STATE OF NEW MEXICO

PUBLIC EDUCATION DEPARTMENT

Financial Statements
June 30, 2015

VOLUME IX

AXIOM
Certified Public Accountants
and Business Advisors LLC

STATE OF NEW MEXICO PUBLIC EDUCATION DEPARTMENT
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STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Ralph J. Bunche Academy
Statement of Net Position
June 30, 2015

ASSETS AND DEFERRED OUTFLOWS		
Current Assets:		
Cash and Cash Equivalents	$	136,538
Other		6,595
Total Current Assets		143,133
Noncurrent Assets:		
Capital Assets		
Building and Improvements		88,405
Less: Accumulated Depreciation		(33,439)
Total Noncurrent Assets		54,966
Total Assets		198,099
LIABILITIES AND DEFERRED INFLOWS		
Current Liabilities:		
Accounts Payable		432
Accrued Liabilities		468
Total Current Liabilities		900
Noncurrent Liabilities:		
Net Pension Liability		813,629
Total Noncurrent Liabilities		813,629
Total Liabilities		814,529
Deferred Inflows - Pension Related		115,003
NET POSITION		
Investment in Capital Assets		54,966
Restricted		34,624
Unrestricted (Deficit)		(821,023)
Total Net Position	$	(731,433)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Ralph J. Bunche Academy
Statement of Activities
For The Year Ended June 30, 2015

Functions/Programs	Expenses	Program Revenues: Charges for Service	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expenses) Revenues and Changes in Net Position
Governmental activities:					
Instruction	$ 6,742	-	-	-	(6,742)
Support Services:					
Students	2,835	-	-	-	(2,835)
General Administration	280	-	-	-	(280)
School Administration	53,235	-	-	-	(53,235)
Central Services	19,523	-	-	-	(19,523)
Operation & Maintenance of Plant	552	-	-	-	(552)
Total Governmental Activities	$ 83,167	-	-	-	(83,167)
		General Revenues:			
		Property Taxes			$ 781
		Miscellaneous			171,509
		Total General Revenues			172,290
		Change in Net Position			89,123
		Net Position- Beginning of Year			61,738
		Restatement			(882,294)
		Net Position, as Restated			(820,556)
		Net position, Ending			$ (731,433)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Ralph J. Bunche Academy
Balance Sheets - Governmental Funds
June 30, 2015

	Operational 11000	Instructional Materials 14000	Food Services 21000	New Mexico Reads 27114
ASSETS				
Cash and Cash Equivalents	$ 101,446	6,164	-	468
Accounts Receivable				
Due from Other Funds	12,934	-	-	-
Other	6,595	-	-	-
Total Assets	$ 120,975	6,164	-	468
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	$ 432	-	-	-
Accrued Expenditures	-	-	-	468
Due to Other Funds	-	-	12,934	-
Total Liabilities	432	-	12,934	468
Fund Balances (Deficit)				
Fund Balance:				
Restricted for:				
Instruction	-	6,164	-	-
Capital Improvements	-	-	-	-
Unassigned (Deficit)	120,543	-	(12,934)	-
Total Fund Balance (Deficit)	120,543	6,164	(12,934)	-
Total Liabilities and Fund Balances (Deficit)	$ 120,975	6,164	-	468

The accompanying notes are an integral part of these financial statements

SB-9 Capital Improvements 31700	Total
28,460	136,538
-	12,934
-	6,595
28,460	156,067
-	432
-	468
-	12,934
-	13,834
-	6,164
28,460	28,460
-	107,609
28,460	142,233
28,460	156,067

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STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Ralph J. Bunche Academy
Reconciliation of the Balance Sheets of Governmental Funds to the Statement of Net Position
June 30, 2015

Fund Balances - Total Governmental Funds		**$ 142,233**
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		
Capital Assets	88,405	
Accumulated Depreciation	(33,439)	
		54,966
Long-term liabilities are not due in the current period and, therefore, are not reported in the funds.		
Net Pension Liability		(813,629)
Defined benefit pension plan deferred inflows are not due and payable in the current period and, therefore, are not reported in the funds.		(115,003)
Net Position-Total Governmental Activities		**$ (731,433)**

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Ralph J. Bunche Academy
Statement of Revenues, Expenditures, and Changes In Fund Balances (Deficit)
Governmental Funds
For The Year Ended June 30, 2015

	Operational 11000	Instructional Materials 14000	Food Services 21000	New Mexico Reads 27114
REVENUES				
Property Taxes	$ -	-	-	-
Miscellaneous Income	171,509	-	-	-
Total Revenues	171,509	-	-	-
EXPENDITURES				
Current:				
Instruction	6,742	-	-	-
Support Services:				
Students	2,835	-	-	-
General Administration	8,400	-	-	-
School Administration	18,447	-	-	-
Central Services	19,523	-	-	-
Operation & Maintenance of Plant	552	-	-	-
Total Expenditures	56,499	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	115,010	-	-	-
Net Changes in Fund Balances	115,010	-	-	-
Fund Balances(Deficit) - Beginning of Year	5,533	6,164	(12,934)	-
Fund Balances (Deficit) - End of Year	$ 120,543	6,164	(12,934)	-

The accompanying notes are an integral part of these financial statements

SB-9 Capital Improvements 31700	Total
781	781
-	171,509
781	172,290
-	6,742
-	2,835
-	8,400
-	18,447
-	19,523
-	552
-	56,499
781	115,791
781	115,791
27,679	26,442
28,460	142,233

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Ralph J. Bunche Academy
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficit) of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2015

Net Change in Fund Balances-Total Governmental Funds	**$**	**115,791**
Amounts reported for governmental activities in the Statement of Activities are different because:		
Change in Compensated Absences		19,670
The issuance of long-term debt (e.g., bonds, notes, leases) provide current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.		
Changes in Net Pension Liability		(46,338)
Change in Net Position-Total Governmental Activities	**$**	**89,123**

The accompanying notes are an integral part of these financial statements

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

Furniture, Fixtures and Equipment	5 years
Buildings and Improvements	40 years

Capital assets for the Ralph J. Bunche Academy are recorded in the Statement of Net Position.

Pensions. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expenses, information about the Fiduciary Net Position of the New Mexico Educational Retirement Board (ERB) and additions to/deductions from ERB's Fiduciary Net Position have been determined on the economic resources measurement focus and accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

NOTE 2. CAPITAL ASSETS

A summary of capital assets and changes occurring during the year ended June 30, 2015 follows:

	Balance June 30, 2014	Additions	Deletions	Balance June 30, 2015
Capital Assets being Depreciated:				
Building and Improvements	$ 88,405	-	-	88,405
Total	88,405	-	-	88,405
Less: Accumulated Depreciation				
Building and improvements	(33,439)	-	-	(33,439)
Total	(33,439)	-	-	(33,439)
Capital Assets, Net	$ 54,966	-	-	54,966

NOTE 2. CAPITAL ASSETS (CONTINUED)

No depreciation was expensed for the year ended June 30, 2015 as the school closed in the prior year.

NOTE 3. COMMITMENTS AND LIABILITIES

The Ralph J. Bunche Academy had a compensated absences balance of $19,670 at the beginning of the fiscal year. Decreases to the balance were $19,670 which resulted in an ending balance of $0.

NOTE 4. DEFICIT FUND BALANCE

The following fund had a deficit fund balance at June 30, 2015:

Food Services – Fund 21000	$12,934

NOTE 5. BUDGET OVERAGE

As stated in Finding 2015-001, Ralph J. Bunche Academy expended in excess of the budget in the following fund and function:

Operational – Support Services	$42,487

NOTE 6. RELATED PARTY TRANSACTIONS

The business manager services are performed by the Vigil Group LLC, which performed services for multiple state charter schools.

NOTE 7. PENSION PLAN - EDUCATIONAL RETIREMENT BOARD

The information contained within this disclosure represents the pension information specific to the Ralph J. Bunche Academy and does not include general disclosure information pertaining to the New Mexico Educational Employees' Retirement Plan. General disclosure information including plan description, benefits provided, applicable actuarial assumptions, and location for additional information about the New Mexico Educational Retirement Boards fiduciary net position can be found within the basic financial statements of the Public Education Department.

NOTE 7. PENSION PLAN - EDUCATIONAL RETIREMENT BOARD (CONTINUED)

Contributions. The contribution requirements of defined benefit plan members and Ralph J. Bunche Academy are established in state statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. For the fiscal year ended June 30, 2014 employers contributed 13.15% if employees' gross annual salary to the Plan. Employees earning $20,000 or less contributed 7.90% and employees earning more than $20,000 contributed 10.10% of their gross annual salary. For fiscal year ended June 30, 2015 employers contributed 13.90%, and employees earning $20,000 or less continued to contribute 7.90% and employees earning more than $20,000 contributed an increased amount of 10.70% of their gross annual salary. Contributions to the pension plan from Ralph J. Bunche Academy were $0 for the year ended June 30, 2015.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: The total ERB pension liability, net pension liability, and sensitivity information were based on an annual actuarial valuation performed as of June 30, 2013. The total ERB pension liability was rolled forward from the valuation date to the Plan year ending June 30, 2014, using generally accepted actuarial principles. Therefore, the employer's portion was established as of the measurement date June 30, 2014. At June 30, 2015, Ralph J. Bunche Academy reported a liability of $813,629 for its proportionate share of the net pension liability. Ralph J. Bunche Academy's proportion of the net pension liability is based on the employer contributing entity's percentage of total employer contributions for the fiscal year ended June 30, 2014. The contribution amounts were defined by Section 22-11-21, NMSA 1978. At June 30, 2014, Ralph J. Bunche Academy's proportion was 0.01426% percent, which was an increase of 0.0006% from its proportion measured as of June 30, 2013.

For the year ended June 30, 2015, Ralph J. Bunche Academy recognized pension expense of $46,338. At the June 30, 2015, Ralph J. Bunche Academy reported deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

NOTE 7. PENSION PLAN - EDUCATIONAL RETIREMENT BOARD (CONTINUED)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$	12,124
Changes in assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	-	73,986
Changes in proportion and differences between Ralph J. Bunche Academy contributions and proportionate share of contributions	-	28,893
Ralph J. Bunche Academy contributions subsequent to the measurement date	-	-
Total	$ -	115,003

$0 was reported as deferred outflows of resources related to pensions resulting from Ralph J. Bunche Academy contributions subsequent to the measurement date June 30, 2014 will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:

2016	$ 32,731
2017	32,731
2018	31,022
2019	18,519
Total	$ 115,003

NOTE 7. PENSION PLAN - EDUCATIONAL RETIREMENT BOARD (CONTINUED)

Sensitivity of Ralph J. Bunche Academy's proportionate share of the net pension liability to changes in the discount rate. The following table shows the sensitivity of the net pension liability to changes in the discount rate as of the fiscal year end 2014. In particular, the table presents the (employer's) net pension liability under the current single rate assumption, as if it were calculated using a discount rate one percentage point lower (6.75%) or one percentage point higher (8.75%) than the single discount rate.

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
Ralph J. Bunche Academy's proportionate share of the net pension liability	$ 1,107,038	813,629	568,741

NOTE 8. RESTATEMENT

As a result of implementation of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, net position at June 30, 2014 was restated in the amount of $(882,294).

NOTE 9. SCHOOL CLOSURE

The New Mexico Public Education Department did not renew the Ralph J. Bunche Academy charter for fiscal year 2015. The financial activity that took place during the year ended June 30, 2015 was solely to pay out liabilities incurred at the time of the school's closure.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Ralph J. Bunche Academy
SCHEDULE OF THE SCHOOL'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
June 30, 2015

New Mexico Educational Retirement Board Pension Plan
Schedule of Ten Year Tracking Data*
(Dollars in Thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
School's Proportion of the Net Pension Liability (Asset)	0.01%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
School's Proportionate Share of Net Pension Liability (Asset)	$ 814	-	-	-	-	-	-	-	-	-
School's Covered-Employee Payroll	$ 393	-	-	-	-	-	-	-	-	-
School's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered-Employee Payroll	206.93%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	66.54%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

*The amounts presented for each fiscal year were determined as of June 30, 2014

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Ralph J. Bunche Academy
SCHEDULE OF SCHOOL CONTRIBUTIONS
June 30, 2015

New Mexico Educational Retirement Board Pension Plan
Schedule of Ten Year Tracking Data
(Dollars in Thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	$ 52	-	-	-	-	-	-	-	-	-
Contributions in Relation to the Contractually Required Contribution	52	-	-	-	-	-	-	-	-	-
Contribution Deficiency (Excess)	$ -	-	-	-	-	-	-	-	-	-

Increase (Decrease) in Pension Expense over Recognition Periods

Year	Total Amount Deferred	Amortization Years	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
2014	$ 115	5		$ 33	33	31	18	-				
2015	-	5			-	-	-	-	-			
2016	-	5				-	-	-	-	-		
2017	-	5					-	-	-	-	-	
2018	-	5						-	-	-	-	-
2019	-	5							-	-	-	-
2020	-	5								-	-	-
2021	-	5									-	-
2022	-	5										-
2023	-	5										
	$ 115			$ 33	33	31	18	-	-	-	-	-

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Ralph J. Bunche Academy
Schedule of Budgetary Comparisons - Budgetary Basis
Operational 11000
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Total Revenues	$ -	-	-	-
EXPENDITURES				
Current:				
Instruction	-	76,211	8,557	67,654
Support Services:				
Students	-	3,254	3,252	2
General Administration	-	8,790	35,405	(26,615)
School Administration	-	21,943	18,740	3,203
Central Services	-	522	19,612	(19,090)
Operation & Maintenance of Plant	-	6,133	6,120	13
Food Services Operations	-	4,930	4,930	-
Total Expenditures	-	121,783	96,616	25,167
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	(121,783)	(96,616)	25,167
Net Changes in Fund Balances	-	(121,783)	(96,616)	25,167
Cash or Fund Balances - Beginning of Year	5,533	5,533	5,533	-
Cash or Fund Balances - End of Year	$ 5,533	(116,250)	(91,083)	25,167
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (96,616)	
Adjustments to Revenues			171,509	
Adjustments to Expenditures			40,117	
NET CHANGE IN FUND BALANCE			$ 115,010	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Ralph J. Bunche Academy
Schedule of Budgetary Comparisons - Budgetary Basis
SB-9 Capital Improvements 31700
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Property Taxes	$ -	-	781	781
Total Revenues	-	-	781	781
EXPENDITURES				
Current:				
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	781	781
Net Changes in Fund Balances	-	-	781	781
Cash or Fund Balances - Beginning of Year	24,770	24,770	24,770	-
Cash or Fund Balances - End of Year	$ 24,770	24,770	25,551	781
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues Over (Under) Expenditures			$ 781	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ 781	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Ralph J. Bunche Academy
Schedule of Collateral Pledged by Depository for Public Funds
June 30, 2015

Name of Depository	Security Type	CUSIP/ Security Number	Maturity Date	Fair Value June 30, 2015
N/A	N/A	N/A	N/A	N/A

Total Cash per Schedule of Cash Accounts:	$	141,040
Less: FDIC coverage:		(141,040)
Uninsured Public Funds:		-
Collateral Requirement:		-
Pledged Collateral Held by Pledging Financial Institution:		-
Balance Over Collateralized:	**$**	**-**
Balance Uninsured and Uncollateralized at June 30, 2015:	**$**	**-**

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Ralph J. Bunche Academy
Schedule of Cash Accounts
June 30, 2015

Bank Account Type	Wells Fargo
Checking - Operational Account	$ 141,040
Total on Deposit	141,040
Reconciling Items	(4,502)
Reconciled Balance June 30, 2015	136,538
Total Cash	$ 136,538

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Statement of Net Position
June 30, 2015

ASSETS AND DEFERRED OUTFLOWS		
Current Assets:		
Cash and Cash Equivalents	$	19,500
Receivables		
Due from Other Governments		117,885
Total Current Assets		137,385
Noncurrent Assets:		
Capital Assets		
Leasehold improvements		189,948
Furniture, Fixtures, and Equipment		206,215
Less: Accumulated Depreciation		(258,262)
Total Noncurrent Assets		137,901
Total Assets		275,286
Deferred Outflows - Pension Related		64,533
LIABILITIES AND DEFERRED INFLOWS		
Current Liabilities:		
Accounts Payable		1,091
Accrued Liabilities		8,599
Due to Government		9,756
Total Current Liabilities		19,446
Noncurrent Liabilities:		
Net Pension Liability		737,743
Total Noncurrent Liabilities		737,743
Total Liabilities		757,189
Deferred Inflows - Pension Related		81,862
NET POSITION		
Investment in Capital Assets		137,901
Restricted		38,313
Unrestricted (Deficit)		(675,446)
Total Net Position	$	(499,232)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Statement of Activities
For The Year Ended June 30, 2015

Functions/Programs	Expenses	Program Revenues: Charges for Service	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expenses) Revenues and Changes in Net Position
Governmental activities:					
Instruction	$ 545,104	2,798	142,062	-	(400,244)
Support Services:					
Students	79,661	-	-	-	(79,661)
General Administration	73,700	-	-	-	(73,700)
School Administration	59,984	-	-	-	(59,984)
Central Services	27,703	-	-	-	(27,703)
Operation & Maintenance of Plant	33,344	-	-	-	(33,344)
Student Transportation	69,300	-	29,046	-	(40,254)
Food Services	37,269	9,744	18,878	-	(8,647)
Facilities Materials, Supplies & Other Services	70,087	-	-	180,983	110,896
Total Governmental Activities	$ 996,152	12,542	189,986	180,983	(612,641)
		General Revenues:			
		State Equalization Guarantee			$ 719,679
		Total General Revenues			719,679
		Change in Net Position			107,038
		Net Position, Beginning			163,621
		Restatement Recognized by GASB 68			(769,891)
		Net Position, as Restated			(606,270)
		Net Position, Ending			$ (499,232)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Balance Sheets - Governmental Funds
June 30, 2015

