUND**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**For the Year Ended June 30, 2013**

Statement B-53

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	4,000	4,000	-
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>4,000</u>	<u>4,000</u>	<u>-</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	4,257	4,244	13
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>4,257</u>	<u>4,244</u>	<u>13</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(257)</u>	<u>(244)</u>	<u>13</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	257	-	(257)
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>257</u>	<u>-</u>	<u>(257)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(244)</u>	<u>(244)</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>257</u>	<u>257</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13</u>	<u>\$ 13</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ -	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (244)</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
GRADS - INSTRUCTION SPECIAL REVENUE FUND  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement B-54

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	19,543	15,452	(4,091)
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>19,543</u>	<u>15,452</u>	<u>(4,091)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	51,638	47,547	4,091
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>51,638</u>	<u>47,547</u>	<u>4,091</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>(32,095)</u>	<u>(32,095)</u>	<u>-</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	32,095	-	(32,095)
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>32,095</u>	<u>-</u>	<u>(32,095)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(32,095)</u>	<u>(32,095)</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>32,095</u>	<u>32,095</u>
<i>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			(2,197)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (34,292)</u>	

See Notes to Financial Statements.

**CAPITAL PROJECTS FUNDS**

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013**

**CAPITAL PROJECTS FUNDS**

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

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

**Capital Improvements HB-33 Capital Projects Fund (31600)** is used to account for monies received from the State of New Mexico under Chapter 4, Laws of 1996 for the purpose of purchasing technology assets and supplies.

**Capital Improvements SB-9 Capital Projects Fund (31700)** is used to account for erecting, remodeling, making additions to and furnishing of school buildings, or purchasing or improving school grounds or any combination thereof as identified by the local school board. Financing is provided by the State of New Mexico's State Equalization Matching and a special tax levy as authorized by the Public School District Capital Improvements Act (22-25-1 to 22-25-10 NMSA 1978).

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
COMBINING BALANCE SHEET  
NONMAJOR CAPITAL PROJECT FUNDS  
June 30, 2013**

Statement C-1

	Special Capital Outlay - State 31400	Capital Improvements HB-33 31600	Capital Improvements SB-9 31700	Total
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and cash equivalents	\$ -	\$ 2,415,551	\$ 1,910,190	\$ 4,325,741
Accounts receivable				
Taxes	-	478,690	322,435	801,125
Due from other governments	-	-	-	-
Interfund receivables	-	-	-	-
Other	90,459	-	-	90,459
Prepaid expenditures	-	35,000	-	35,000
Inventory	-	-	-	-
<i>Total assets</i>	<u>\$ 90,459</u>	<u>\$ 2,929,241</u>	<u>\$ 2,232,625</u>	<u>\$ 5,252,325</u>
<b>LIABILITIES AND FUND BALANCES</b>				
<i>Current Liabilities</i>				
Accounts payable	\$ -	\$ 3,000	\$ 299	\$ 3,299
Accrued payroll liabilities	-	-	-	-
Accrued compensated absences	-	-	-	-
Interfund payables	-	-	-	-
Deferred revenue - property taxes	-	417,000	280,329	697,329
Deferred revenue - other	-	-	-	-
<i>Total liabilities</i>	<u>-</u>	<u>420,000</u>	<u>280,628</u>	<u>700,628</u>
<i>Fund balances</i>				
Fund Balance				
Nonspendable	-	35,000	-	35,000
Restricted	90,459	643,639	1,098,457	1,832,555
Committed	-	-	-	-
Assigned	-	1,830,602	853,540	2,684,142
Unassigned	-	-	-	-
<i>Total fund balance</i>	<u>90,459</u>	<u>2,509,241</u>	<u>1,951,997</u>	<u>4,551,697</u>
<i>Total liabilities and fund balance</i>	<u>\$ 90,459</u>	<u>\$ 2,929,241</u>	<u>\$ 2,232,625</u>	<u>\$ 5,252,325</u>

See Notes to Financial Statements.