	Operational 11000	Pupil Transportation 13000	Instructional Materials 14000	Food Services 21000
ASSETS				
Cash and Cash Equivalents	$ -	11,698	7,802	-
Accounts Receivable				
Due from Government	-	-	-	-
Due from Other Funds	89,316	7,814	-	20,755
Total Assets	$ 89,316	19,512	7,802	20,755
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	$ 1,091	-	-	-
Accrued Expenditures	8,599	-	-	-
Due to Government	-	9,756	-	-
Due to Other Funds	-	-	-	-
Total Liabilities	9,690	9,756	-	-
Fund Balances				
Fund Balance:				
Restricted for:				
Instruction	-	-	7,802	-
Food Service Operations	-	-	-	20,755
Student Transportation	-	9,756	-	-
Assigned to:				
Subsequent Years Expenditures and Other Programs	79,626	-	-	-
Total Fund Balance	79,626	9,756	7,802	20,755
Total Liabilities and Fund Balances	$ 89,316	19,512	7,802	20,755

The accompanying notes are an integral part of these financial statements

Title I IASA 24101	IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120	Teacher Principal Training 24154	Rural Education Achievement 25233	2012 GOB Student Library 27107
-	-	-	-	-	-
12,457	-	26,332	5,003	2,550	-
-	-	-	-	-	-
12,457	-	26,332	5,003	2,550	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
12,457	-	26,332	5,003	2,550	-
12,457	-	26,332	5,003	2,550	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-		-
-	-	-	-	-	-
-	-	-	-	-	-
12,457	-	26,332	5,003	2,550	-

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Balance Sheets - Governmental Funds (Continued)
June 30, 2015

	Reads to Leads 27114	Pre-K Initiative 27149	Taos County EGRT Bond 31100	Public School Capital Outlay 31200
ASSETS				
Cash and Cash Equivalents	$ -	-	-	-
Accounts Receivable				
Due from Government	-	35,000	18,182	14,429
Due from Other Funds	-	-	-	-
Total Assets	$ -	35,000	18,182	14,429
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	$ -	-	-	-
Accrued Expenditures	-	-	-	-
Due to Government	-	-	-	-
Due to Other Funds	-	35,000	18,182	14,429
Total Liabilities	-	35,000	18,182	14,429
Fund Balances				
Fund Balance:				
Restricted for:				
Instruction	-	-	-	-
Food Service Operations	-	-	-	-
Student Transportation	-	-	-	-
Assigned to:				
Subsequent Years Expenditures and Other Programs	-	-	-	-
Total Fund Balance	-	-	-	-
Total Liabilities and Fund Balances	$ -	35,000	18,182	14,429

The accompanying notes are an integral part of these financial statements

SB-9 Capital Improvements 31700	Total
-	19,500
3,932	117,885
-	117,885
3,932	255,270
-	1,091
-	8,599
-	9,756
3,932	117,885
3,932	137,331
-	7,802
-	20,755
-	9,756
-	79,626
-	117,939
3,932	255,270

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STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Reconciliation of the Balance Sheets of Governmental Funds to the Statement of Net Position
June 30, 2015

Fund Balances - Total Governmental Funds		**$ 117,939**
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		
Capital Assets	396,163	
Accumulated Depreciation	(258,262)	
		137,901
Defined benefit pension plan deferred outflows are not financial resources and, therefore, are not reported in the funds.		64,533
Defined benefit pension plan deferred inflows are not due and payable in the current period and, therefore, are not reported in the funds.		(81,862)
The net pension liability is not due and payable in the current period and, therefore, is not reported in the funds.		(737,743)
Net Position - Total Governmental Activities		**$ (499,232)**

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Statement of Revenues, Expenditures, and Changes In Fund Balances (Deficit)
Governmental Funds
For The Year Ended June 30, 2015

	Operational 11000	Pupil Transportation 13000	Instructional Materials 14000	Food Services 21000
REVENUES				
Local & County Grant	$ -	-	-	-
State Grant	719,679	29,046	6,047	-
Federal Grant	-	-	-	18,878
Charges for Services	2,798	-	-	9,744
Total Revenues	722,477	29,046	6,047	28,622
EXPENDITURES				
Current:				
Instruction	474,202	-	2,411	-
Support Services:				
Students	34,523	-	-	-
General Administration	74,989	-	-	-
School Administration	61,229	-	-	-
Central Services	27,703	-	-	-
Operation & Maintenance of Plant	33,344	-	-	-
Student Transportation	-	64,300	-	-
Food Services Operations	29,402	-	-	7,867
Capital Outlay	-	-	-	-
Total Expenditures	735,392	64,300	2,411	7,867
Excess (Deficiency) of Revenues Over (Under) Expenditures	(12,915)	(35,254)	3,636	20,755
Other financing sources (uses):				
Transfers in (out)	(970)	-	-	-
Total other financing sources (uses):	(970)	-	-	-
Net Changes in Fund Balances	(13,885)	(35,254)	3,636	20,755
Fund Balances (Deficit) - Beginning of Year	93,511	45,010	4,166	-
Fund Balances - End of Year	$ 79,626	9,756	7,802	20,755

The accompanying notes are an integral part of these financial statements

Title I IASA 24101	IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120	Teacher Principal Training 24154	Rural Education Achievement 25233	2012 GOB Student Library 27107
-	-	-	-	-	-
-	-	-	-	-	-
12,457	19,636	26,332	5,003	15,587	-
-	-	-	-	-	-
12,457	19,636	26,332	5,003	15,587	-
12,457	-	-	5,003	2,550	-
-	19,636	26,332	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
12,457	19,636	26,332	5,003	2,550	-
-	-	-	-	13,037	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	13,037	-
-	-	-	-	(13,037)	-
-	-	-	-	-	-

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Statement of Revenues, Expenditures, and Changes In Fund Balances (Deficit) - Continued
Governmental Funds
For The Year Ended June 30, 2015

	Reads to Leads 27114	Pre-K Initiative 27149	Taos County EGRT Bond 31100	Public School Capital Outlay 31200
REVENUES				
Local & County Grant	$ -	-	119,335	-
State Grant	22,000	35,000	-	57,716
Federal Grant	-	-	-	-
Charges for Services	-	-	-	-
Total Revenues	22,000	35,000	119,335	57,716
EXPENDITURES				
Current:				
Instruction	22,000	30,000	-	-
Support Services:				
Students	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	5,000	-	-
Food Services Operations	-	-	-	-
Capital Outlay	-	-	119,335	57,716
Total Expenditures	22,000	35,000	119,335	57,716
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-
Other financing sources (uses):				
Transfers in (out)	-	-	-	-
Total other financing sources (uses):	-	-	-	-
Net Changes in Fund Balances	-	-	-	-
Fund Balances (Deficit) - Beginning of Year	-	-	-	-
Fund Balances - End of Year	$ -	-	-	-

The accompanying notes are an integral part of these financial statements

SB-9 Capital Improvements 31700	Total
-	119,335
3,932	873,420
-	97,893
-	12,542
3,932	1,103,190
-	548,623
-	80,491
-	74,989
-	61,229
-	27,703
-	33,344
-	69,300
-	37,269
3,932	180,983
3,932	1,113,931
-	(10,741)
970	-
970	-
970	(10,741)
(970)	128,680
-	117,939

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficit) of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2015

Net Change in Fund Balance-Total Governmental Funds		**$ (10,741)**
Amounts reported for governmental activities in the Statement of Activities are different because:		
Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the Statement of Net Position and allocated over their estimated useful lives as annual depreciation expenses in the Statement of Activities. This is the amount by which capital outlay exceeds depreciation for the period		
Capital Outlays	110,896	
Depreciation Expense	(7,936)	
		102,960
Changes in long-term liabilities		
Change in Net Pension Liability		14,819
Change in Net Position-Total Governmental Activities		**$ 107,038**

The accompanying notes are an integral part of these financial statements

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

Furniture, Fixtures and Equipment	3-20 years
Leasehold Improvements	5-25 years

Capital assets for Red River Valley Charter School are recorded in the Statement of Net Position.

Pensions. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expenses, information about the Fiduciary Net Position of the New Mexico Educational Retirement Board (ERB) and additions to/deductions from ERB's Fiduciary Net Position have been determined on the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

NOTE 2. CAPITAL ASSETS

A summary of capital assets and changes occurring during the year ended June 30, 2015 follows:

	Balance June 30, 2014	Additions	Deletions	Balance June 30, 2015
Capital Assets being Depreciated:				
Leasehold improvements	$ 79,052	110,896	-	189,948
Furniture, Fixtures and Equipment	206,215	-	-	206,215
Total	285,267	110,896	-	396,163
Less: Accumulated Depreciation				
Leasehold improvements	(54,171)	(6,794)	-	(60,965)
Furniture, Fixtures and Equipment	(196,155)	(1,142)	-	(197,297)
Total	(250,326)	(7,936)	-	(258,262)
Capital Assets, Net	$ 34,941	102,960	-	137,901

Depreciation expense for the year ended June 30, 2015 was expensed to the following function:

Instruction	$ 7,936
Total	$ 7,936

NOTE 3. COMMITMENTS AND LIABILITIES

The school leased facilities under a short-term cancelable operating lease. Rental expense for the year was $57,716. The school's minimum future payments are based on the total allocation from the Public School Capital Outlay Funds.

NOTE 4. PENSION PLAN – EDUCATIONAL RETIREMENT BOARD

The information contained within this disclosure represents the pension information specific to Red River Valley Charter School and does not include general disclosure information pertaining to the New Mexico Educational Employees' Retirement Plan. General disclosure information including plan description, benefits provided, applicable actuarial assumptions, and location for additional information about the New Mexico Educational Retirement Boards fiduciary net position can be found within the basic financial statements of the Public Education Department.

Contributions. The contribution requirements of defined benefit plan members and Red River Valley Charter School are established in state statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. For the fiscal year ended June 30, 2014, employers contributed 13.15% of employees' gross annual salary to the Plan. Employees earning $20,000 or less contributed 7.90% and employees earning more than $20,000 contributed 10.10% of their gross annual salary. For fiscal year ended June 30, 2015 employers contributed 13.90% and employees earning $20,000 or less continued to contribute 7.90% and employees earning more than $20,000 contributed an increased amount of 10.70% of their gross annual salary. Contributions to the pension plan from Red River Valley Charter School were $64,533 for the year ended June 30, 2015.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: The total ERB pension liability, net pension liability, and sensitivity information were based on an annual actuarial valuation performed as of June 30, 2013. The total ERB pension liability was rolled forward from the valuation date to the Plan year ending June 30, 2014, using generally accepted actuarial principles. Therefore, the employer's portion was established as of the measurement date of June 30, 2014. At June 30, 2015, Red River Valley Charter School reported a liability of $737,743 for its proportionate share of the net pension liability. Red River Valley Charter School's proportion of the net pension liability is based on the employer contributing entity's percentage of total employer contributions for the fiscal year ended June 30, 2014. The contribution amounts were defined by Section 22-11-21, NMSA 1978. At June 30, 2014, Red River Valley Charter School's proportion was 0.01293%, which was a decrease of 0.00008% from its proportion measured as of June 30, 2013.

NOTE 4. PENSION PLAN – EDUCATIONAL RETIREMENT BOARD (CONTINUED)

For the year ended June 30, 2015, Red River Valley Charter School recognized pension expense of $49,714. At June 30, 2015, Red River Valley Charter School reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ -	10,987
Net difference between projected and actual earnings on pension plan investments	-	67,048
Changes in proportion and differences between Red River Valley Charter School contributions and proportionate share of contributions	-	3,827
Red River Valley Charter School contributions subsequent to the measurement date	64,533	-
Total	$ 64,533	81,862

The amount of $64,533 reported as deferred outflows of resources related to pensions resulting from Red River Valley Charter School's contributions subsequent to the measurement date of June 30, 2014 will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:

2016	$ 21,909
2017	21,909
2018	21,292
2019	16,752
Total	$ 81,862

NOTE 4. PENSION PLAN – EDUCATIONAL RETIREMENT BOARD (CONTINUED)

Sensitivity of Red River Valley Charter School's proportionate share of the net pension liability to changes in the discount rate. The following table shows the sensitivity of the net pension liability to changes in the discount rate as of June 30, 2014. In particular, the table presents the (employer's) net pension liability under the current single rate assumption, as if it were calculated using a discount rate one percentage point lower (6.75%) or one percentage point higher (8.75%) than the single discount rate.

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
The School's proportionate share of the net pension liability	$ 1,003,786	737,743	515,409

Payables to the pension plan. At June 30, 2015, Red River Valley Charter School owed $354 to ERB for fiscal year 2015 contributions.

NOTE 5. RESTATEMENT

As a result of implementation of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, net position at June 30, 2014 was restated in the amount of $(769,891).

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
RED RIVER VALLEY CHARTER SCHOOL
SCHEDULE OF THE SCHOOL'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
June 30, 2015

New Mexico Educational Retirement Board Pension Plan
Schedule of Ten Year Tracking Data*
(Dollars in Thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
School's Proportion of the Net Pension Liability (Asset)	0.01%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
School's Proportionate Share of Net Pension Liability (Asset)	$ 738	-	-	-	-	-	-	-	-	-
School's Covered-Employee Payroll	$ 356	-	-	-	-	-	-	-	-	-
School's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered-Employee Payroll	207.05%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	66.54%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

*The amounts presented for each fiscal year were determined as of June 30, 2014

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
RED RIVER VALLEY CHARTER SCHOOL
SCHEDULE OF SCHOOL CONTRIBUTIONS
June 30, 2015

New Mexico Educational Retirement Board Pension Plan
Schedule of Ten Year Tracking Data
(Dollars in Thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	$ 47	-	-	-	-	-	-	-	-	-
Contributions in Relation to the Contractually Required Contribution	47	-	-	-	-	-	-	-	-	-
Contribution Deficiency (Excess)	$ -	-	-	-	-	-	-	-	-	-

Increase (Decrease) in Pension Expense over Recognition Periods

Year	Total Amount Deferred	Amortization Years	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
2014	$ 82	5		$ 22	22	21	17	-				
2015	-	5			-	-	-	-	-			
2016	-	5				-	-	-	-	-		
2017	-	5					-	-	-	-	-	
2018	-	5						-	-	-	-	-
2019	-	5							-	-	-	-
2020	-	5								-	-	-
2021	-	5									-	-
2022	-	5										-
2023	-	5										
	$ 82			$ 22	22	21	17	-	-	-	-	-