**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
NONMAJOR CAPITAL PROJECT FUNDS  
For the Year Ended June 30, 2013**

Statement C-2

	Special Capital Outlay - State 31400	Capital Improvements HB-33 31600	Capital Improvements SB-9 31700	Total
<i>Revenues</i>				
Property taxes	\$ -	\$ 2,173,195	\$ 1,485,737	\$ 3,658,932
State grants	116,576	-	25,054	141,630
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	4,258	4,258
Interest	-	1,028	-	1,028
<i>Total revenues</i>	<u>116,576</u>	<u>2,174,223</u>	<u>1,515,049</u>	<u>3,805,848</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	21,763	14,868	36,631
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	26,117	1,783,199	1,882,279	3,691,595
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>26,117</u>	<u>1,804,962</u>	<u>1,897,147</u>	<u>3,728,226</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>90,459</u>	<u>369,261</u>	<u>(382,098)</u>	<u>77,622</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 change in fund balances</i>	<u>90,459</u>	<u>369,261</u>	<u>(382,098)</u>	<u>77,622</u>
<i>Fund balances, beginning of year</i>	-	2,139,980	2,334,095	4,474,075
<i>Fund balances, end of year</i>	<u>\$ 90,459</u>	<u>\$ 2,509,241</u>	<u>\$ 1,951,997</u>	<u>\$ 4,551,697</u>

See Notes to Financial Statements.

STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
BOND BUILDING CAPITAL PROJECT FUND  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013

Statement C-3

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	11,038	11,038
	<u>-</u>	<u>-</u>	<u>11,038</u>	<u>11,038</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	19,741	(19,741)
Student Transportation	-	-	-	-
Other Support Services	-	-	128,851	(128,851)
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	7,977,043	15,099,370	5,864,344	9,235,026
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>7,977,043</u>	<u>15,099,370</u>	<u>6,012,936</u>	<u>9,086,434</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(7,977,043)</u>	<u>(15,099,370)</u>	<u>(6,001,898)</u>	<u>(9,075,396)</u>
<i>Other financing sources (uses)</i>				
Designated cash	7,977,043	10,099,370	-	(10,099,370)
Operating transfers	-	-	-	-
Proceeds from bond issues	-	5,000,000	5,121,900	121,900
<i>Total other financing sources (uses)</i>	<u>7,977,043</u>	<u>15,099,370</u>	<u>5,121,900</u>	<u>(9,977,470)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(879,998)</u>	<u>(879,998)</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>10,099,370</u>	<u>10,099,370</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,219,372</u>	<u>\$ 9,219,372</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ 12,056,768	
Adjustments to expenditures			(12,372,885)	
<i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i>			<u>\$ (1,196,115)</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO**  
**LOS LUNAS SCHOOLS**  
**SPECIAL CAPITAL OUTLAY - STATE CAPITAL PROJECT FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**For the Year Ended June 30, 2013**

Statement C-4

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ -	\$ -	\$ -	\$ -
State grants	-	281,535	116,576	(164,959)
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>281,535</u>	<u>116,576</u>	<u>(164,959)</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 Service	-	-	-	-
Capital outlay	-	281,535	26,117	255,418
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>-</u>	<u>281,535</u>	<u>26,117</u>	<u>255,418</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>90,459</u>	<u>90,459</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>90,459</u>	<u>90,459</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 90,459</u>	<u>\$ 90,459</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ -	
Adjustments to expenditures			-	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 90,459</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO**  
**LOS LUNAS SCHOOLS**  
**CAPITAL IMPROVEMENTS HB-33 STATE CAPITAL PROJECT FUND**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL**  
**For the Year Ended June 30, 2013**