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Operational 11000
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 669,246	719,558	719,679	121
Charges for Services	4,166	4,166	2,798	(1,368)
Total Revenues	673,412	723,724	722,477	(1,247)
EXPENDITURES				
Current:				
Instruction	470,287	483,892	474,202	9,690
Support Services:				
Students	62,915	65,422	34,523	30,899
General Administration	71,470	78,852	74,989	3,863
School Administration	62,334	64,826	61,229	3,597
Central Services	27,461	30,826	27,703	3,123
Operation & Maintenance of Plant	35,312	36,504	33,344	3,160
Food Services Operations	15,200	34,969	29,402	5,567
Total Expenditures	744,979	795,291	735,392	59,899
Excess (Deficiency) of Revenues Over (Under) Expenditures	(71,567)	(71,567)	(12,915)	58,652
Other Financing Sources (Uses):				
Transfers	-	-	(970)	(970)
Designated Cash	71,567	71,567	-	(71,567)
Total Other Financing Sources (Uses):	71,567	71,567	(970)	(72,537)
Net Changes in Fund Balances	-	-	(13,885)	(13,885)
Cash or Fund Balances - Beginning of Year	-	-	93,511	93,511
Cash or Fund Balances - End of Year	$ -	-	79,626	79,626
Reconciliation to GAAP Basis:				
Net change in fund balance			$ (13,885)	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ (13,885)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Pupil Transportation 13000
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 31,399	31,399	29,046	(2,353)
Total Revenues	31,399	31,399	29,046	(2,353)
EXPENDITURES				
Current:				
Student Transportation	31,399	56,873	54,363	2,510
Total Expenditures	31,399	56,873	54,363	2,510
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	(25,474)	(25,317)	157
Other financing sources (uses):				
Designated Cash	-	25,474	-	(25,474)
Total other financing sources (uses):	-	25,474	-	(25,474)
Net Changes in Fund Balances	-	-	(25,317)	(25,317)
Cash or Fund Balances - Beginning of Year	-	-	45,010	45,010
Cash or Fund Balances - End of Year	$ -	-	19,693	19,693
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (25,317)	
Adjustments to revenues			-	
Adjustments to expenditures			(9,937)	
NET CHANGE IN FUND BALANCE			$ (35,254)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Instructional Materials 14000
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ -	6,047	6,047	-
Total Revenues	-	6,047	6,047	-
EXPENDITURES				
Current:				
Instruction	-	6,047	2,411	3,636
Total Expenditures	-	6,047	2,411	3,636
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	3,636	3,636
Net Changes in Fund Balances	-	-	3,636	3,636
Cash or Fund Balances - Beginning of Year	-	-	4,166	4,166
Cash or Fund Balances - End of Year	$ -	-	7,802	7,802
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 3,636	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ 3,636	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Food Services 21000
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ -	19,166	18,878	(288)
Charges for Services	-	-	9,744	9,744
Total Revenues	-	19,166	28,622	9,456
EXPENDITURES				
Current:				
Food Services Operations	-	19,166	7,867	11,299
Total Expenditures	-	19,166	7,867	11,299
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	20,755	20,755
Net Changes in Fund Balances	-	-	20,755	20,755
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	20,755	20,755
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 20,755	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ 20,755	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Title I IASA 24101
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ 13,133	26,396	2,536	(23,860)
Total Revenues	13,133	26,396	2,536	(23,860)
EXPENDITURES				
Current:				
Instruction	13,133	26,396	12,457	13,939
Total Expenditures	13,133	26,396	12,457	13,939
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(9,921)	(9,921)
Net Changes in Fund Balances	-	-	(9,921)	(9,921)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(9,921)	(9,921)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (9,921)	
Adjustments to Revenues			9,921	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
IDEA-B Entitlement 24106
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ -	19,636	20,567	931
Total Revenues	-	19,636	20,567	931
EXPENDITURES				
Current:				
Support Services:				
Students	-	19,636	19,636	-
Total Expenditures	-	19,636	19,636	-
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	931	931
Net Changes in Fund Balances	-	-	931	931
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	931	931
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 931	
Adjustments to Revenues			(931)	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
IDEA-B Risk Pool 24120
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ -	26,332	-	(26,332)
Total Revenues	-	26,332	-	(26,332)
EXPENDITURES				
Current:				
Support Services:				
Students	-	26,332	26,332	-
Total Expenditures	-	26,332	26,332	-
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(26,332)	(26,332)
Net Changes in Fund Balances	-	-	(26,332)	(26,332)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(26,332)	(26,332)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (26,332)	
Adjustments to Revenues			26,332	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Teacher Principal Training 24154
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ 3,341	8,058	1,261	(6,797)
Total Revenues	3,341	8,058	1,261	(6,797)
EXPENDITURES				
Current:				
Instruction	3,341	8,058	5,003	3,055
Total expenditures	3,341	8,058	5,003	3,055
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(3,742)	(3,742)
Net changes in Fund Balances	-	-	(3,742)	(3,742)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(3,742)	(3,742)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (3,742)	
Adjustments to Revenues			3,742	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Rural Education Achievement 25233
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ -	13,671	13,037	(634)
Total Revenues	-	13,671	13,037	(634)
EXPENDITURES				
Current:				
Instruction	-	13,671	2,550	11,121
Total Expenditures	-	13,671	2,550	11,121
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	10,487	10,487
Net Changes in Fund Balances	-	-	10,487	10,487
Cash or Fund Balances - Beginning of Year	-	-	(13,037)	(13,037)
Cash or Fund Balances - End of Year	$ -	-	(2,550)	(2,550)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 10,487	
Adjustments to Revenues			2,550	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ 13,037	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
2012 GOB Student Library 27107
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 2,077	2,077	1,100	(977)
Total Revenues	2,077	2,077	1,100	(977)
EXPENDITURES				
Current:				
Support Services:				
Instruction	2,077	2,077	-	2,077
Total Expenditures	2,077	2,077	-	2,077
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	1,100	1,100
Net Changes in Fund Balances	-	-	1,100	1,100
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	1,100	1,100
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 1,100	
Adjustments to Revenues			(1,100)	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Reads to Leads 27114
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 22,000	22,000	29,707	7,707
Total Revenues	22,000	22,000	29,707	7,707
EXPENDITURES				
Current:				
Instruction	22,000	22,000	22,000	-
Total Expenditures	22,000	22,000	22,000	-
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	7,707	7,707
Net Changes in Fund Balances	-	-	7,707	7,707
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	7,707	7,707
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 7,707	
Adjustments to Revenues			(7,707)	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Pre-K Initiative 27149
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 35,000	35,000	10,941	(24,059)
Total Revenues	35,000	35,000	10,941	(24,059)
EXPENDITURES				
Current:				
Instruction	30,000	30,000	30,000	-
Student Transportation	5,000	5,000	5,000	-
Total Expenditures	35,000	35,000	35,000	-
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(24,059)	(24,059)
Net Changes in Fund Balances	-	-	(24,059)	(24,059)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(24,059)	(24,059)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (24,059)	
Adjustments to Revenues			24,059	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Taos County EGRT Bond 31100
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Local & County Grant	$ -	275,984	101,153	(174,831)
Total Revenues	-	275,984	101,153	(174,831)
EXPENDITURES				
Capital Outlay	-	275,984	119,335	156,649
Total Expenditures	-	275,984	119,335	156,649
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(18,182)	(18,182)
Net Changes in Fund Balances	-	-	(18,182)	(18,182)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(18,182)	(18,182)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (18,182)	
Adjustments to Revenues			18,182	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Public School Capital Outlay 31200
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ -	57,716	55,754	(1,962)
Total Revenues	-	57,716	55,754	(1,962)
EXPENDITURES				
Capital Outlay	-	57,716	57,716	-
Total Expenditures	-	57,716	57,716	-
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(1,962)	(1,962)
Net Changes in Fund Balances	-	-	(1,962)	(1,962)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(1,962)	(1,962)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (1,962)	
Adjustments to Revenues			1,962	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
SB-9 Capital Improvements 31700
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 5,320	8,113	4,446	(3,667)
Total Revenues	5,320	8,113	4,446	(3,667)
EXPENDITURES				
Capital Outlay	5,320	8,113	3,932	4,181
Total Expenditures	5,320	8,113	3,932	4,181
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	514	514
Other Financing Sources (Uses):				
Transfers in	-	-	970	970
Total Other Financing Sources (Uses):	-	-	970	970
Net Changes in Fund Balances	-	-	1,484	1,484
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	1,484	1,484
Reconciliation to GAAP Basis:				
Net change in fund balance			$ 1,484	
Adjustments to Revenues			(514)	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ 970	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Schedule of Collateral Pledged by Depository for Public Funds
June 30, 2015

Name of Depository	Security Type	CUSIP/ Security Number	Maturity Date	Fair Value June 30, 2015
N/A	N/A	N/A	N/A	$ -
				$ -

Total Cash per Schedule of Cash Accounts:	$ 64,742
Less: FDIC coverage:	(64,742)
Uninsured Public Funds:	-
Collateral Requirement:	-
Pledged Collateral Held by Pledging Financial Institution:	-
Balance Over Collateralized:	**$ -**
Balance Uninsured and Uncollateralized at June 30, 2015:	**$ -**

The accompanying notes are an integral part of these financial statements

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STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Schedule of Cash Accounts
June 30, 2015

Bank Account Type	Peoples Bank
Checking - Operational Account	$ 64,742
Total on Deposit	64,742
Reconciling Items	(45,242)
Reconciled Balance June 30, 2015	$ 19,500

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Cash Reconciliation
June 30, 2015

	Operational 11000	Pupil Transportation 13000	Instructional Materials 14000	Food Services 21000
Cash, June 30, 2014	$ 44,747	50,948	4,166	-
Add:				
2014-15 revenues	722,477	29,046	6,047	28,622
Total Cash Available	767,224	79,994	10,213	28,622
Less:				
2014-15 expenditures	(735,392)	(54,363)	(2,411)	(7,867)
Receivables/Payables	3,058	(6,119)	-	-
Outstanding Loans	(33,920)	(7,814)	-	(20,755)
Cash June 30, 2015	970	11,698	7,802	-
Fund Balance Reconciliations to GAAP Basis:				
Audit reclassifications to cash	(970)	-	-	-
Cash Per Books	-	11,698	7,802	-
Fund Balance Reconciliation to GAAP Basis:				
Modified Accrual Adjustments	79,626	(1,942)	-	20,755
Fund Balance, Modified Accrual Basis	$ 79,626	9,756	7,802	20,755

The accompanying notes are an integral part of these financial statements.

Federal Projects Account 24000	Federal Direct Account 25000	State Acccount 27000	Bond Building 31100	Public School Capital Outlay 31200	SB-9 Capital Improvements 31700	Total
-	-	-	-	-	-	99,861
24,364	13,037	41,748	101,153	55,754	4,446	1,026,694
24,364	13,037	41,748	101,153	55,754	4,446	1,126,555
(63,428)	(2,550)	(57,000)	(119,335)	(57,716)	(3,932)	(1,103,994)
-	-	-	-	-	-	(3,061)
39,064	(10,487)	15,252	18,182	1,962	(1,484)	-
-	-	-	-	-	(970)	19,500
-	-	-	-	-	970	-
-	-	-	-	-	-	19,500
-	-	-	-	-	-	98,439
-	-	-	-	-	-	117,939

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sage Montessori Charter School
Statement of Net Position
June 30, 2015

ASSETS AND DEFERRED OUTFLOWS		
Current Assets:		
Cash and Cash Equivalents	$	99,750
Receivables		
Due from Other Governments		65,350
Deposits		10,000
Total Current Assets		175,100
Noncurrent Assets:		
Capital Assets		
Furniture, Fixtures, and Equipment		23,261
Less: Accumulated Depreciation		(11,898)
Total Noncurrent Assets		11,363
Total Assets		186,463
Deferred Outflows - Pension Related		86,633
LIABILITIES AND DEFERRED INFLOWS		
Current Liabilities:		
Accounts Payable		58,107
Accrued Liabilities		83,668
Total Current Liabilities		141,775
Noncurrent Liabilities:		
Net Pension Liability		1,178,225
Total Noncurrent Liabilities		1,178,225
Total Liabilities		1,320,000
Deferred Inflows - Pension Related		129,349
NET POSITION		
Investment in Capital Assets		11,363
Restricted		16,837
Unrestricted (Deficit)		(1,204,453)
Total Net Position	$	(1,176,253)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sage Montessori Charter School
Statement of Activities
For The Year Ended June 30, 2015

		Program Revenues			
Functions/Programs	**Expenses**	**Charges for Service**	**Operating Grants and Contributions**	**Capital Grants and Contributions**	**Net (Expenses) Revenues and Changes in Net Position**
Governmental activities:					
Instruction	$ 996,745	-	115,486	-	(881,259)
Support Services:					
Students	61,496	-	-	-	(61,496)
Instruction	24,812	-	-	-	(24,812)
General Administration	61,458	-	-	-	(61,458)
School Administration	201,134	-	-	-	(201,134)
Central Services	104,180	-	-	-	(104,180)
Operation & Maintenance of Plant	356,661	-	-	-	(356,661)
Facilities Materials, Supplies & Other Services	138,001	-	-	138,001	-
Total Governmental Activities	$ 1,944,487	-	115,486	138,001	(1,691,000)
		General Revenues:			
		State Equalization Guarantee			$ 1,527,053
		Total General Revenues			1,527,053
		Change in Net Position			(163,947)
		Net Position, Beginning			215,280
		Restatement Recognized by GASB 68			(1,227,586)
		Net Position, Beginning, as Restated			(1,012,306)
		Net position, Ending			$ (1,176,253)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sage Montessori Charter School
Balance Sheets - Governmental Funds
June 30, 2015

	Operational 11000	Instructional Materials 14000	Title I IASA 24101	IDEA-B Entitlement 24106
ASSETS				
Cash and Cash Equivalents	$ 92,913	6,837	-	-
Accounts Receivable				
Due from Government	-	-	-	4,976
Due from Other Funds	42,400	-	-	-
Deposits	10,000	-	-	-
Total Assets	$ 145,313	6,837	-	4,976
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	$ 40,679	-	-	-
Accrued Expenditures	78,146	-	-	2,739
Due to Other Funds	-	-	-	2,237
Total Liabilities	118,825	-	-	4,976
Fund Balances				
Fund Balance:				
Nonspendible:				
Deposits	10,000	-	-	-
Restricted for:				
Instruction	-	6,837	-	-
Assigned to:				
Subsequent Years Expenditures and Other Programs	16,488	-	-	-
Total Fund Balance	26,488	6,837	-	-
Total Liabilities and Fund Balances	$ 145,313	6,837	-	4,976

The accompanying notes are an integral part of these financial statements

Federal Charter Planning 24146	Teacher Principal Training 24154	Reads to Leads 27114	Public School Capital Outlay 31200	Total
-	-	-	-	99,750
-	675	25,199	34,500	65,350
-	-	-	-	42,400
-	-	-	-	10,000
-	675	25,199	34,500	217,500
-	-	17,428	-	58,107
-	-	2,783	-	83,668
-	675	4,988	34,500	42,400
-	675	25,199	34,500	184,175
-	-	-	-	10,000
-	-	-	-	6,837
-	-	-	-	16,488
-	-	-	-	33,325
-	675	25,199	34,500	217,500

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STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sage Montessori Charter School
Reconciliation of the Balance Sheets of Governmental Funds to the Statement of Net Position
June 30, 2015

Fund Balance - Total Governmental Funds		**$ 33,325**
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		
Capital Assets	23,261	
Accumulated Depreciation	(11,898)	
		11,363
Defined benefit pension plan deferred outflows are not financial resources and, therefore, are not reported in the funds		86,633
Defined benefit pension plan deferred inflows are not due and payable in the current period and, therefore, are not reported in the funds.		(129,349)
The net pension liability is not due and payable in the current period and, therefore, is not reported in the funds.		(1,178,225)
Net Position-Total Governmental Activities		**$ (1,176,253)**

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sage Montessori Charter School
Statement of Revenues, Expenditures, and Changes In Fund Balances
Governmental Funds
For The Year Ended June 30, 2015

	Operational 11000	Instructional Materials 14000	Title I IASA 24101	IDEA-B Entitlement 24106
REVENUES				
State Grant	$ 1,527,053	17,288	-	-
Federal Grant	-	-	12,285	35,238
Total Revenues	1,527,053	17,288	12,285	35,238
EXPENDITURES				
Current:				
Instruction	869,916	25,801	12,285	30,176
Support Services:				
Students	56,344	-	-	5,152
Instruction	24,812	-	-	-
General Administration	61,458	-	-	-
School Administration	201,009	-	-	-
Central Services	99,180	-	-	-
Operation & Maintenance of Plant	319,009	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	1,631,728	25,801	12,285	35,328
Excess (Deficiency) of Revenues Over (Under) Expenditures	(104,675)	(8,513)	-	(90)
Other financing sources (uses):				
Transfers in (out)	23,366	-	-	90
Total other financing sources (uses):	23,366	-	-	90
Net Changes in Fund Balances	(81,309)	(8,513)	-	-
Fund Balances - Beginning of Year	107,797	15,350	-	-
Fund Balances - End of Year	$ 26,488	6,837	-	-

The accompanying notes are an integral part of these financial statements

Federal Charter Planning 24146	Teacher Principal Training 24154	Reads to Leads 27114	Public School Capital Outlay 31200	Total
-	-	50,000	138,001	1,732,342
-	675	-	-	48,198
-	675	50,000	138,001	1,780,540
14,533	550	50,129	-	1,003,390
-	-	-	-	61,496
-	-	-	-	24,812
-	-	-	-	61,458
-	125	-	-	201,134
5,000	-	-	-	104,180
33,000	-	-	-	352,009
-	-	-	138,001	138,001
52,533	675	50,129	138,001	1,946,480
(52,533)	-	(129)	-	(165,940)
(23,585)	-	129		-
(23,585)	-	129	-	-
(76,118)	-	-	-	(165,940)
76,118	-	-	-	199,265
-	-	-	-	33,325

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sage Montessori Charter School
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2015

Net Change in Fund Balances-Total Governmental Funds	**$ (165,940)**
Amounts reported for governmental activities in the Statement of Activities are different because:	
Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the Statement of Net Position and allocated over their estimated useful lives as annual depreciation expenses in the Statement of Activities. This is the amount by which capital outlay exceeds depreciation for the period	
Depreciation Expense	(4,652)
Changes in long-term liabilities	
Change in the net pension liability	6,645
Change in Net Position-Total Governmental Activities	**$ (163,947)**

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sage Montessori Charter School
Statement of Fiduciary Assets and Liabilities- Agency Funds
June 30, 2015

	Agency
ASSETS	
Cash in Bank	$ 13,851
Total Assets	$ 13,851
LIABILITIES	
Deposits Held for Others	$ 13,851
Total Liabilities	$ 13,851

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sage Montessori Charter School
Schedule of Changes in Assets and Liabilities - Agency Funds
For The Year Ended June 30, 2015

	Balance July 1, 2014	Additions	Deductions	Balance June 30, 2015
ASSETS				
Cash in Bank	$ 12,447	18,856	(17,452)	13,851
Total Assets	$ 12,447	18,856	(17,452)	13,851
LIABILITIES				
Deposits Held for Others	$ 12,447	18,856	(17,452)	13,851
Total Liabilities	$ 12,447	18,856	(17,452)	13,851

The accompanying notes are an integral part of these financial statements

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

Furniture, Fixtures and Equipment	5 years

Capital assets for Sage Montessori Charter School are recorded in the Statement of Net Position.

Pensions. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expenses, information about the Fiduciary Net Position of the New Mexico Educational Retirement Board (ERB) and additions to/deductions from ERB's Fiduciary Net Position have been determined on the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

NOTE 2. CAPITAL ASSETS

A summary of capital assets and changes occurring during the year ended June 30, 2015 follows:

	Balance June 30, 2014	Additions	Deletions	Balance June 30, 2015
Capital Assets being Depreciated:				
Furniture, Fixtures and Equipment	$ 23,261	-	-	23,261
Total	23,261	-	-	23,261
Less: Accumulated Depreciation				
Furniture, fixtures and equipment	(7,246)	(4,652)	-	(11,898)
Total	(7,246)	(4,652)	-	(11,898)
Capital Assets, Net	$ 16,015	(4,652)	-	11,363

Depreciation expensed for the year ended June 30, 2015 was expensed to the following function:

Operations and Maintenance of Plant	$ 4,652
Total	$ 4,652

NOTE 3. COMMITMENTS AND LIABILITIES

Sage Montessori Charter School leases equipment and facilities under long-term cancelable operating leases. Rental expenses for the year ended June 30, 2015 was $292,471. Sage Montessori Charter School's minimum future payments on these leases are as follows:

Year Ending June 30:	
2016	$ 210,560
2017	210,560
Total	$ 421,120

NOTE 3. COMMITMENTS AND LIABILITIES (CONTINUED)

In December 2014, Sage Montessori Charter School ceased making payments on one of its building leases and subsequently vacated the property. The School paid the November 2014 lease payment however the payment was placed into a trust. The lease spanned from August 1, 2012 through June 30, 2017, and provided for annual rents of $233,036 in fiscal year 2015, $239,984 in fiscal year 2016, and $246,932 in fiscal year 2017. In May 2015, the property manager's attorney sent the School a letter stating all rent payments due from November 1, 2014 through present remain outstanding. As of the date of the letter, May 12, 2015, the School was in default of rent payments in the amount of $135,938. Another demand letter was sent on July 24, 2015 stating $176,558 is still due. Additionally, the letters state the School owes the scheduled rent payment on the first of each month pursuant to the terms of the agreement. The School does not intend on paying the amount demanded but has retained legal counsel to advise the School on this matter.

NOTE 4. PENSION PLAN – EDUCATIONAL RETIREMENT BOARD

The information contained within this disclosure represents the pension information specific to Sage Montessori Charter School and does not include general disclosure information pertaining to the New Mexico Educational Employees' Retirement Plan. General disclosure information including plan description, benefits provided, applicable actuarial assumptions, and location for additional information about the New Mexico Educational Retirement Boards fiduciary net position can be found within the basic financial statements of the Public Education Department.

Contributions. The contribution requirements of defined benefit plan members and Sage Montessori Charter School are established in state statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. For the fiscal year ended June 30, 2014, employers contributed 13.15% if employees' gross annual salary to the Plan. Employees earning $20,000 or less contributed 7.90% and employees earning more than $20,000 contributed 10.10% of their gross annual salary. For fiscal year ended June 30, 2015, employers contributed 13.90% and employees earning $20,000 or less continued to contribute 7.90% and employees earning more than $20,000 contributed an increased amount of 10.70% of their gross annual salary. Contributions to the pension plan from Sage Montessori Charter School were $86,633 for the year ended June 30, 2015.

NOTE 4. PENSION PLAN – EDUCATIONAL RETIREMENT BOARD (CONTINUED)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: The total ERB pension liability, net pension liability, and sensitivity information were based on an annual actuarial valuation performed as of June 30, 2013. The total ERB pension liability was rolled forward from the valuation date to the Plan year ending June 30, 2014, using generally accepted actuarial principles. Therefore, the employer's portion was established as of the measurement date June 30, 2014.

At June 30, 2015, Sage Montessori Charter School reported a liability of $1,178,225 for its proportionate share of the net pension liability. Sage Montessori Charter School's proportion of the net pension liability is based on the employer contributing entity's percentage of total employer contributions for the fiscal year ended June 30, 2014. The contribution amounts were defined by Section 22-11-21, NMSA 1978. At June 30, 2014, Sage Montessori Charter School's proportion was 0.02065%, which was a decrease of 0.0001% from its proportion measured as of June 30, 2013.

For the year ended June 30, 2015, Sage Montessori Charter School recognized pension expense of $79,988. At June 30, 2015, Sage Montessori Charter School reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ -	17,555
Net difference between projected and actual earnings on pension plan investments	-	107,127
Changes in proportion and differences between the School's contributions and proportionate share of contributions	-	4,667
The School's contributions subsequent to the measurement date	86,633	-
Total	$ 86,633	129,349

$86,633 reported as deferred outflows of resources related to pensions resulting from Sage Montessori Charter School contributions subsequent to the measurement date June 30, 2014 will be recognized as a reduction of the net pension liability in the year ended June 30, 2016.

NOTE 4. PENSION PLAN – EDUCATIONAL RETIREMENT BOARD (CONTINUED)

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2016	$ 34,490
2017	34,490
2018	33,565
2019	26,804
Total	$ 129,349

Sensitivity of Sage Montessori Charter School's proportionate share of the net pension liability to changes in the discount rate. The following table shows the sensitivity of the net pension liability to changes in the discount rate as of the fiscal year end 2014. In particular, the table presents Sage Montessori Charter School' net pension liability under the current single rate assumption, as if it were calculated using a discount rate one percentage point lower (6.75%) or one percentage point higher (8.75%) than the single discount rate.

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
The School's proportionate share of the net pension liability	$ 1,603,113	1,178,225	823,494

Payables to the pension plan. At June 30, 2015, Sage Montessori Charter School owed $18,836 to ERB for fiscal year 2015 contributions.

NOTE 5. OVERSPENT BUDGET LINE ITEMS

As stated in finding 2015-004, Sage Montessori Charter School had expenditures in excess of the budget in the following funds:

24146 Federal Charter Planning (Instruction)	$ 14,851
24146 Federal Charter Planning (Central Services)	5,000
24154 Teacher Principal Training (School Administration)	125

NOTE 6. RESTATEMENT

As a result of implementation of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, net position at June 30, 2014 was restated in the amount of $(1,227,586).

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SAGE MONTESSORI CHARTER SCHOOL
SCHEDULE OF THE SCHOOL'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
June 30, 2015

New Mexico Educational Retirement Board Pension Plan
Schedule of Ten Year Tracking Data*
(Dollars in Thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
School's Proportion of the Net Pension Liability (Asset)	0.02%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
School's Proportionate Share of Net Pension Liability (Asset)	$ 1,178	-	-	-	-	-	-	-	-	-
School's Covered-Employee Payroll	$ 569	-	-	-	-	-	-	-	-	-
School's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered-Employee Payroll	206.96%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	66.54%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

*The amounts presented for each fiscal year were determined as of June 30, 2014

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SAGE MONTESSORI CHARTER SCHOOL
SCHEDULE OF SCHOOL CONTRIBUTIONS
June 30, 2015

New Mexico Educational Retirement Board Pension Plan
Schedule of Ten Year Tracking Data
(Dollars in Thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	$ 75	-	-	-	-	-	-	-	-	-
Contributions in Relation to the Contractually Required Contribution	75	-	-	-	-	-	-	-	-	-
Contribution Deficiency (Excess)	$ -	-	-	-	-	-	-	-	-	-

Increase (Decrease) in Pension Expense over Recognition Periods

Year	Total Amount Deferred	Amortization Years	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
2014	$ 129	5		$ 34	34	34	27	-				
2015	-	5			-	-	-	-	-			
2016	-	5				-	-	-	-	-		
2017	-	5					-	-	-	-	-	
2018	-	5						-	-	-	-	-
2019	-	5							-	-	-	-
2020	-	5								-	-	-
2021	-	5									-	-
2022	-	5										-
2023	-	5										
	$ 129			$ 34	34	34	27	-	-	-	-	-

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sage Montessori Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Operational 11000
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 1,393,825	1,527,058	1,527,053	(5)
Total Revenues	1,393,825	1,527,058	1,527,053	(5)
EXPENDITURES				
Current:				
Instruction	876,042	903,884	868,565	35,319
Support Services:				
Students	49,000	48,806	48,796	10
Instruction	19,000	26,923	25,428	1,495
General Administration	21,000	61,857	61,625	232
School Administration	196,561	203,652	203,652	-
Central Services	90,050	95,917	95,716	201
Operation & Maintenance of Plant	159,397	310,945	310,740	205
Total Expenditures	1,411,050	1,651,984	1,614,522	37,462
Excess (Deficiency) of Revenues Over (Under) Expenditures	(17,225)	(124,926)	(87,469)	37,457
Other Financing Sources (Uses):				
Transfers	-	-	23,366	23,366
Designated Cash	17,225	114,069	-	(114,069)
Total Other Financing Sources (Uses):	17,225	114,069	23,366	(90,703)
Net Changes in Fund Balances	-	(10,857)	(64,103)	(53,246)
Cash or Fund Balances - Beginning of Year	-	-	107,797	107,797
Cash or Fund Balances - End of Year	$ -	(10,857)	43,694	54,551
Reconciliation to GAAP Basis:				
Net change in fund balance			$ (64,103)	
Adjustments to Revenues			-	
Adjustments to Expenditures			(17,206)	
NET CHANGE IN FUND BALANCE			$ (81,309)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sage Montessori Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Instructional Materials 14000
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 9,973	13,837	17,288	3,451
Total Revenues	9,973	13,837	17,288	3,451
EXPENDITURES				
Current:				
Instruction	20,885	29,187	25,801	3,386
Total Expenditures	20,885	29,187	25,801	3,386
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(10,912)	(15,350)	(8,513)	6,837
Other Financing Sources (Uses):				
Designated Cash	10,912	15,350	-	(15,350)
Total Other Financing Sources (Uses):	10,912	15,350	-	(15,350)
Net Changes in Fund Balances	-	-	(8,513)	(8,513)
Cash or Fund Balances - Beginning of Year	-	-	15,350	15,350
Cash or Fund Balances - End of Year	$ -	-	6,837	6,837
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (8,513)	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ (8,513)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sage Montessori Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Title I IASA 24101
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
REVENUES				
Federal Grant	$ 13,491	37,510	12,285	(25,225)
Total Revenues	13,491	37,510	12,285	(25,225)
EXPENDITURES				
Current:				
Instruction	13,491	35,510	12,285	23,225
Support Services:				
School Administration	-	2,000	-	2,000
Total Expenditures	13,491	37,510	12,285	25,225
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	-	-
Net Changes in Fund Balances	-	-	-	-
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	-	-
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ -	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sage Montessori Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
IDEA-B Entitlement 24106
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ -	35,404	64,216	28,812
Total Revenues	-	35,404	64,216	28,812
EXPENDITURES				
Current:				
Instruction	-	30,210	30,176	34
Support Services:				
Students	-	5,194	5,152	42
Total Expenditures	-	35,404	35,328	76
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	28,888	28,888
Other financing sources (uses):				
Transfers	-	-	90	90
Total other financing sources (uses):	-	-	90	90
Net Changes in Fund Balances	-	-	28,978	28,978
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	28,978	28,978
Reconciliation to GAAP Basis:				
Net change in fund balance			$ 28,978	
Adjustments to Revenues			(28,978)	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sage Montessori Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Federal Charter Planning 24146
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ -	-	43,226	43,226
Total Revenues	-	-	43,226	43,226
EXPENDITURES				
Current:				
Instruction	-	-	14,851	(14,851)
Central Services	-	-	5,000	(5,000)
Total Expenditures	-	-	19,851	(19,851)
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	23,375	23,375
Other Financing Sources (Uses):				
Transfers	-	-	(23,585)	(23,585)
Total other financing sources (uses):	-	-	(23,585)	(23,585)
Net Changes in Fund Balances	-	-	(210)	(210)
Cash or Fund Balances - Beginning of Year	-	-	210	210
Cash or Fund Balances - End of Year	$ -	-	-	-
Reconciliation to GAAP Basis:				
Net change in fund balance			$ (210)	
Adjustments to Revenues			(43,226)	
Adjustments to Expenditures			(32,682)	
NET CHANGE IN FUND BALANCE			$ (76,118)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sage Montessori Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Teacher Principal Training 24154
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ 3,463	9,174	-	(9,174)
Total Revenues	3,463	9,174	-	(9,174)
EXPENDITURES				
Current:				
Instruction	3,463	9,174	550	8,624
Support Services:				
School Administration	-	-	125	(125)
Total expenditures	3,463	9,174	675	8,499
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(675)	(675)
Net changes in Fund Balances	-	-	(675)	(675)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(675)	(675)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (675)	
Adjustments to Revenues			675	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sage Montessori Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Reads to Leads 27114
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 50,000	50,000	65,227	15,227
Total Revenues	50,000	50,000	65,227	15,227
EXPENDITURES				
Current:				
Instruction	50,000	50,000	32,701	17,299
Total Expenditures	50,000	50,000	32,701	17,299
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	32,526	32,526
Other Financing Sources (Uses):				
Transfers	-	-	129	129
Total Other Financing Sources (Uses):	-	-	129	129
Net Changes in Fund Balances	-	-	32,655	32,655
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	32,655	32,655
Reconciliation to GAAP Basis:				
Net change in fund balance			$ 32,655	
Adjustments to Revenues			(15,227)	
Adjustments to Expenditures			(17,428)	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sage Montessori Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Public School Capital Outlay 31200
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ -	138,001	103,501	(34,500)
Total Revenues	-	138,001	103,501	(34,500)
EXPENDITURES				
Capital Outlay	-	138,001	138,001	-
Total Expenditures	-	138,001	138,001	-
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(34,500)	(34,500)
Net Changes in Fund Balances	-	-	(34,500)	(34,500)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(34,500)	(34,500)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (34,500)	
Adjustments to Revenues			34,500	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sage Montessori Charter School
Schedule of Collateral Pledged by Depository for Public Funds
June 30, 2015

Name of Depository	Security Type	CUSIP/ Security Number	Maturity Date	Fair Value June 30, 2015
N/A	N/A	N/A	N/A	$ -
				$ -

Total Cash per Schedule of Cash Accounts:	$ 115,089
Less: FDIC coverage:	(115,089)
Uninsured Public Funds:	-
Collateral Requirement:	-
Pledged Collateral Held by Pledging Financial Institution:	-
Balance Over Collateralized:	**$ -**
Balance Uninsured and Uncollateralized at June 30, 2015:	**$ -**

The accompanying notes are an integral part of these financial statements

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STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sage Montessori Charter School
Schedule of Cash Accounts
June 30, 2015

Bank Account Type	Wells Fargo
Checking - Operational Account	$ 115,089
Total on Deposit	115,089
Reconciling Items	(1,488)
Reconciled Balance June 30, 2015	113,601
Less Agency Funds	(13,851)
Total Cash	$ 99,750

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sage Montessori Charter School
Cash Reconciliation
June 30, 2015

	Operational 11000	Instructional Materials 14000	Non-Instruct. Fund 23000	Federal Projects Account 24000
Cash, June 30, 2014	$ 114,069	15,350	12,447	210
Add:				
2014-15 revenues	1,527,053	17,288	18,856	119,727
Total Cash Available	1,641,122	32,638	31,303	119,937
Less:				
2014-15 expenditures	(1,614,522)	(25,801)	(17,452)	(68,139)
Receivables/Payables	(13,256)	-	-	26,833
Outstanding Loans	55,984	-	-	(55,046)
Cash June 30, 2015	69,328	6,837	13,851	23,585
Fund Balance Reconciliations to GAAP Basis:				
Audit reclassifications to cash	23,585	-	-	(23,585)
Cash Per Books	92,913	6,837	13,851	-
Fund Balance Reconciliation to GAAP Basis:				
Modified Accrual Adjustments	(66,425)	-	(13,851)	-
Fund Balance, Modified Accrual Basis	$ 26,488	6,837	-	-

The accompanying notes are an integral part of these financial statements.

State Acccount 27000	Public School Capital Outlay 31200	Total
-	-	142,076
65,227	103,501	1,851,652
65,227	103,501	1,993,728
(32,701)	(138,001)	(1,896,616)
2,912	-	16,489
(35,438)	34,500	-
-	-	113,601
-	-	-
-	-	113,601
	Less - Agency Fund:	(13,851)
		$ 99,750
-	-	(80,276)
-	-	$ 33,325

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Statement of Net Position
June 30, 2015

ASSETS AND DEFERRED OUTFLOWS		
Current assets:		
Cash	$	556,313
Restricted cash		10,000
Receivables		
Due from other governments		116,856
Total current assets		683,169
Noncurrent assets:		
Capital assets		
Vehicles		215,719
Furniture, fixtures, and equipment		247,807
Less: accumulated depreciation		(284,701)
Total noncurrent assets		178,825
Total Assets		861,994
Deferred outflows - pension related		216,541
LIABILITIES AND DEFERRED INFLOWS		
Current liabilities:		
Accounts payable		7,180
Current portion of compensated absences		5,513
Total current liabilities		12,693
Noncurrent liabilities:		
Compensated absences		16,539
Net pension liability		2,645,168
Total noncurrent liabilities		2,661,707
Total liabilities		2,674,400
Deferred inflows - pension related		557,125
NET POSITION		
Investment in capital assets		178,825
Restricted		182,879
Unrestricted (Deficit)		(2,514,694)
Total net position	$	(2,152,990)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Statement of Activities
For The Year Ended June 30, 2015

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expenses) Revenues and Changes in Net Position
Governmental activities:					
Instruction	$ 1,626,094	-	371,792	-	(1,254,302)
Support services:					
Students	375,436	-	-	-	(375,436)
Instruction	123,889	-	-	-	(123,889)
General Administration	58,473	-	-	-	(58,473)
School Administration	232,806	-	-	-	(232,806)
Central Services	56,059	-	-	-	(56,059)
Operation & Maintenance of Plant	510,089	-	-	-	(510,089)
Community Services Operations	11,658	-	-	-	(11,658)
Facilities Materials, Supplies & Other Services	424,150	-	-	410,326	(13,824)
Total governmental activities	$ 3,418,654	-	371,792	410,326	(2,636,536)
			General Revenues:		
			State Equalization Guarantee		$ 2,700,705
			Miscellaneous		3,156
			Total general revenues		2,703,861
			Change in net position		67,325
			Net position-beginning		895,066
			Restatement		(3,115,381)
			Net position - beginning, restated		(2,220,315)
			Net position-ending		$ (2,152,990)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Balance Sheets - Governmental Funds
June 30, 2015

	Operational 11000	Instructional Materials 14000	Title I IASA 24101	IDEA-B Entitlement 24106
ASSETS				
Assets				
Cash and Cash Equivalents	$ 290,844	19,660	-	-
Restricted Cash	-	-	-	-
Accounts receivable				
Due from Government	-	-	11,606	3,141
Due from other funds	116,856	-	-	-
Total Assets	$ 407,700	19,660	11,606	3,141
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	$ 7,180	-	-	-
Due to other funds	-	-	11,606	3,141
Total Liabilities	7,180	-	11,606	3,141
Fund Balances				
Fund Balance (Deficit):				
Restricted for:				
Instruction	-	19,660	-	-
Capital improvements	-	-	-	-
Unassigned	400,520	-	-	-
Total Fund Balance	400,520	19,660	-	-
Total Liabilities and Fund Balance	$ 407,700	19,660	11,606	3,141