Statement C-5

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ 2,183,065	\$ 2,183,065	\$ 2,159,981	\$ (23,084)
State grants	-	-	-	-
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	1,028	1,028
	<u>2,183,065</u>	<u>2,183,065</u>	<u>2,161,009</u>	<u>(22,056)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	22,000	22,000	21,763	237
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	3,657,406	4,580,140	2,142,770	2,437,370
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>3,679,406</u>	<u>4,602,140</u>	<u>2,164,533</u>	<u>2,437,607</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,496,341)</u>	<u>(2,419,075)</u>	<u>(3,524)</u>	<u>2,415,551</u>
<i>Other financing sources (uses)</i>				
Designated cash	1,496,341	2,419,075	-	(2,419,075)
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>1,496,341</u>	<u>2,419,075</u>	<u>-</u>	<u>(2,419,075)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>(3,524)</u>	<u>(3,524)</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>2,419,075</u>	<u>2,419,075</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,415,551</u>	<u>\$ 2,415,551</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ 13,214	
Adjustments to expenditures			359,571	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 369,261</u>	

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
CAPITAL IMPROVEMENTS SB-9 CAPITAL PROJECT FUND  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement C-6

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ 1,454,814	\$ 1,454,814	\$ 1,473,665	\$ 18,851
State grants	-	877,209	25,054	(852,155)
Federal grants	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	4,258	4,258
Interest	-	-	-	-
	<u>1,454,814</u>	<u>2,332,023</u>	<u>1,502,977</u>	<u>(829,046)</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	18,000	21,000	14,868	6,132
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	2,672,452	3,743,753	1,010,649	2,733,104
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
	<u>2,690,452</u>	<u>3,764,753</u>	<u>1,025,517</u>	<u>2,739,236</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,235,638)</u>	<u>(1,432,730)</u>	<u>477,460</u>	<u>1,910,190</u>
<i>Other financing sources (uses)</i>				
Designated cash	1,235,638	1,432,730	-	(1,432,730)
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>1,235,638</u>	<u>1,432,730</u>	<u>-</u>	<u>(1,432,730)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>477,460</u>	<u>477,460</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>1,432,730</u>	<u>1,432,730</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,910,190</u>	<u>\$ 1,910,190</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ 12,072	
Adjustments to expenditures			(871,630)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ (382,098)</u>	

See Notes to Financial Statements.

**DEBT SERVICE FUND**

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
DEBT SERVICE FUND  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL  
For the Year Ended June 30, 2013**

Statement D-1

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ 5,885,257	\$ 5,885,257	\$ 6,040,156	\$ 154,899
State grants	-	-	-	-
Federal grants	-	-	-	-
Charges for service	-	-	-	-
Miscellaneous	-	-	-	-
Interest	-	-	6	6
	<u>5,885,257</u>	<u>5,885,257</u>	<u>6,040,162</u>	<u>154,905</u>
<i>Expenditures</i>				
<i>Current</i>				
Instruction	-	-	-	-
Support Services				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	59,000	59,700	7,133	52,567
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	-	-	-	-
<i>Debt Service</i>				
Principal	8,640,829	8,809,730	4,460,000	4,349,730
Interest	2,500,000	2,500,000	1,353,524	1,146,476
	<u>11,199,829</u>	<u>11,369,430</u>	<u>5,820,657</u>	<u>5,548,773</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(5,314,572)</u>	<u>(5,484,173)</u>	<u>219,505</u>	<u>(5,393,868)</u>
<i>Other financing sources (uses)</i>				
Designated cash	5,314,572	5,484,173	-	(5,484,173)
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>5,314,572</u>	<u>5,484,173</u>	<u>-</u>	<u>(5,484,173)</u>
<i>Net change in fund balances</i>	<u>-</u>	<u>-</u>	<u>219,505</u>	<u>219,505</u>
<i>Fund balance, beginning of year</i>	<u>-</u>	<u>-</u>	<u>5,484,173</u>	<u>5,484,173</u>
<i>Fund balance, end of year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,703,678</u>	<u>\$ 5,703,678</u>
<i>Reconciliation to GAAP Basis:</i>				
Adjustments to revenues			\$ 47,378	
Adjustments to expenditures			(52,567)	
Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)			<u>\$ 214,316</u>	

See Notes to Financial Statements.