The accompanying notes are an integral part of these financial statements

IDEA-B Risk Pool 24120	Teacher Principal Training 24154	Title XIX Medicaid 25153	Dual Credit 27103	2012 GO Bonds 27107	2013 Robotics 27116	Early College High School 27180
-	-	7,263	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	102,109
-	-	-	-	-	-	-
-	-	7,263	-	-	-	102,109
-	-	-	-	-	-	-
-	-	-	-	-	-	102,109
-	-	-	-	-	-	102,109
-	-	7,263	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	7,263	-	-	-	-
-	-	7,263	-	-	-	102,109

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Balance Sheets - Governmental Funds (Continued)
June 30, 2015

	Public Schools Capital Outlay 31200	Special Capital Outlay 31400	HB 33 Capital Outlay 31600	SB 9 Capital Improvements 31700	Foundation	Total Government
ASSETS						
Assets						
Cash and Cash Equivalents	$ -	60,900	52,282	42,774	82,590	556,313
Restricted Cash	-	-	-	-	10,000	10,000
Accounts receivable						
Due from Government	-	-	-	-	-	116,856
Due from other funds	-	-	-	-	-	116,856
Total Assets	$ -	60,900	52,282	42,774	92,590	800,025
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable	$ -	-	-	-	-	7,180
Due to other funds	-	-	-	-	-	116,856
Total Liabilities	-	-	-	-	-	124,036
Fund Balances						
Fund Balance (Deficit):						
Restricted for:						
Instruction	-	-	-	-	-	26,923
Capital improvements	-	60,900	52,282	42,774	-	155,956
Unassigned	-	-	-	-	92,590	493,110
Total Fund Balance	-	60,900	52,282	42,774	92,590	675,989
Total Liabilities and Fund Balance	$ -	60,900	52,282	42,774	92,590	800,025

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Reconciliation of the Balance Sheet Governmental Funds to the Statement of Net Position
June 30, 2015

Fund balances - total governmental funds		**$ 675,989**
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		
Capital assets	463,526	
Accumulated depreciation	(284,701)	
		178,825
Defined benefit pension plan deferred outflows are not financial resources and, therefore, are not reported in the funds.		216,541
Long-term liabilities are not due in the current period and, therefore, are not reported in the funds.		
Net pension liability	(2,645,168)	
Compensated absences	(22,052)	
		(2,667,220)
Defined benefit pension plan deferred inflows are not due and payable in the current period and, therefore, are not reported in the funds.		(557,125)
Net Position-total Governmental Activities		**$ (2,152,990)**

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficit)
Governmental Funds
For The Year Ended June 30, 2015

	Operational 11000	Instructional Materials 14000	Title I IASA 24101	IDEA-B Entitlement 24106
Revenues:				
Property Taxes	$ -	-	-	-
Local & County Grant	3,156	-	-	-
State grant	2,700,705	26,893	-	-
Federal grant	-	-	45,958	38,640
Miscellaneous	-	-	-	-
Total Revenues	2,703,861	26,893	45,958	38,640
Expenditures:				
Current:				
Instruction	1,596,494	19,071	43,878	-
Support Services:				
Students	344,033	-	500	38,640
Instruction	-	-	-	-
General Administration	44,009	-	-	-
School Administration	233,625	-	-	-
Central Services	57,265	-	-	-
Operation & Maintenance of Plant	510,089	-	-	-
Community Services	12,496	-	-	-
Capital outlay	-	-	-	-
Total expenditures	2,798,011	19,071	44,378	38,640
Excess (deficiency) of revenues over (under) expenditures	(94,150)	7,822	1,580	-
Other financing sources (uses):				
Operating transfers	(155)	-	-	-
Total other financing sources (uses):	(155)	-	-	-
Net changes in fund balances	(94,305)	7,822	1,580	-
Fund balances (Deficit) - beginning of year	494,825	11,838	(1,580)	-
Fund balances - end of year	$ 400,520	19,660	-	-

The accompanying notes are an integral part of these financial statements

IDEA-B Risk Pool 24120	Teacher Principal Training 24154	Title XIX Medicaid 25153	Dual Credit 27103	2012 Go Bonds 27107	2013 Robotics 27116	Early College High School 27180
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	3,078	-	3,395	-	173,115
-	675	-	-	-	-	-
-	-	-	-	-	-	-
-	675	3,078	-	3,395	-	173,115
-	675	-	-	-	-	45,077
-	-	4,694	-	3,395	-	-
-	-	-	-	-	-	128,038
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	675	4,694	-	3,395	-	173,115
-	-	(1,616)	-	-	-	-
155	-	-	-	-	-	-
155	-	-	-	-	-	-
155	-	(1,616)	-	-	-	-
(155)	-	8,879	-	-	-	-
-	-	7,263	-	-	-	-

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficit)
Governmental Funds (continued)
For The Year Ended June 30, 2015

	Public Schools Capital Outlay 31200	Special Capital Outlay 31400	HB 33 Capital Outlay 31600	SB 9 Capital Improvements 31700	Foundation	Total
Revenues:						
Property Taxes	$ -	-	61,442	21,032	-	82,474
Local & County Grant	-	-	-	-	80,034	83,190
State grant	274,151	53,701	-	-	-	3,235,038
Federal grant	-	-	-	-	-	85,273
Miscellaneous	-	-	-	-	4	4
Total Revenues	274,151	53,701	61,442	21,032	80,038	3,485,979
Expenditures:						
Current:						
Instruction	-	-	-	-	-	1,705,195
Support Services:						
Students	-	-	-	-	2,927	394,189
Instruction	-	-	-	-	-	128,038
General Administration	-	-	-	-	14,464	58,473
School Administration	-	-	-	-	-	233,625
Central Services	-	-	-	-	-	57,265
Operation & Maintenance of Plant	-	-	-	-	-	510,089
Community Services	-	-	-	-		12,496
Capital outlay	274,151	-	123,200	19,125	-	416,476
Total expenditures	274,151	-	123,200	19,125	17,391	3,515,846
Excess (deficiency) of revenues over (under) expenditures	-	53,701	(61,758)	1,907	62,647	(29,867)
Other financing sources (uses):						
Operating transfers	-	-	-	-	-	-
Total other financing sources (uses):	-	-	-	-	-	-
Net changes in fund balances	-	53,701	(61,758)	1,907	62,647	(29,867)
Fund balances (Deficit) - beginning of year	-	7,199	114,040	40,867	29,943	705,856
Fund balances - end of year	$ -	60,900	52,282	42,774	92,590	675,989

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities
For The Year Ended June 30, 2015

Net change in fund balances-total governmental funds		**$**	**(29,867)**
Amounts reported for governmental activities in the statement of activities are different because:			
Change in compensated absences			2,389
Change in net pension liability			129,629
Capital Outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the Statement of Net Position and allocated over their estimated useful lives as annual depreciation expenses in the Statement of Activities. This is the amount by which capital outlay exceeds depreciation for the period			
Depreciation expense	(34,826)		
			(34,826)
Change in Net Position-total Governmental Activities		**$**	**67,325**

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Statement of Fiduciary Assets and Liabilities - Agency Funds
June 30, 2015

	Agency Funds
ASSETS	
Cash in bank	$ 11,027
Total Assets	$ 11,027
LIABILITIES	
Deposits held for others	$ 11,027
Total Liabilities	$ 11,027

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Schedule of Changes in Assets and Liabilities - Agency Funds
For The Year Ended June 30, 2015

	Balance July 1, 2014	Additions	Deductions	Balance June 30, 2015
ASSETS				
Cash in bank	$ 21,760	33,696	(44,429)	11,027
Total assets	$ 21,760	33,696	(44,429)	11,027
LIABILITIES				
Deposits held for others	$ 21,760	33,696	(44,429)	11,027
Total liabilities	$ 21,760	33,696	(44,429)	11,027

The accompanying notes are an integral part of these financial statements

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Capital Assets. Capital assets, which include property, plant, and equipment, are reported in the applicable governmental-wide financial statements. The School of Dreams Academy (SODA) defines capital assets as assets with an initial, individual cost of more than $5,000 and an initial useful life extending beyond a single reporting period. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market 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.

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

Furniture, fixtures and equipment	5-10 years
Vehicles	8 years

NOTE 2. CAPITAL ASSETS

A summary of capital assets and changes occurring during the year ended June 30, 2015 follows:

	Balance June 30, 2014	Additions	Deletions	Balance June 30, 2015
Capital Assets being Depreciated:				
Furniture, fixtures and equipment	$ 247,807	-	-	247,807
Vehicles	215,719	-	-	215,719
Total	463,526	-	-	463,526
Less: Accumulated Depreciation	(249,875)	(34,826)	-	(284,701)
Capital assets, net	$ 213,651	(34,826)	-	178,825

Depreciation expensed for the year ended June 30, 2015 was expensed to the following functions:

Instruction	$ 13,325
School Administration	12,021
Operation & Maintenance of Plant	1,806
Capital Outlay	7,674
Total	$ 34,826

NOTE 3. COMMITMENTS AND LIABILITIES

SODA leased buildings and equipment under short-term cancelable operating leases. Rental expense for the year ended June 30, 2015 was $543,311. SODA's minimum future payments on these leases are as follows:

Year Ending June 30:		
2016	$	539,928
2017		141,874
2018		2,912
2019		70
2020		-
Total minimum lease payments	$	684,784

NOTE 4. PENSION PLAN – EDUCATIONAL RETIREMENT BOARD

The information contained within this disclosure represents the pension information specific to the School of Dreams Academy (SODA) and does not include general disclosure information pertaining to the New Mexico Educational Employees' Retirement Plan. General disclosure information including plan description, benefits provided, applicable actuarial assumptions, and location for additional information about the New Mexico Educational Retirement Boards fiduciary net position can be found within the basic financial statements of the Public Education Department.

Contributions. The contribution requirements of defined benefit plan members and SODA are established in state statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. For the fiscal year ended June 30, 2014 employers contributed 13.15% if employees' gross annual salary to the Plan. Employees earning $20,000 or less contributed 7.90% and employees earning more than $20,000 contributed 10.10% of their gross annual salary. For fiscal year ended June 30, 2015 employers contributed 13.90%, and employees earning $20,000 or less continued to contribute 7.90% and employees earning more than $20,000 contributed an increased amount of 10.70% of their gross annual salary. Contributions to the pension plan from SODA were $216,541 for the year ended June 30, 2015.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: The total ERB pension liability, net pension liability, and sensitivity information were based on an annual actuarial valuation performed as of June 30, 2013. The total ERB pension liability was rolled forward from the valuation date to the Plan year ending June 30, 2014, using generally accepted actuarial principles. Therefore, the employer's portion was established as of the measurement date June 30, 2014. At June 30, 2015, SODA reported a liability of $2,645,168 for its proportionate share of the net pension liability. SODA's proportion of the net pension liability is based on the employer contributing entity's percentage of total employer contributions for the fiscal year ended June 30, 2014. The contribution amounts were defined by Section 22-11-21, NMSA 1978. At June 30, 2014, SODA's proportion was 0.04636% percent, which was a decrease of 0.00595% from its proportion measured as of June 30, 2013.

NOTE 4. PENSION PLAN – EDUCATIONAL RETIREMENT BOARD (CONTINUED)

For the year ended June 30, 2015, SODA recognized pension expense of $86,912. At the June 30, 2015, SODA reported deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ -	39,405
Changes in assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	-	240,465
Changes in proportion and differences between SODA contributions and proportionate share of contributions	-	277,255
SODA contributions subsequent to the measurement date	216,541	-
Total	$ 216,541	557,125

$216,541 reported as deferred outflows of resources related to pensions resulting from SODA's contributions subsequent to the measurement date June 30, 2014 will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:

2016	$ 170,055
2017	170,055
2018	156,862
2019	60,153
Total	$ 557,125

NOTE 4. PENSION PLAN – EDUCATIONAL RETIREMENT BOARD (CONTINUED)

Sensitivity of SODA's proportionate share of the net pension liability to changes in the discount rate. The following table shows the sensitivity of the net pension liability to changes in the discount rate as of the fiscal year end 2014. In particular, the table presents the (employer's) net pension liability under the current single rate assumption, as if it were calculated using a discount rate one percentage point lower (6.75%) or one percentage point higher (8.75%) than the single discount rate.

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
SODA's proportionate share of the net pension liability	$ 3,599,058	2,645,168	1,848,469

Payables to the pension plan. SODA did not accrue any payables for the pension plan at June 30, 2015. All 10-month teacher contracts for the school year are paid in full by fiscal year end.

NOTE 5. OVERSPENT BUDGET LINE ITEMS

As stated in the finding, 2015-002, SODA had expended in excess of the budget.

Title I IASA (24101)	
Support Services – Students	$ (500)
Early College High School (27180)	
Support Services – Instruction	$ (13,038)

NOTE 6. RELATED PARTIES

During the fiscal year, the Business Manager also provided services for Las Montana's Charter High School, a Las Cruces Charter School.

NOTE 7. PRIOR PERIOD ADJUSTMENT

Statement of Activities. Net position at June 30, 2015 was restated in the amount of $3,115,381. This restatement was due to the implementation of GASB 68, *Accounting and Financial Reporting for Pensions*.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHOOL OF DREAMS ACADEMY
SCHEDULE OF THE SCHOOL'S PROPORATIONATE SHARE OF THE NET PENSION LIABILITY
June 30, 2015

New Mexico Educational Retirement Board Pension Plan
Schedule of Ten Year Tracking Data*
(Dollars in Thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
School's Proportion of the Net Pension Liability (Asset)	0.05%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
School's Proportionate Share of Net Pension Liability (Asset)	$ 2,645	-	-	-	-	-	-	-	-	-
School's Covered-Employee Payroll	$ 1,278	-	-	-	-	-	-	-	-	-
School's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered-Employee Payroll	206.96%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	66.54%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

*The amounts presented for each fiscal year were determined as of June 30, 2014

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SCHOOL OF DREAMS ACADEMY
SCHEDULE OF SCHOOL CONTRIBUTIONS
June 30, 2015

New Mexico Educational Retirement Board Pension Plan
Schedule of Ten Year Tracking Data
(Dollars in Thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	$ 168	-	-	-	-	-	-	-	-	-
Contributions in Relation to the Contractually Required Contribution	168	-	-	-	-	-	-	-	-	-
Contribution Deficiency (Excess)	$ -	-	-	-	-	-	-	-	-	-

Increase (Decrease) in Pension Expense over Recognition Periods

Year	Total Amount Deferred	Amortization Years	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
2014	$ 557	5		$ 170	170	157	60	-				
2015	-	5			-	-	-	-	-			
2016	-	5				-	-	-	-	-		
2017	-	5					-	-	-	-	-	
2018	-	5						-	-	-	-	-
2019	-	5							-	-	-	-
2020	-	5								-	-	-
2021	-	5									-	-
2022	-	5										-
2023	-	5										
	$ 557			$ 170	170	157	60	-	-	-	-	-

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Schedule of Budgetary Comparisons - Budgetary Basis
Operational 11000
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
Local & County Grant	$ -	-	3,156	3,156
State grant	2,682,359	2,700,705	2,700,705	-
Total Revenues	2,682,359	2,700,705	2,703,861	3,156
Expenditures:				
Current:				
Instruction	1,599,868	1,598,868	1,593,029	5,839
Support Services:				
Students	352,203	352,185	344,033	8,152
General Administration	57,000	47,948	44,009	3,939
School Administration	241,579	248,490	233,625	14,865
Central Services	58,500	58,500	57,265	1,235
Operation & Maintenance of Plant	650,764	663,269	510,089	153,180
Community Services	8,767	17,767	12,496	5,271
Total expenditures	2,968,681	2,987,027	2,794,546	192,481
Excess (deficiency) of revenues over (under) expenditures	(286,322)	(286,322)	(90,685)	195,637
Other financing sources (uses):				
Operating transfers	-	-	(155)	-
Designated Cash	286,322	286,322	-	(286,322)
Total other financing sources (uses):	286,322	286,322	(155)	(286,322)
Net changes in fund balances	-	-	(90,840)	(90,840)
Cash or fund balances - beginning of year	-	-	498,540	498,540
Cash or fund balances - end of year	$ -	-	407,700	407,700
Reconciliation to GAAP Basis:				
Excess revenues over (under) expenditures				
Adjustments to revenues			$ -	
Adjustments to expenditures			(3,465)	
NET CHANGE IN FUND BALANCE			$ (94,305)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Schedule of Budgetary Comparisons - Budgetary Basis
Instructional Materials 14000
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State grant	$ -	19,072	26,893	7,821
Total Revenues	-	19,072	26,893	7,821
Expenditures:				
Current:				
Instruction	-	19,072	19,071	1
Total expenditures	-	19,072	19,071	1
Excess (deficiency) of revenues over (under) expenditures	-	-	7,822	7,822
Net changes in fund balances	-	-	7,822	7,822
Cash or fund balances - beginning of year	-	-	11,838	11,838
Cash or fund balances - end of year	$ -	-	19,660	19,660
Reconciliation to GAAP Basis:				
Excess revenues over (under) expenditures				
Adjustments to revenues			$ -	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			$ 7,822	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Schedule of Budgetary Comparisons - Budgetary Basis
Title I IASA 24101
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
Federal grant	$ 47,271	96,541	37,526	(59,015)
Total Revenues	47,271	96,541	37,526	(59,015)
Expenditures:				
Current:				
Instruction	47,271	72,231	43,878	28,353
Support Services:				
Students	-	-	500	(500)
Community Services Operations	-	24,310	-	24,310
Total expenditures	47,271	96,541	44,378	52,163
Excess (deficiency) of revenues over (under) expenditures	-	-	(6,852)	(6,852)
Net changes in fund balances	-	-	(6,852)	(6,852)
Cash or fund balances - beginning of year	-	-	(4,754)	(4,754)
Cash or fund balances - end of year	$ -	-	(11,606)	(11,606)
Reconciliation to GAAP Basis:				
Excess revenues over (under) expenditures				
Adjustments to revenues			$ 8,432	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			$ 1,580	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Schedule of Budgetary Comparisons - Budgetary Basis
IDEA-B Entitlement 24106
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
Federal grant	$ 55,413	101,439	43,062	(58,377)
Total Revenues	55,413	101,439	43,062	(58,377)
Expenditures:				
Current:				
Support Services:				
Students	55,413	101,439	38,640	62,799
Total expenditures	55,413	101,439	38,640	62,799
Excess (deficiency) of revenues over (under) expenditures	-	-	4,422	4,422
Net changes in fund balances	-	-	4,422	4,422
Cash or fund balances - beginning of year	-	-	(7,563)	(7,563)
Cash or fund balances - end of year	$ -	-	(3,141)	(3,141)
Reconciliation to GAAP Basis:				
Excess revenues over (under) expenditures				
Adjustments to revenues			$ (4,422)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Schedule of Budgetary Comparisons - Budgetary Basis
IDEA-B Risk Pool 24120
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
Federal grant	$ -	-	-	-
Total Revenues	-	-	-	-
Expenditures:				
Current:				
Support Services:				
Students	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
Other financing sources (uses):				
Operating transfers	-	-	155	-
Total other financing sources (uses):	-	-	155	-
Net changes in fund balances	-	-	155	155
Cash or fund balances - beginning of year	-	-	(155)	(155)
Cash or fund balances - end of year	$ -	-	-	-
Reconciliation to GAAP Basis:				
Excess revenues over (under) expenditures				
Adjustments to revenues			$ -	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			$ 155	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Schedule of Budgetary Comparisons - Budgetary Basis
Teacher Principal Training 24154
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
Federal grant	$ 11,581	25,284	5,530	(19,754)
Total Revenues	11,581	25,284	5,530	(19,754)
Expenditures:				
Current:				
Instruction	9,581	9,581	675	8,906
Support Services:				
Students	-	13,703	-	13,703
School Administration	2,000	2,000	-	2,000
Total expenditures	11,581	25,284	675	24,609
Excess (deficiency) of revenues over (under) expenditures	-	-	4,855	4,855
Net changes in fund balances	-	-	4,855	4,855
Cash or fund balances - beginning of year	-	-	(4,855)	(4,855)
Cash or fund balances - end of year	$ -	-	-	-
Reconciliation to GAAP Basis:				
Excess revenues over (under) expenditures				
Adjustments to revenues			$ (4,855)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Schedule of Budgetary Comparisons - Budgetary Basis
Title XIX Medicaid 25153
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State grant	$ -	-	3,078	3,078
Total Revenues	-	-	3,078	3,078
Expenditures:				
Current:				
Support Services:				
Students	7,000	7,000	4,694	2,306
Total expenditures	7,000	7,000	4,694	2,306
Excess (deficiency) of revenues over (under) expenditures	(7,000)	(7,000)	(1,616)	5,384
Other financing sources (uses):				
Designated Cash	7,000	7,000	-	(7,000)
Total other financing sources (uses):	7,000	7,000	-	(7,000)
Net changes in fund balances	-	-	(1,616)	(1,616)
Cash or fund balances - beginning of year	-	-	8,879	8,879
Cash or fund balances - end of year	$ -	-	7,263	7,263
Reconciliation to GAAP Basis:				
Excess revenues over (under) expenditures				
Adjustments to revenues			$ -	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			$ (1,616)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Schedule of Budgetary Comparisons - Budgetary Basis
Dual Credit 27103
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State grant	$ -	-	285	285
Total Revenues	-	-	285	285
Expenditures:				
Current:				
Instruction	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	285	285
Net changes in fund balances	-	-	285	285
Cash or fund balances - beginning of year	-	-	(285)	(285)
Cash or fund balances - end of year	$ -	-	-	-

Reconciliation to GAAP Basis:

Excess revenues over (under) expenditures		
Adjustments to revenues	$	(285)
Adjustments to expenditures		-
NET CHANGE IN FUND BALANCE	$	-

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Schedule of Budgetary Comparisons - Budgetary Basis
2012 GO Bonds 27107
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State grant	$ 3,395	3,395	3,395	-
Total Revenues	3,395	3,395	3,395	-
Expenditures:				
Current:				
Support Services:				
Students	3,395	3,395	3,395	-
Total expenditures	3,395	3,395	3,395	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
Net changes in fund balances	-	-	-	-
Cash or fund balances - beginning of year	-	-	-	-
Cash or fund balances - end of year	$ -	-	-	-
Reconciliation to GAAP Basis:				
Excess revenues over (under) expenditures				
Adjustments to revenues			$ -	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Schedule of Budgetary Comparisons - Budgetary Basis
2013 Robotics 27116
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State grant	$ -	-	40,564	40,564
Total Revenues	-	-	40,564	40,564
Expenditures:				
Current:				
Instruction	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	40,564	40,564
Net changes in fund balances	-	-	40,564	40,564
Cash or fund balances - beginning of year	-	-	(40,564)	(40,564)
Cash or fund balances - end of year	$ -	-	-	-

Reconciliation to GAAP Basis:

Excess revenues over (under) expenditures	
Adjustments to revenues	$ (40,564)
Adjustments to expenditures	-
NET CHANGE IN FUND BALANCE	$ -

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Schedule of Budgetary Comparisons - Budgetary Basis
Early College High School - 27180
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State grant	$ -	175,000	71,006	(103,994)
Total Revenues	-	175,000	71,006	(103,994)
Expenditures:				
Current:				
Instruction	-	60,000	45,077	14,923
Support Services:				
Instruction	-	115,000	128,038	(13,038)
Total expenditures	-	175,000	173,115	1,885
Excess (deficiency) of revenues over (under) expenditures	-	-	(102,109)	(102,109)
Net changes in fund balances	-	-	(102,109)	(102,109)
Cash or fund balances - beginning of year	-	-	-	-
Cash or fund balances - end of year	$ -	-	(102,109)	(102,109)
Reconciliation to GAAP Basis:				
Excess revenues over (under) expenditures				
Adjustments to revenues			$ 102,109	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Schedule of Budgetary Comparisons - Budgetary Basis
Public Schools Capital Outlay 31200
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State grant	$ -	274,151	274,151	-
Total Revenues	-	274,151	274,151	-
Expenditures:				
Current:				
Capital outlay	-	274,151	274,151	-
Total expenditures	-	274,151	274,151	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
Net changes in fund balances	-	-	-	-
Cash or fund balances - beginning of year	-	-	-	-
Cash or fund balances - end of year	$ -	-	-	-
Reconciliation to GAAP Basis:				
Excess revenues over (under) expenditures				
Adjustments to revenues			$ -	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Schedule of Budgetary Comparisons - Budgetary Basis
Special Capital Outlay 31400
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State grant	$ -	-	53,701	53,701
Total Revenues	-	-	53,701	53,701
Expenditures:				
Current:				
Capital outlay	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over (under) expenditures	-	-	53,701	53,701
Net changes in fund balances	-	-	53,701	53,701
Cash or fund balances - beginning of year	-	-	7,199	7,199
Cash or fund balances - end of year	$ -	-	60,900	60,900
Reconciliation to GAAP Basis:				
Excess revenues over (under) expenditures				
Adjustments to revenues			$ -	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			$ 53,701	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Schedule of Budgetary Comparisons - Budgetary Basis
HB 33 Capital Outlay 31600
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
Property Taxes	$ 98,974	98,974	61,442	(37,532)
Total Revenues	98,974	98,974	61,442	(37,532)
Expenditures:				
Current:				
Capital outlay	221,069	221,069	123,200	97,869
Total expenditures	221,069	221,069	123,200	97,869
Excess (deficiency) of revenues over (under) expenditures	(122,095)	(122,095)	(61,758)	60,337
Other financing sources (uses):				
Designated Cash	122,095	122,095	-	(122,095)
Total other financing sources (uses):	122,095	122,095	-	(122,095)
Net changes in fund balances	-	-	(61,758)	(61,758)
Cash or fund balances - beginning of year	-	-	114,040	114,040
Cash or fund balances - end of year	$ -	-	52,282	52,282
Reconciliation to GAAP Basis:				
Excess revenues over (under) expenditures				
Adjustments to revenues			$ -	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			$ (61,758)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Schedule of Budgetary Comparisons - Budgetary Basis
SB 9 Capital Improvements 31700
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
Property Taxes	$ 65,982	65,982	21,032	(44,950)
State grant	34,833	74,849	-	(74,849)
Total Revenues	100,815	140,831	21,032	(119,799)
Expenditures:				
Current:				
Capital outlay	127,537	167,553	19,125	148,428
Total expenditures	127,537	167,553	19,125	148,428
Excess (deficiency) of revenues over (under) expenditures	(26,722)	(26,722)	1,907	28,629
Other financing sources (uses):				
Designated Cash	26,722	26,722	-	(26,722)
Total other financing sources (uses):	26,722	26,722	-	(26,722)
Net changes in fund balances	-	-	1,907	1,907
Cash or fund balances - beginning of year	-	-	40,867	40,867
Cash or fund balances - end of year	$ -	-	42,774	42,774
Reconciliation to GAAP Basis:				
Excess revenues over (under) expenditures				
Adjustments to revenues			$ -	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			$ 1,907	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Schedule of Collateral Pledged by Depository
For Public Funds
June 30, 2015

Name of Depository	Security Type	CUSIP/ Security Number	Maturity Date	Fair Value June 30, 2015
Wells Fargo	FNMA	3138LY5A1	7/1/2042	$ 55,543
Wells Fargo	FNMA	3138W7GH1	3/1/2043	4,104
Wells Fargo	FNMA	3138W9A34	7/1/2043	43,042
Wells Fargo	FNMA	3138WUUS0	9/1/2043	155,299
Wells Fargo	FNMA	3138WXSS7	7/1/2043	29,231
Wells Fargo	FNMA	31418ADH8	3/1/2042	21,516
Wells Fargo	FNMA	31418NZW3	3/1/2040	23,219
				$ 331,954

Total cash in bank per Schedule of Cash Accounts:	$	710,710
Less: FDIC coverage:		(332,590)
Uninsured public funds:		378,120
Collateral requirement:		189,060
Pledged collateral held by pledging financial institution:		331,954
Balance over-collateralized:	**$**	**142,894**
Balance uninsured and uncollateralized at June 30, 2015:	**$**	**46,166**

The accompanying notes are an integral part of these financial statements

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STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Schedule of Cash Accounts
June 30, 2015

Bank Account Type	Wells Fargo	US Bank	Total
Checking - Operational Account	$ 628,120	-	628,120
Checking - Foundation	-	82,590	82,590
Total on Deposit	628,120	82,590	710,710
Reconciling Items	(143,370)	-	(143,370)
Reconciled Balance June 30, 2015	484,750	82,590	567,340
Less Agency Funds	(11,027)	-	(11,027)
Total Cash	$ 473,723	82,590	556,313
Deposits Held in Escrow - Restricted Cash			10,000
Total Cash			$ 566,313

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Cash Reconciliation
June 30, 2015

	Operational 11000	Instructional Materials 14000	Federal Flowthrough 24000	Federal Direct 25000
Cash, June 30, 2014	$ 498,540	11,838	(17,327)	8,879
Add:				
2014-15 revenues	2,703,861	26,893	86,118	3,078
Total cash available	3,202,401	38,731	68,791	11,957
Less:				
2014-15 expenditures	(2,794,546)	(19,071)	(83,693)	(4,694)
Transfers to/from other funds	(155)	-	155	-
Outstanding Loans	-	-	-	-
Cash June 30, 2015	407,700	19,660	(14,747)	7,263
Fund Balance Reconciliations to GAAP Basis:				
Audit reclassifications to cash	(116,856)	-	14,747	-
Cash per Books	290,844	19,660	-	7,263
Fund Balance (Deficit) Reconciliation to GAAP Basis:				
Modified Accrual Adjustments	109,676	-	-	-
Fund Balance (Deficit), Modified Accrual Basis	$ 400,520	19,660	-	7,263

*Foundation is not required to be reported to PED, and is therefore not included in the cash report

The accompanying notes are an integral part of these financial statements

State Flowthrough 27000	Public School Capital Outlay 31200	Special Capital Outlay-State 31400	Capital Improv. HB 33 31600	Capital Improv. SB 9 31700	Total
(40,849)	-	7,199	114,040	40,867	623,187
115,250	274,151	53,701	61,442	21,032	3,345,526
74,401	274,151	60,900	175,482	61,899	3,968,713
(176,510)	(274,151)	-	(123,200)	(19,125)	(3,494,990)
-	-	-	-	-	-
-	-	-	-	-	-
(102,109)	-	60,900	52,282	42,774	473,723
102,109	-	-	-	-	-
-	-	60,900	52,282	42,774	473,723
				Foundation*:	92,590
				Total cash per books:	$ 566,313
-	-	-	-	-	109,676
-	-	60,900	52,282	42,774	583,399
				Foundation*:	92,590
				Total Fund Balance (Deficit), Modified Accrual Basis:	$ 675,989

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
Statement of Net Position
June 30, 2015

ASSETS AND DEFERRED OUTFLOWS	
Current Assets:	
Cash and Cash Equivalents	$ 88,549
Receivables	
Due from Other Governments	167,844
Deposits	25,125
Total Current Assets	281,518
Noncurrent Assets:	
Capital Assets	
Furniture, Fixtures, and Equipment	6,344
Less: Accumulated Depreciation	(6,344)
Total Noncurrent Assets	-
Total Assets	281,518
Deferred Outflows - Pension Related	186,877
LIABILITIES AND DEFERRED INFLOWS	
Current Liabilities:	
Cash Overdraft	10,547
Accounts Payable	2,209
Accrued Liabilities	72,418
Total Current Liabilities	85,174
Noncurrent Liabilities:	
Net Pension Liability	1,472,070
Total Noncurrent Liabilities	1,472,070
Total Liabilities	1,557,244
Deferred Inflows - Pension Related	155,760
NET POSITION	
Restricted	113,676
Unrestricted (Deficit)	(1,358,285)
Total Net Position	$ (1,244,609)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
Statement of Activities
For The Year Ended June 30, 2015

Functions/Programs	Expenses	Program Revenues: Charges for Service	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expenses) Revenues and Changes in Net Position
Governmental activities:					
Instruction	$ 826,641	-	199,634	-	(627,007)
Support Services:					
Students	98,268	-	-	-	(98,268)
Instruction	50,281	-	-	-	(50,281)
General Administration	33,370	-	-	-	(33,370)
School Administration	189,869	-	-	-	(189,869)
Central Services	95,764	-	-	-	(95,764)
Operation & Maintenance of Plant	79,246	-	-	-	(79,246)
Food Services	79,884	4,880	70,900	-	(4,104)
Facilities Materials, Supplies & Other Services	109,304	-	-	90,894	(18,410)
Total Governmental Activities	$ 1,562,627	4,880	270,534	90,894	(1,196,319)
		General Revenues:			
		Property Taxes			$ 44,007
		State Equalization Guarantee			1,106,879
		Total General Revenues			1,150,886
		Change in Net Position			(45,433)
		Net Position, Beginning of Year			206,215
		Restatement			(1,405,391)
		Net Position, as Restated			(1,199,176)
		Net Position, Ending			$ (1,244,609)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
Balance Sheets - Governmental Funds
June 30, 2015

	Operational 11000	Instructional Materials 14000	Food Services 21000	Title I IASA 24101
ASSETS				
Cash and Cash Equivalents	$ -	15,128	3,755	-
Accounts Receivable				
Due from Government	-	-	-	37,317
Due from Other Funds	157,543	-	-	-
Deposits	-	-	-	-
Total Assets	$ 157,543	15,128	3,755	37,317
LIABILITIES AND FUND BALANCES				
Liabilities:				
Cash Overdraft	$ 10,547	-	-	-
Accounts Payable	2,209	-	-	-
Accrued Expenditures	62,119	-	-	9,140
Due to Other Funds	-	-	-	28,176
Total Liabilities	74,875	-	-	37,316
Fund Balances				
Fund Balance:				
Nonspendible:				
Deposits	-	-	-	-
Restricted for:				
Instruction	-	15,128	-	1
Food Service Operations	-	-	3,755	-
Capital Improvements	-	-	-	-
Unassigned	82,668	-	-	-
Total Fund Balance	82,668	15,128	3,755	1
Total Liabilities and Fund Balances	$ 157,543	15,128	3,755	37,317

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120	Federal Charter School Planning 24146	English Language Acquisition 24153	Teacher Principal Training 24154	Medicaid Ancillary 25152
-	-	-	-	-	1,972
24,914	344	-	2,744	3,186	-
-	-	-	-	-	-
-	-	25,125	-	-	-
24,914	344	25,125	2,744	3,186	1,972
-	-	-	-	-	-
-	-	-	-	-	-
1,159	-	-	-	-	-
23,754	344	-	2,744	3,186	-
24,913	344	-	2,744	3,186	-
-	-	25,125	-	-	-
1	-	-	-	-	1,972
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1	-	25,125	-	-	1,972
24,914	344	25,125	2,744	3,186	1,972

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
Balance Sheets - Governmental Funds (Continued)
June 30, 2015