**SUPPORTING SCHEDULES**



**STATE OF NEW MEXICO**  
**LOS LUNAS SCHOOLS**  
**AGENCY FUNDS**  
**SCHEDULE OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES**  
**For the Year Ended June 30, 2013**

Schedule I

	Balance June 30, 2012	Additions	Deletions	Balance June 30, 2013
Los Lunas High School	\$ 177,882	\$ 183,583	\$ (179,019)	\$ 182,446
Los Lunas Middle School	13,567	47,856	(40,525)	20,898
Los Lunas Elementary	28,323	30,018	(23,676)	34,665
Ann Parish Elementary	11,584	19,416	(23,243)	7,757
Peralta Elementary	10,996	6,945	(8,209)	9,732
Bosque Farms Elementary	32,934	23,012	(20,887)	35,059
Daniel Fernandez Intermediate	11,150	-	-	11,150
Katherine Gallegos Elementary	11,049	26,207	(24,266)	12,990
Tome Elementary	15,853	18,182	(13,835)	20,200
Raymond Galbadon Elementary	13,616	31,379	(24,314)	20,681
Valencia Middle School	59,423	147,713	(134,655)	72,481
Valencia Elementary	18,672	17,312	(15,589)	20,395
District-wide	99,532	97,532	(37,074)	159,990
Special Services	37,668	10,053	(30,108)	17,613
Desert View Intermediate	5,778	15,899	(12,950)	8,727
Century High School	2,324	1,055	(149)	3,230
Project Keys	160	99,538	(87,637)	12,061
Desert View Elementary After School Program	-	-	(50)	(50)
Los Lunas High School Swimming Pool	13,272	58,581	(64,800)	7,053
Sundance Elementary	18,076	33,460	(30,072)	21,464
Valencia High School	67,434	124,696	(109,736)	82,394
Total All Schools	\$ 649,293	\$ 992,437	\$ (880,794)	\$ 760,936

See Notes to Financial Statements.

STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY  
FOR PUBLIC FUNDS  
June 30, 2013

Schedule II

	US Bank	Wells Fargo	Total
Funds on Deposit			
Interest bearing savings	\$ 6,114,301	-	6,114,301
Non-interest bearing deposits	21,364,688	-	21,364,688
Certificates of deposit		1,013,856	1,013,856
<i>Total on deposit:</i>	27,478,989	1,013,856	28,492,845
Less: FDIC insurance	(500,000)	(250,000)	(750,000)
<b>Total uninsured public funds:</b>	<b>\$ 26,978,989</b>	<b>763,856</b>	<b>27,742,845</b>
Pledged Collateral Required:			
50% on deposits	\$ 13,489,495	381,928	13,871,423
<i>Pledged Collateral Required:</i>	13,489,495	381,928	13,871,423
Pledged Collateral at June 30, 2013	30,000,000	816,765	30,816,765
<b>Total under (over) collateralized:</b>	<b>\$ (16,510,505)</b>	<b>(434,837)</b>	<b>(16,945,342)</b>

Safekeeper	Security type, Maturity Date, Identifier			
Federal Home Loan Bank of Cincinnati	Letter of Credit No. 513879, expires 5/1/14	\$ 30,000,000	-	30,000,000
Bank of New York Mellon	FMAC 10/01/38, CUSIP# 3128M6VZ8	-	16,815	16,815
	FNMA 12/1/40, CUSIP# 3138A1AR2	-	420,688	420,688
	FNMA 12/1/40, CUSIP#3138A2BQ1	-	20,015	20,015
	FNMA 12/1/40, CUSIP# 3138A2BX6	-	18,527	18,527
	FNMA 12/1/25, CUSIP#3138A2CB3	-	22,362	22,362
	FNMA 1/1/41, CUSIP#3138A2WW5	-	12,070	12,070
	FNMA 4/1/41, CUSIP#313BA77E2	-	15,861	15,861
	FNMA 3/1/26, CUSIP#313BAAAX9	-	33,416	33,416
	FNMA 3/1/41, CUSIP#313BAAYX3	-	26,019	26,019
	FNMA 7/1/41, CUSIP#313BAMUC7	-	7,213	7,213
	FNMA 11/1/26, CUSIP#3138AVF83	-	23,817	23,817
	FNMA 11/1/26, CUSIP#313AWJC8	-	37,037	37,037
	FNMA 11/1/41, CUSIP#3138EHB50	-	21,833	21,833
	FNMA 1/1/43, CUSIP# 3138MRF30	-	24,034	24,034
	FNMA 2/1/43, CUSIP#3138MSC56	-	4,826	4,826
	FNMA 1/1/43, CUSIP# 3138NXYE9	-	4,813	4,813
	FNMA 1/1/43, CUSIP#3138NXXJ5	-	4,812	4,812
	FNMA 6/1/43, CUSIP# 3138WTRR9	-	4,904	4,904
	FNMA 10/1/42, CUSIP#31417DGG2	-	4,786	4,786
	FNMA 1/1/43, CUSIP# 31417EKV2	-	4,833	4,833
	FNMA 3/1/42, CUSIP# 31418AD96	-	23,333	23,333
	FNMA 5/1/25, CUSIP# 31418UC28	-	18,076	18,076
	FNMA 12/1/39, CUSIP#31419AGZ4	-	5,114	5,114
	FNMA 9/1/40, CUSIP#31419ANB9	-	23,027	23,027
	FNMA 9/1/40, CUSIP# 31419EYG8	-	18,534	18,534
		\$ 30,000,000	816,765	30,816,765