	2012 SB-66 Student Library 27107	Robot Systems 27115	After School and Summer Enrichment 27168	STEM Teacher Initiative 27181
ASSETS				
Cash and Cash Equivalents	$ -	-	-	-
Accounts Receivable				
Due from Government	-	5,583	71,470	-
Due from Other Funds	-	-	-	-
Deposits	-	-	-	-
Total Assets	$ -	5,583	71,470	-
LIABILITIES AND FUND BALANCES				
Liabilities:				
Cash Overdraft	$ -	-	-	-
Accounts Payable	-	-	-	-
Accrued Expenditures	-	-	-	-
Due to Other Funds	-	5,583	71,470	-
Total Liabilities	-	5,583	71,470	-
Fund Balances				
Fund Balance:				
Nonspendible:				
Deposits	-	-	-	-
Restricted for:				
Instruction	-	-	-	-
Food Service Operations	-	-	-	-
Capital Improvements	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balance	-	-	-	-
Total Liabilities and Fund Balances	$ -	5,583	71,470	-

The accompanying notes are an integral part of these financial statements

Public School Capital Outlay 31200	SB-9 Capital Improvements 31700	Total
-	67,694	88,549
22,286	-	167,844
-	-	157,543
-	-	25,125
22,286	67,694	439,061
-	-	10,547
-	-	2,209
-	-	72,418
22,286	-	157,543
22,286	-	242,717
-	-	25,125
-	-	17,102
-	-	3,755
-	67,694	67,694
-	-	82,668
-	67,694	196,344
22,286	67,694	439,061

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STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
Reconciliation of the Balance Sheets of Governmental Funds to the Statement of Net Position
June 30, 2015

Fund Balance - Total Governmental Funds		**$ 196,344**
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		
Capital Assets	6,344	
Accumulated Depreciation	(6,344)	
		-
Defined benefit pension plan deferred outflows are not financial resources and, therefore, are not reported in the funds.		186,877
Long-term liabilities are not due in the current period and, therefore, are not reported in the funds.		
Net Pension Liability		(1,472,070)
Defined benefit pension plan deferred inflows are not due and payable in the current period and, therefore, are not reported in the funds.		(155,760)
Net Position-Total Governmental Activities		**$ (1,244,609)**

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
Statement of Revenues, Expenditures, and Changes In Fund Balances (Deficit)
Governmental Funds
For The Year Ended June 30, 2015

	Operational 11000	Instructional Materials 14000	Food Services 21000	Title I IASA 24101
REVENUES				
Property Taxes	$ -	-	-	-
Local & County Grant	884	-	-	-
State Grant	1,106,879	10,956	-	-
Federal Grant	-	-	70,900	58,489
Charges for Services	-	-	4,880	-
Total Revenues	1,107,763	10,956	75,780	58,489
EXPENDITURES				
Current:				
Instruction	690,022	8,164	-	58,492
Support Services:				
Students	66,824	-	-	-
Instruction	3,731	-	-	-
General Administration	33,370	-	-	-
School Administration	177,262	-	-	-
Central Services	95,764	-	-	-
Operation & Maintenance of Plant	78,535	-	-	-
Food Services Operations	743	-	79,141	-
Capital Outlay	-	-	-	-
Total Expenditures	1,146,251	8,164	79,141	58,492
Excess (Deficiency) of Revenues Over (Under) Expenditures	(38,488)	2,792	(3,361)	(3)
Net Changes in Fund Balances	(38,488)	2,792	(3,361)	(3)
Fund Balances(Deficit) - Beginning of Year	121,156	12,336	7,116	4
Fund Balances - End of Year	$ 82,668	15,128	3,755	1

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120	Federal Charter School Planning 24146	English Language Acquisition 24153	Teacher Principal Training 24154	Medicaid Ancillary 25152
-	-	-	-	-	-
-	-	-	-	-	1,663
-	-	-	-	-	-
28,956	344	-	2,870	8,580	309
-	-	-	-	-	-
28,956	344	-	2,870	8,580	1,972
-	34	-	2,295	5,346	-
28,955	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	1,443	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
28,955	34	-	2,295	6,789	-
1	310	-	575	1,791	1,972
1	310	-	575	1,791	1,972
-	(310)	25,125	(575)	(1,791)	-
1	-	25,125	-	-	1,972

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
Statement of Revenues, Expenditures, and Changes In Fund Balances (Deficit) - Continued
Governmental Funds
For The Year Ended June 30, 2015

	2012 Student Library SB-66 27107	Robot Systems 27115	After School and Summer Enrichment 27168	STEM Teacher Initiative 27181
REVENUES				
Property Taxes	$ -	-	-	-
Local & County Grant	-	-	-	-
State Grant	3,151	5,583	71,470	6,379
Federal Grant	-	-	-	-
Charges for Services	-	-	-	-
Total Revenues	3,151	5,583	71,470	6,379
EXPENDITURES				
Current:				
Instruction	-	5,583	24,366	6,379
Support Services:				
Students	-	-	-	-
Instruction	3,151	-	43,399	-
General Administration	-	-	-	-
School Administration	-	-	3,705	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Food Services Operations	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	3,151	5,583	71,470	6,379
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-
Net Changes in Fund Balances	-	-	-	-
Fund Balances(Deficit) - Beginning of Year	-	-	-	-
Fund Balances - End of Year	$ -	-	-	-

The accompanying notes are an integral part of these financial statements

Public School Capital Outlay 31200	SB-9 Capital Improvements 31700	Total
-	44,007	44,007
-	-	2,547
90,894	-	1,295,312
-	-	170,448
-	-	4,880
90,894	44,007	1,517,194
-	-	800,681
-	-	95,779
-	-	50,281
-	-	33,370
-	-	182,410
-	-	95,764
-	-	78,535
-	-	79,884
91,478	17,826	109,304
91,478	17,826	1,526,008
(584)	26,181	(8,814)
(584)	26,181	(8,814)
584	41,513	205,158
-	67,694	196,344

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2015

Net Change in Fund Balance-Total Governmental Funds	**$ (8,814)**
Amounts reported for governmental activities in the Statement of Activities are different because:	
Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the Statement of Net Position and allocated over their estimated useful lives as annual depreciation expenses in the Statement of Activities. This is the amount by which capital outlay exceeds depreciation for the period	
Depreciation Expense	(1,057)
The issuance of long-term debt (e.g., bonds, notes, leases) provide 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 position.	
Changes in Net Pension Liability	(35,562)
Change in Net Position-Total Governmental Activities	**$ (45,433)**

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
Statement of Fiduciary Assets and Liabilities- Agency Funds
June 30, 2015

	Agency
ASSETS	
Cash in Bank	$ 5,027
Total Assets	$ 5,027
LIABILITIES	
Deposits Held for Others	$ 5,027
Total Liabilities	$ 5,027

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
Schedule of Changes in Assets and Liabilities - Agency Funds
For The Year Ended June 30, 2015

	Balance July 1, 2014	Additions	Deductions	Balance June 30, 2015
ASSETS				
Cash in Bank	$ 9,734	34,715	(39,422)	5,027
Total Assets	$ 9,734	34,715	(39,422)	5,027
LIABILITIES				
Deposits Held for Others	$ 9,734	34,715	(39,422)	5,027
Total Liabilities	$ 9,734	34,715	(39,422)	5,027

The accompanying notes are an integral part of these financial statements

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

Furniture, Fixtures and Equipment	5 years
Buildings and Improvements	40 years

Capital assets for the South Valley Preparatory School are recorded in the Statement of Net Position.

Pensions. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expenses, information about the Fiduciary Net Position of the New Mexico Educational Retirement Board (ERB) and additions to/deductions from ERB's Fiduciary Net Position have been determined on the economic resources measurement focus and accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

NOTE 2. CAPITAL ASSETS

A summary of capital assets and changes occurring during the year ended June 30, 2015 follows:

	Balance June 30, 2014	Additions	Deletions	Balance June 30, 2015
Capital Assets being Depreciated:				
Furniture, Fixtures and Equipment	$ 6,344	-	-	6,344
Total	6,344	-	-	6,344
Less: Accumulated Depreciation				
Furniture, fixtures and equipment	(5,287)	(1,057)	-	(6,344)
Total	(5,287)	(1,057)	-	(6,344)
Capital Assets, Net	$ 1,057	(1,057)	-	-

NOTE 2. CAPITAL ASSETS (CONTINUED)

Depreciation expensed for the year ended June 30, 2015 was expensed to the following functions:

School Administration	$	1,057
Total	$	1,057

NOTE 3. COMMITMENTS AND LIABILITIES

The South Valley Preparatory School leased equipment and facilities under long-term cancelable operating leases. Rental expense for the year ended June 30, 2015 was $96,742. The South Valley Preparatory School's minimum future payments on this lease are as follows:

Year Ending June 30:		
2016	$	66,000
2017		66,000
2018		66,000
2019		66,000
2020		66,000
Total	$	330,000

NOTE 4. RELATED PARTY TRANSACTIONS

The business manager services are performed by an outside manager, which performed services for multiple state charter schools.

NOTE 5. PENSION PLAN - EDUCATIONAL RETIREMENT BOARD

The information contained within this disclosure represents the pension information specific to the South Valley Preparatory School and does not include general disclosure information pertaining to the New Mexico Educational Employees' Retirement Plan. General disclosure information including plan description, benefits provided, applicable actuarial assumptions, and location for additional information about the New Mexico Educational Retirement Boards fiduciary net position can be found within the basic financial statements of the Public Education Department.

NOTE 5. PENSION PLAN - EDUCATIONAL RETIREMENT BOARD (CONTINUED)

Contributions. The contribution requirements of defined benefit plan members and South Valley Preparatory School are established in state statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. For the fiscal year ended June 30, 2014 employers contributed 13.15% if employees' gross annual salary to the Plan. Employees earning $20,000 or less contributed 7.90% and employees earning more than $20,000 contributed 10.10% of their gross annual salary. For fiscal year ended June 30, 2015 employers contributed 13.90%, and employees earning $20,000 or less continued to contribute 7.90% and employees earning more than $20,000 contributed an increased amount of 10.70% of their gross annual salary. Contributions to the pension plan from South Valley Preparatory School were $97,430 for the year ended June 30, 2015.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: The total ERB pension liability, net pension liability, and sensitivity information were based on an annual actuarial valuation performed as of June 30, 2013. The total ERB pension liability was rolled forward from the valuation date to the Plan year ending June 30, 2014, using generally accepted actuarial principles. Therefore, the employer's portion was established as of the measurement date June 30, 2014. At June 30, 2015, South Valley Preparatory School reported a liability of $1,472,070 for its proportionate share of the net pension liability. South Valley Preparatory School's proportion of the net pension liability is based on the employer contributing entity's percentage of total employer contributions for the fiscal year ended June 30, 2014. The contribution amounts were defined by Section 22-11-21, NMSA 1978. At June 30, 2014, South Valley Preparatory School's proportion was 0.02580 percent, which was an increase of 0.00192% from its proportion measured as of June 30, 2013.

For the year ended June 30, 2015, South Valley Preparatory School recognized pension expense of $132,992. At the June 30, 2015, South Valley Preparatory School reported deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

NOTE 5. PENSION PLAN - EDUCATIONAL RETIREMENT BOARD (CONTINUED)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ -	21,931
Changes in assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	-	133,829
Changes in proportion and differences between South Valley Preparatory School contributions and proportionate share of contributions	89,447	-
South Valley Preparatory School contributions subsequent to the measurement date	97,430	-
Total	$ 186,877	155,760

$97,430 reported as deferred outflows of resources related to pensions resulting from South Valley Preparatory School contributions subsequent to the measurement date June 30, 2014 will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2016	$ 10,010
2017	10,010
2018	12,823
2019	33,470
Total	$ 66,313

NOTE 5. PENSION PLAN - EDUCATIONAL RETIREMENT BOARD (CONTINUED)

Sensitivity of South Valley Preparatory School's proportionate share of the net pension liability to changes in the discount rate. The following table shows the sensitivity of the net pension liability to changes in the discount rate as of the fiscal year end 2014. In particular, the table presents the (employer's) net pension liability under the current single rate assumption, as if it were calculated using a discount rate one percentage point lower (6.75%) or one percentage point higher (8.75%) than the single discount rate.

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
South Valley Preparatory School's proportionate share of the net pension liability	$ 2,002,923	1,472,070	1,028,752

Payables to the pension plan. For the year ending June 30, 2015, South Valley Preparatory School's accrued liability due to ERB was $ 24,077 for payroll paid in July 2015.

NOTE 6. RESTATEMENT

As a result of implementation of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, net position at June 30, 2014 was restated in the amount of $(1,405,391).

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
SCHEDULE OF THE SCHOOL'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
June 30, 2015

New Mexico Educational Retirement Board Pension Plan
Schedule of Ten Year Tracking Data*
(Dollars in Thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
School's Proportion of the Net Pension Liability (Asset)	0.03%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
School's Proportionate Share of Net Pension Liability (Asset)	$ 1,472	-	-	-	-	-	-	-	-	-
School's Covered-Employee Payroll	$ 711	-	-	-	-	-	-	-	-	-
School's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered-Employee Payroll	206.98%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	66.54%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

*The amounts presented for each fiscal year were determined as of June 30, 2014

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
SCHEDULE OF SCHOOL CONTRIBUTIONS
June 30, 2015

New Mexico Educational Retirement Board Pension Plan
Schedule of Ten Year Tracking Data
(Dollars in Thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	$ 94	-	-	-	-	-	-	-	-	-
Contributions in Relation to the Contractually Required Contribution	94	-	-	-	-	-	-	-	-	-
Contribution Deficiency (Excess)	$ -	-	-	-	-	-	-	-	-	-

Increase (Decrease) in Pension Expense over Recognition Periods

Year	Total Amount Deferred	Amortization Years	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
2014	$ 66	5		$ 10	10	13	33	-				
2015	-	5			-	-	-	-	-			
2016	-	5				-	-	-	-	-		
2017	-	5					-	-	-	-	-	
2018	-	5						-	-	-	-	-
2019	-	5							-	-	-	-
2020	-	5								-	-	-
2021	-	5									-	-
2022	-	5										-
2023	-	5										
	$ 66			$ 10	10	13	33	-	-	-	-	-

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
Schedule of Budgetary Comparisons - Budgetary Basis
Operational 11000
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Local & County Grant	$ -	-	884	884
State Grant	1,112,843	1,106,879	1,106,879	-
Total Revenues	1,112,843	1,106,879	1,107,763	884
EXPENDITURES				
Current:				
Instruction	673,807	709,307	688,772	20,535
Support Services:				
Students	77,377	84,963	66,824	18,139
Instruction	7,500	7,500	3,731	3,769
General Administration	24,500	38,500	33,370	5,130
School Administration	180,513	180,513	177,337	3,176
Central Services	109,039	99,575	96,364	3,211
Operation & Maintenance of Plant	87,607	87,607	78,535	9,072
Food Services Operations	2,500	2,500	743	1,757
Capital outlay	60,000	20,000	-	20,000
Total Expenditures	1,222,843	1,230,465	1,145,676	84,789
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(110,000)	(123,586)	(37,913)	85,673
Net Changes in Fund Balances	(110,000)	(123,586)	(37,913)	85,673
Cash or Fund Balances - Beginning of Year	149,122	149,122	149,122	-
Cash or Fund Balances - End of Year	$ 39,122	25,536	111,209	85,673
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (37,913)	
Adjustments to Expenditures			(575)	
NET CHANGE IN FUND BALANCE			$ (38,488)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
Schedule of Budgetary Comparisons - Budgetary Basis
Instructional Materials 14000
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 7,875	10,957	10,956	(1)
Total Revenues	7,875	10,957	10,956	(1)
EXPENDITURES				
Current:				
Instruction	18,938	22,020	8,164	13,856
Total Expenditures	18,938	22,020	8,164	13,856
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(11,063)	(11,063)	2,792	13,855
Net Changes in Fund Balances	(11,063)	(11,063)	2,792	13,855
Cash or Fund Balances - Beginning of Year	12,336	12,336	12,336	-
Cash or Fund Balances - End of Year	$ 1,273	1,273	15,128	13,855
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 2,792	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ 2,792	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
Schedule of Budgetary Comparisons - Budgetary Basis
Food Services 21000
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ 69,000	102,500	70,900	(31,600)
Charges for Services	6,000	6,000	4,880	(1,120)
Total Revenues	75,000	108,500	75,780	(32,720)
EXPENDITURES				
Current:				
Food Services Operations	75,000	108,500	79,141	29,359
Total Expenditures	75,000	108,500	79,141	29,359
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(3,361)	(3,361)
Net Changes in Fund Balances	-	-	(3,361)	(3,361)
Cash or Fund Balances - Beginning of Year	7,116	7,116	7,116	-
Cash or Fund Balances - End of Year	$ 7,116	7,116	3,755	(3,361)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (3,361)	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ (3,361)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
Schedule of Budgetary Comparisons - Budgetary Basis
Title I IASA 24101
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Local & County Grant	$ -	-	34,631	34,631
Federal Grant	58,489	58,489	21,172	(37,317)
Total Revenues	58,489	58,489	55,803	(2,686)
EXPENDITURES				
Current:				
Instruction	58,489	58,489	58,488	1
Total Expenditures	58,489	58,489	58,488	1
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(2,685)	(2,685)
Net Changes in Fund Balances	-	-	(2,685)	(2,685)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(2,685)	(2,685)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (2,685)	
Adjustments to Revenues			2,686	
Adjustments to Expenditures			(4)	
NET CHANGE IN FUND BALANCE			$ (3)	