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS  
June 30, 2013**

Schedule III

Bank Account Type	US Bank	Wells Fargo Bank	Totals
Checking - General Account	\$ 21,182,744	\$ -	\$ 21,182,744
Checking - Payroll Account	181,944	-	181,944
Money Market Account	6,114,301	-	6,114,301
Certificates of Deposit	-	1,013,856	1,013,856
Total On Deposit	27,478,989	1,013,856	28,492,845
Reconciling Items	(4,516,162)	-	(4,516,162)
Reconciled Balance June 30, 2013	\$ <u>22,962,827</u>	\$ <u>1,013,856</u>	\$ <u>23,976,683</u>
Plus: Petty Cash			\$ 1,563
Less: Fiduciary Funds Cash			<u>(760,936)</u>
Cash per Government-wide Financial Statements			\$ <u>23,217,310</u>

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
CASH RECONCILIATION  
June 30, 2013**

	Operational Account <u>11000</u>	Transportation Account <u>13000</u>	Instructional Materials <u>14000</u>	Food Services Account <u>21000</u>
Cash, June 30, 2012	\$ 2,531,931	\$ 750	\$ 516,849	\$ 609,816
Add:				
2012-13 revenues	55,035,305	2,047,273	549,076	3,688,724
Repayment of loans	-	-	-	-
Loans from other funds	-	-	-	-
	<u>57,567,236</u>	<u>2,048,023</u>	<u>1,065,925</u>	<u>4,298,540</u>
Total cash available				
Less:				
2012-13 expenditures	(55,864,124)	(2,047,644)	(727,023)	(3,802,379)
Repayment of loans	-	-	-	-
Transfers to/from other funds	-	-	-	-
Loans to other funds	(67,104)	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change due to held checks and liabilities				
Cash, June 30, 2013	\$ <u><u>1,636,008</u></u>	\$ <u><u>379</u></u>	\$ <u><u>338,902</u></u>	\$ <u><u>496,161</u></u>

See Notes to Financial Statements.

Athletics Account 22000	Non-Instruction Account 23000	Safe & Drug Free Schools & Community 24157	Impact Aid Special Education 25145	Impact Aid Indian Education 25147	Title XIX Medicaid 3/21 Years 25153
\$ 46,970	\$ 106,621	\$ 206	\$ 105,053	\$ 32,069	\$ 1,165,758
113,044	218,365	206	60,334	36,410	941,239
-	-	-	-	-	-
-	-	-	-	-	-
<u>160,014</u>	<u>324,986</u>	<u>412</u>	<u>165,387</u>	<u>68,479</u>	<u>2,106,997</u>
(115,802)	(220,885)	(206)	(65,538)	(24,834)	(930,860)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
\$ <u>44,212</u>	\$ <u>104,101</u>	\$ <u>206</u>	\$ <u>99,849</u>	\$ <u>43,645</u>	\$ <u>1,176,137</u>

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
CASH RECONCILIATION  
June 30, 2013**

	Child Care Block Grant CYFD <u>25157</u>	GEAR UP USDE <u>25211</u>	State Flowthrough <u>27000</u>	State Direct <u>28000</u>
Cash, June 30, 2012	\$ 46,202	\$ 6,398	\$ 19,069	\$ 32,627
Add:				
2012-13 revenues	34,931	-	-	19,452
Repayment of loans	-	-	-	-
Loans from other funds	-	-	-	-
	<u>81,133</u>	<u>6,398</u>	<u>19,069</u>	<u>52,079</u>
Total cash available				
Less:				
2012-13 expenditures	(61,576)	-	(16,393)	(51,791)
Repayment of loans	-	-	-	-
Transfers to/from other funds	-	-	-	-
Loans to other funds	-	-	-	-
Change due to held checks and liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash, June 30, 2013	<u>\$ 19,557</u>	<u>\$ 6,398</u>	<u>\$ 2,676</u>	<u>\$ 288</u>

See Notes to Financial Statements.

	Bond Building 31100	Spec. Capital Outlay-State 31400	Cap. Improv. HB33 31600	Cap. Improv. SB9 31700	Debt Service Fund 41000	Total
\$	10,099,370	\$ -	\$ 2,419,075	\$ 1,432,730	\$ 5,484,173	\$ 24,655,667
	17,505,823	26,117	2,126,009	2,371,568	6,145,296	90,919,172
	-	-	-	-	-	-
	-	-	-	-	-	-
	27,605,193	26,117	4,545,084	3,804,298	11,629,469	115,574,839
	(18,385,821)	(26,117)	(2,129,533)	(1,894,108)	(1,465,791)	(87,830,425)
	-	-	-	-	(4,460,000)	(4,460,000)
	-	-	-	-	-	-
	-	-	-	-	-	(67,104)
	-	-	-	-	-	-
\$	<u>9,219,372</u>	<u>\$ -</u>	<u>\$ 2,415,551</u>	<u>\$ 1,910,190</u>	<u>\$ 5,703,678</u>	<u>\$ 23,217,310</u>

**COMPLIANCE SECTION**



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

To the District Board  
Los Lunas Schools  
and Mr. Hector H. Balderas  
New Mexico State Auditor

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

**Internal Control Over Financial Reporting**

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

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control that we consider to be a material weakness.

*A deficiency in internal control exists* when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity’s financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiency described in the accompanying schedule of findings and questioned costs to be a material weakness. 2013-01.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed one instance of 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 item 2013-02.

### **The District's Response to Findings**

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

### **Purpose of this Report**

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



Albuquerque, New Mexico  
November 14, 2013

**FEDERAL FINANCIAL ASSISTANCE**

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM  
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133**

To the District Board  
Los Lunas Schools  
and Mr. Hector H. Balderas  
New Mexico State Auditor

**Report on Compliance for Each Major Federal Program**

We have audited the Los Lunas School District's ("District") 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 the District's major federal programs for the year ended June 30, 2013. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

**Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of the District's major federal programs based on our audit of the types of compliance requirements referred to above. 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 District'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 on compliance for each major federal program. However, our audit does not provide a legal determination of the District's compliance.

### Opinion on Each Major Federal Program

In our opinion, the District, complied, in all material respects, with the types of 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, 2013.

### Report on Internal Control Over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

*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. A *significant deficiency in internal control over compliance* is a deficiency, or a 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.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.



Albuquerque, New Mexico  
November 14, 2013

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For the Year Ended June 30, 2013**

Federal Grantor or Pass-Through Grantor/Program Title	Passthrough Number	Federal CFDA	Federal Expenditures
<b>U.S. Department of Education</b>			
<i>Passthrough State of New Mexico Department of Education</i>			
Title I	24101	84.010	\$ 2,403,216
IDEA B - Entitlement	24106	84.027	2,150,848
IDEA B - Discretionary	24107	84.027	4,500
IDEA B - "Risk Pool"	24120	84.027	7,465
IDEA B - Pre School	24109	84.173	55,208
Education of Homeless	24113	84.196A	18,570
Title III English Language Acquisition	24153	84.365A	93,328
Title IIA Teacher/Principal Training	24154	84.367A	226,028
Title I School Improvement	24462	84.377	54,154
Immigrant Funding Title III	24163	84.365A	
Carl Perkins-Secondary Current	24174	84.048	78,369
			<u>5,091,686</u>
<i>Direct U.S. Department of Education</i>			
Impact Aid	11000	84.041	
Impact Aid - Special Education	25145	84.041	65,537
Impact Aid - Indian Education	25147	84.041	17,284
Indian Education Formula Grant	25184	84.060A	57,563
Smaller Learning Communities	25217	84.215L	486,128
			<u>626,512</u>
			<u>5,718,198</u>
<b>U.S. Department of Agriculture</b>			
<i>Passthrough State of New Mexico Department of Education</i>			
School Lunch Program (1)	21000	10.555	<u>3,555,291</u>
<i>Subtotal - Passthrough State of New Mexico Department of Education</i>			<u>3,555,291</u>
<i>Passthrough State of New Mexico Department of Health and Human Services</i>			
Food Distribution (Commodities)	21000	10.550	<u>247,096</u>
<i>Subtotal - Passthrough State of New Mexico Department of Health and Human Services</i>			<u>247,096</u>
			<u>3,802,387</u>
<b>Total Federal Financial Assistance</b>			<u>\$ 9,520,585</u>

(1) Denotes Major Federal Financial Assistance Program

See Notes to Financial Statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
June 30, 2013**

**Notes to Schedule of Expenditures of Federal Awards**

1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes the federal grant activity of the Los Lunas Schools (District) and is presented on the modified accrual basis of accounting, which is the same basis as was used to prepare the fund financial statements. The information in this Schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the financial statements.

2. Sub recipients

The District did not provide any federal awards to sub recipients during the year.

3. Non Cash Federal Assistance

The District receives USDA Commodities for use in sponsoring the National School Lunch and Breakfast programs. The value of commodities received for the year ended June 30, 2013 was \$256,059 and is reported in the Schedule of Expenditures of Federal Awards under the Department of Agriculture Commodities program, CFDA number 10.550. Commodities are recorded as revenues and expenditures in the food service fund.

**STATE OF NEW MEXICO  
 LOS LUNAS SCHOOLS  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 Year Ended June 30, 2013**

**A. SUMMARY OF AUDITORS' RESULTS**

***Financial Statements***

Type of auditors' report issued Unmodified

Internal control over financial reporting:

- Material weakness(es) identified?  X  Yes    \_\_\_ No
- Significant deficiencies identified \_\_\_ Yes     X  None Reported

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

***Federal Awards***

Internal control over major programs:

- Material weakness(es) identified? \_\_\_ Yes     X  No
- Significant deficiencies identified \_\_\_ Yes     X  None reported

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

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

Identification of Major Program

**CFDA Number**

**Name of Federal Program or Cluster**

10.555

School Lunch Program

Dollar threshold used to distinguish between type A and type B programs  \$ 300,000

Auditee qualified as low-risk auditee?  X  Yes    \_\_\_ No



**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
Year Ended June 30, 2013**

**B. FINANCIAL STATEMENT FINDINGS**

**2013-01 Prior Period and Material Current Period Adjustments (Material Weakness)**

**CONDITION:** Prior year accumulated depreciation was overstated and related net position was understated by \$1,077,792. Additionally, through our search for unrecorded liabilities, we identified a total of \$1,156,823 unrecorded payables spread across 11 funds.

**CRITERIA:** GASB Codification Section 2200 paragraph 104 requires that capital assets be depreciated over their estimated useful lives on assets that are recorded by the District. Also, sound accounting policies require that a complete, balanced general ledger be maintained to record transactions and report financial information. In addition, accounting principles generally accepted in the United States of America for governments require that accrual be made for accounts payable.

**EFFECT:** The absence of complete and accurate financial statements on a fiscal year end basis results in management decisions based on incomplete and/or inaccurate information.

**CAUSE:** Upon deletion of capital assets in the prior periods, the District removed the disposed of items from the capital asset listing; however, did not remove them from the separate accumulated depreciation schedule. As such, additional depreciation was being added on assets that did not exist at June 30, 2013.

**RECOMMENDATION:** It is recommended that the District establish a policy that during the financial close and reporting process all accrual accounts are evaluated for reasonableness to ensure they are carried at the proper value. Additionally, the District should establish procedures to ensure that all capital assets are properly depreciated on an annual basis.

**MANAGEMENT RESPONSE:** Starting with the 2013-2014 school year, Los Lunas School District will prepare, calculate accruals and test for reasonableness. The District will then provide the accrual entries to our auditors to be added to the financial statements. Also, annually, the District will insure that the capital assets are depreciated and that the amounts reconcile to what has been reported on the financial statements.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
Year Ended June 30, 2013**

**C. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

**None**

**D. OTHER FINDINGS, AS REQUIRED BY NEW MEXICO STATE STATUTE, SECTION  
12-6-5, NMSA 1978**

**2013-02 New Mexico Educational Retirement Board Contributions Testing  
(Noncompliance-Other Matters)**

**CONDITION:** Through testing procedures performed over the return to work wages less than \$20,000, we noted one instance out of the month of September 2012 tested where wages withheld from the employees check was \$14.17 greater than the statutory percentage of 7.9% (under remitted on the employer side by the same dollar amount).

**CRITERIA:** 2.2.2.10G(8) NMAC requires compliance with the Educational Retirement Act (22-11-1 to 22-11-53 NMSA 1978). 22-11-25.1C states that "A retired member who returns to employment...shall pay to the fund an amount equal to the member contributions that they would be required to by Section 22-11-21 NMSA..." 22-11-21(B) states that "On and after July 1, 2008, for a member whose annual salary is twenty thousand dollars (\$20,000) or less, the member contribution rate shall be seven and nine-tenths percent of the member's annual salary."

**EFFECT:** Noncompliance with 22-11-1 through 22-11-53 NMSA 1978 can effect employee's retirement contributions and can cause penalty assessed to the District for inaccurate reporting to the New Mexico Educational Retirement Board.

**CAUSE:** Payroll run error causing erroneous reporting was fixed for all employees affected except the one discussed above.

**RECOMMENDATION:** It is recommended that the District implement procedures to check that remittances to the New Mexico Educational Retirement Board are accurate based on required contributions for employee and employer contributions.

**MANAGEMENT RESPONSE:** This ERB variance mistake happened because although the difference was caught at review, the next step to correct the variance was accidentally forgotten. A procedure is being added after submission of the report to then review again

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
Year Ended June 30, 2013**

**D. OTHER FINDINGS, AS REQUIRED BY NEW MEXICO STATE STATUTE, SECTION  
12-6-5, NMSA 1978 (Continued)**

after adjustments in the system have been made. A printout of the correction in the system will be kept with the ERB payment backup and then reviewed again to insure all corrections have been made.

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOLS  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
June 30, 2013**

**STATUS OF PRIOR YEAR AUDIT FINDINGS**

2009-01	Noncompliance with Budget Requirements	Revised and Repeated
2011-01	Timeliness of Deposits	Resolved

**STATE OF NEW MEXICO  
LOS LUNAS SCHOOL DISTRICT  
EXIT CONFERENCE  
June 30, 2013**

The contents of this report were discussed in the exit conference held on November 14, 2013, with the following in attendance:

**Representing Los Lunas School District:**

Dana Sanders	Assistant Superintendent
Claire Cieremans	Chief Finance Officer
Sandy Traczyk	Finance Director
Rob Archuleta	Board Member
Shaun Gibson	Board Member
Barbara Lewis, CPA	Audit Committee Member

**Representing Axiom:**

Chris Garner	Principal
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The financial statements were prepared with the assistance of Axiom Certified Public Accountants & Business Advisors, LLC from the books and records of Los Lunas School District. The District's management has reviewed and approved the financial statements and related notes and they believe that their records adequately support the financial statements.