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
Schedule of Budgetary Comparisons - Budgetary Basis
IDEA-B Entitlement 24106
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Local & County Grant	$ -	-	1,434	1,434
Federal Grant	26,042	28,957	4,042	(24,915)
Total Revenues	26,042	28,957	5,476	(23,481)
EXPENDITURES				
Current:				
Instruction	26,042	-	-	-
Support Services:				
Students	-	28,957	28,955	2
Total Expenditures	26,042	28,957	28,955	2
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(23,479)	(23,479)
Net Changes in Fund Balances	-	-	(23,479)	(23,479)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(23,479)	(23,479)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (23,479)	
Adjustments to Revenues			23,480	
NET CHANGE IN FUND BALANCE			$ 1	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
Schedule of Budgetary Comparisons - Budgetary Basis
IDEA-B Risk Pool 24120
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
REVENUES				
Federal Grant	$ -	34	-	(34)
Total Revenues	-	34	-	(34)
EXPENDITURES				
Current:				
Instruction	-	34	34	-
Total Expenditures	-	34	34	-
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(34)	(34)
Net Changes in Fund Balances	-	-	(34)	(34)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(34)	(34)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (34)	
Adjustments to Revenues			344	
NET CHANGE IN FUND BALANCE			$ 310	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
Schedule of Budgetary Comparisons - Budgetary Basis
English Language Acquisition 24153
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ 2,870	2,870	126	(2,744)
Total Revenues	2,870	2,870	126	(2,744)
EXPENDITURES				
Current:				
Instruction	2,870	2,870	2,870	-
Total expenditures	2,870	2,870	2,870	-
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(2,744)	(2,744)
Net changes in Fund Balances	-	-	(2,744)	(2,744)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(2,744)	(2,744)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (2,744)	
Adjustments to Revenues			2,744	
Adjustments to Expenditures			575	
NET CHANGE IN FUND BALANCE			$ 575	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
Schedule of Budgetary Comparisons - Budgetary Basis
Teacher Principal Training 24154
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Local & County Grant	$ -	-	575	575
Federal Grant	7,826	16,686	5,394	(11,292)
Total Revenues	7,826	16,686	5,969	(10,717)
EXPENDITURES				
Current:				
Instruction	7,826	14,686	7,137	7,549
Support Services:				
School Administration	-	2,000	1,443	557
Total expenditures	7,826	16,686	8,580	8,106
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(2,611)	(2,611)
Net changes in Fund Balances	-	-	(2,611)	(2,611)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(2,611)	(2,611)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (2,611)	
Adjustments to Revenues			2,611	
Adjustments to Expenditures			1,791	
NET CHANGE IN FUND BALANCE			$ 1,791	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
Schedule of Budgetary Comparisons - Budgetary Basis
Medicaid/Ancillary 25152
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Local & County Grant	$ -	-	1,663	1,663
Federal Grant	-	-	309	309
Total Revenues	-	-	1,972	1,972
EXPENDITURES				
Current:				
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	1,972	1,972
Net Changes in Fund Balances	-	-	1,972	1,972
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	1,972	1,972
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 1,972	
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			$ 1,972	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
Schedule of Budgetary Comparisons - Budgetary Basis
2012 SB-66 Student Library 27107
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 3,152	3,152	3,151	(1)
Total Revenues	3,152	3,152	3,151	(1)
EXPENDITURES				
Current:				
Support Services:				
Instruction	3,152	3,152	3,151	1
Total Expenditures	3,152	3,152	3,151	1
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	-	-
Net Changes in Fund Balances	-	-	-	-
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	-	-
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ -	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
Schedule of Budgetary Comparisons - Budgetary Basis
Robot Systems 27115
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ -	15,502	-	(15,502)
Total Revenues	-	15,502	-	(15,502)
EXPENDITURES				
Current:				
Instruction	-	15,502	5,583	9,919
Total Expenditures	-	15,502	5,583	9,919
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(5,583)	(5,583)
Net Changes in Fund Balances	-	-	(5,583)	(5,583)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(5,583)	(5,583)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (5,583)	
Adjustments to Revenues			5,583	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
Schedule of Budgetary Comparisons - Budgetary Basis
After School and Summer Enrichment 27168
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
REVENUES				
State Grant	$ -	75,000	-	(75,000)
Total Revenues	-	75,000	-	(75,000)
EXPENDITURES				
Current:				
Instruction	-	25,000	24,366	634
Support Services:				
Instruction	-	47,000	43,399	3,601
School Administration	-	3,000	3,705	(705)
Total Expenditures	-	75,000	71,470	3,530
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	(71,470)	(71,470)
Net Changes in Fund Balances	-	-	(71,470)	(71,470)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(71,470)	(71,470)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues Over (Under) Expenditures			$ (71,470)	
Adjustments to Revenues			71,470	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
Schedule of Budgetary Comparisons - Budgetary Basis
STEM Teacher Initiative 27181
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ -	6,379	6,379	-
Total Revenues	-	6,379	6,379	-
EXPENDITURES				
Current:				
Instruction	-	6,379	6,379	-
Total Expenditures	-	6,379	6,379	-
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	-	-
Net Changes in Fund Balances	-	-	-	-
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	-	-
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ -	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ -	

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
Schedule of Budgetary Comparisons - Budgetary Basis
Public School Capital Outlay 31200
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ -	91,478	91,449	(29)
Total Revenues	-	91,478	91,449	(29)
EXPENDITURES				
Current:				
Capital Outlay	-	91,478	91,478	-
Total Expenditures	-	91,478	91,478	-
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(29)	(29)
Net Changes in Fund Balances	-	-	(29)	(29)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(29)	(29)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (29)	
Adjustments to Revenues			(555)	
NET CHANGE IN FUND BALANCE			$ (584)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
Schedule of Budgetary Comparisons - Budgetary Basis
SB-9 Capital Improvements 31700
For The Year Ended June 30, 2015

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Property Taxes	$ 44,271	44,271	44,007	(264)
State Grant	8,157	11,735	-	(11,735)
Total Revenues	52,428	56,006	44,007	(11,999)
EXPENDITURES				
Current:				
Capital Outlay	52,428	56,006	17,826	38,180
Total Expenditures	52,428	56,006	17,826	38,180
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	26,181	26,181
Net Changes in Fund Balances	-	-	26,181	26,181
Cash or Fund Balances - Beginning of Year	41,513	41,513	41,513	-
Cash or Fund Balances - End of Year	$ 41,513	41,513	67,694	26,181
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 26,181	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ 26,181	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
Schedule of Collateral Pledged by Depository for Public Funds
June 30, 2015

Name of Depository	Security Type	CUSIP/ Security Number	Maturity Date	Fair Value June 30, 2015
N/A	N/A	N/A	N/A	$ -
				$ -

Total Cash per Schedule of Cash Accounts:	$ 131,094
Less: FDIC coverage:	(131,094)
Uninsured Public Funds:	-
Collateral Requirement:	-
Pledged Collateral Held by Pledging Financial Institution:	-
Balance Over Collateralized:	**$ -**
Balance Uninsured and Uncollateralized at June 30, 2015:	**$ -**

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STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
Schedule of Cash Accounts
June 30, 2015

Bank Account Type	Wells Fargo
Checking - Operational Account	$ 131,094
Total on Deposit	131,094
Reconciling Items	(48,065)
Reconciled Balance June 30, 2015	83,029
Less Agency Funds	(5,027)
Total Cash	$ 78,002

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
Cash Reconciliation
June 30, 2015

	Operational 11000	Instructional Materials 14000	Food Services 21000	Non-Instruct. Fund 23000
Cash, June 30, 2014	$ 127,686	6,799	7,116	9,734
Add:				
2014-15 revenues	1,107,763	10,956	75,780	34,715
Total Cash Available	1,235,449	17,755	82,896	44,449
Less:				
2014-15 expenditures	(1,145,676)	(8,164)	(79,141)	(39,422)
Receivables/Payables	57,223	5,537	-	-
Outstanding Loans	(167,845)	-	-	-
Cash June 30, 2015	(20,849)	15,128	3,755	5,027
Fund Balance Reconciliations to GAAP Basis:				
Audit reclassifications to cash	10,302	-	-	-
Cash Per Books	(10,547)	15,128	3,755	5,027
Fund Balance Reconciliation to GAAP Basis:				
Modified Accrual Adjustments	93,215	-	-	(5,027)
Fund Balance, Modified Accrual Basis	$ 82,668	15,128	3,755	-

The accompanying notes are an integral part of these financial statements

Federal Projects Account 24000	Federal Direct 25000	State Account 27000	Public School Capital Outlay 31200	SB-9 Capital Improvements 31700	Total
(37,745)	-	-	(22,257)	41,513	132,846
67,373	1,972	9,530	91,449	44,008	1,443,546
29,628	1,972	9,530	69,192	85,521	1,576,392
(98,930)	-	(86,583)	(91,478)	(17,827)	(1,567,221)
11,097	-	-	-	-	73,857
68,506	-	77,053	22,286	-	-
10,301	1,972	-	-	67,694	83,028
(10,301)	-	-	-	-	1
-	1,972	-	-	67,694	83,029
Less: Activity Funds Per Schedule of Changes in Assets and Liabilities- Agency Fund:					(5,027)
					$ 78,002
25,127	-	-	-	-	113,315
25,127	1,972	-	-	67,694	196,344
				Balance Sheets - Governmental Funds:	$ 196,344

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Aeronautics, Mathematics, and Sciences
Statement of Net Position
June 30, 2015
(Unaudited)

ASSETS AND DEFERRED OUTFLOWS	
Current Assets:	
Cash and Cash Equivalents	$ 1,197,532
Receivables	
Due from Other Governments	15,479
Total Current Assets	1,213,011
Noncurrent Assets:	
Capital Assets	
Furniture, Fixtures, and Equipment	286,257
Less: Accumulated Depreciation	(78,070)
Total Noncurrent Assets	208,187
Total Assets	1,421,198
DEFERRED OUTFLOWS - Pension related	192,902
LIABILITIES AND DEFERRED INFLOWS	
Current Liabilities:	
Accounts Payable	84,118
Accrued Liabilities	29,471
Current Portion of Long-Term Debt	115,020
Total Current Liabilities	228,609
Noncurrent Liabilities:	
Long-term debt	87,110
Net pension liability	1,465,793
Total Noncurrent Liabilities	1,552,903
Total Liabilities	1,781,512
DEFERRED INFLOWS - Pension related	155,101
NET POSITION	
Net Investment in Capital Assets	6,057
Restricted	347,789
Unrestricted (Deficit)	(676,359)
Total Net Position	$ (322,513)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Aeronautics, Mathematics, and Sciences
Statement of Activities
For The Year Ended June 30, 2015
(Unaudited)

		Program Revenues			
Functions/Programs	**Expenses**	**Charges for Service**	**Operating Grants and Contributions**	**Capital Grants and Contributions**	**Net (Expenses) Revenues and Changes in Net Position**
Governmental activities:					
Instruction	$ 986,397	16,554	286,955	-	(682,888)
Support Services:					
Students	109,933	-	-	-	(109,933)
Instruction	126,440	-	-	-	(126,440)
General Administration	119,755	-	-	-	(119,755)
School Administration	244,659	-	-	-	(244,659)
Central Services	133,336	-	-	-	(133,336)
Operation & Maintenance of Plant	223,629	-	-	-	(223,629)
Other Support Services	36	-	-	-	(36)
Student Transportation	90,000	-	-	-	(90,000)
Facilities Materials, Supplies & Other Services	266,544	-	-	149,100	(117,444)
Total Governmental Activities	$ 2,300,729	16,554	286,955	149,100	(1,848,120)
		General Revenues:			
		Property Taxes			$ 81,320
		State Equalization Guarantee			2,182,671
		Miscellaneous			14,492
		Total General Revenues			2,278,483
		Change in Net Position			430,363
		Net Position- Beginning			647,890
		Restatement			(1,400,766)
		Net position - beginning, restated			(752,876)
		Net position, Ending			$ (322,513)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Aeronautics, Mathematics, and Sciences
Balance Sheets - Governmental Funds
June 30, 2015
(Unaudited)

	Operational 11000	Pupil Transportation 13000	Instructional Materials 14000	Title I IASA 24101
ASSETS				
Cash and Cash Equivalents	$ 846,369	194,782	37,757	-
Accounts Receivable				
Due from Government	-	-	-	7,883
Due from Other Funds	128,655	-	-	-
Total Assets	$ 975,024	194,782	37,757	7,883
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	$ 74,026	-	-	-
Accrued Expenditures	28,770	-	-	394
Due to Other Funds	-	-	-	7,488
Total Liabilities	102,796	-	-	7,882
Fund Balances (Deficit)				
Fund Balance:				
Restricted for:				
Instruction	-	-	37,757	-
Student Transportation	-	194,782	-	-
Capital Improvements	-	-	-	-
Unassigned (Deficit)	872,228	-	-	1
Total Fund Balance (Deficit)	872,228	194,782	37,757	1
Total Liabilities and Fund Balances (Deficit)	$ 975,024	194,782	37,757	7,883

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120	Charter Schools 24146	ABC Community School Partnership 26177	TQM in Public Schools PED 27103
-	-	4,588	-	-
6,382	-	-	-	-
-	-	-	-	-
6,382	-	4,588	-	-
-	-	-	-	-
307	-	-	-	-
6,075	-	-	-	-
6,382	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	4,588	-	-
-	-	4,588	-	-
6,382	-	4,588	-	-

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Aeronautics, Mathematics, and Sciences
Balance Sheets - Governmental Funds (Continued)
June 30, 2015
(Unaudited)

	Public School Capital Outlay 31200	Special Capital Outlay State 31400	Capital Improvements SB-9 31700	Total Government
ASSETS				
Cash and Cash Equivalents	$ -	-	114,036	1,197,532
Accounts Receivable				
Due from Government	-	-	1,214	15,479
Due from Other Funds	-	-	-	128,655
Total Assets	$ -	-	115,250	1,341,666
LIABILITIES AND FUND BALANCES			-	
Liabilities:				
Accounts Payable	$ -	10,092	-	84,118
Accrued Expenditures	-	-	-	29,471
Due to Other Funds	81,577	33,515	-	128,655
Total Liabilities	81,577	43,607	-	242,244
Fund Balances (Deficit)				
Fund Balance:				
Restricted for:				
Instruction	-	-	-	37,757
Student Transportation	-	-	-	194,782
Capital Improvements	-	-	115,250	115,250
Unassigned (Deficit)	(81,577)	(43,607)	-	751,633
Total Fund Balance (Deficit)	(81,577)	(43,607)	115,250	1,099,422
Total Liabilities and Fund Balances (Deficit)	$ -	-	115,250	1,341,666

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Aeronautics, Mathematics, and Sciences
Reconciliation of the Balance Sheets of Governmental Funds to the Statement of Net Position
June 30, 2015
(Unaudited)

Fund Balances - Total Governmental Funds		**$ 1,099,422**
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		
Capital Assets	286,257	
Accumulated Depreciation	(78,070)	
		208,187
Defined benefit pension plan deferred outflows are not financial resources and, therefore, are not reported in the funds.		192,902
Long-term liabilities are not due in the current period and, therefore, are not reported in the funds.		
Long-Term Debt	(202,130)	
Net pension liability	(1,465,793)	
		(1,667,923)
Defined benefit pension plan deferred inflows are not due and payable in the current period and, therefore, are not reported in the funds.		(155,101)
Net Position-Total Governmental Activities		**$ (322,513)**

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Aeronautics, Mathematics, and Sciences
Statement of Revenues, Expenditures, and Changes In Fund Balances (Deficit)
Governmental Funds
For The Year Ended June 30, 2015
(Unaudited)

	Operational 11000	Pupil Transportation 13000	Instructional Materials 14000	Title I IASA 24101
REVENUES				
Property Taxes	$ -	-	-	-
State Grant	2,182,671	183,272	20,276	-
Federal Grant	-	-	-	42,627
Charges for Services	16,554	-	-	-
Miscellaneous Income	5,742	-	-	-
Total Revenues	2,204,967	183,272	20,276	42,627
EXPENDITURES				
Current:				
Instruction	934,703	-	2,275	18,918
Support Services:				
Students	102,562	-	-	4,144
Instruction	123,614	-	-	-
General Administration	118,053	-	-	-
School Administration	238,783	-	-	-
Central Services	132,287	-	-	-
Operation & Maintenance of Plant	223,629	-	-	-
Student Transportation	-	90,000	-	-
Other Support Services Operations	36	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	1,873,667	90,000	2,275	23,062
Excess (Deficiency) of Revenues Over (Under) Expenditures	331,300	93,272	18,001	19,565
Net Changes in Fund Balances	331,300	93,272	18,001	19,565
Fund Balances(Deficit) - Beginning of Year	540,928	101,510	19,756	(19,564)
Fund Balances (Deficit) - End of Year	$ 872,228	194,782	37,757	1

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120	Charter Schools 24146	ABC Community School Partnership 26177	TQM in Public Schools PED 27103
-	-	-	-	-
-	-	-	-	1,234
31,521	292	7,733	-	-
-	-	-	-	-
-	-	-	8,750	-
31,521	292	7,733	8,750	1,234
15,314	-	-	-	1,138
703	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
16,017	-	-	-	1,138
15,504	292	7,733	8,750	96
15,504	292	7,733	8,750	96
(15,504)	(292)	(3,145)	(8,750)	(96)
-	-	4,588	-	-

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Aeronautics, Mathematics, and Sciences
Statement of Revenues, Expenditures, and Changes In Fund Balances (Deficit) - Continued
Governmental Funds
For The Year Ended June 30, 2015
(Unaudited)

	Public School Capital Outlay 31200	Special Capital Outlay State 31400	Capital Improvements SB-9 31700	Total Government
REVENUES				
Property Taxes	$ -	-	81,320	81,320
State Grant	149,100	-	-	2,536,553
Federal Grant	-	-	-	82,173
Charges for Services	-	-	-	16,554
Miscellaneous Income	-	-	-	14,492
Total Revenues	149,100	-	81,320	2,731,092
EXPENDITURES				
Current:				
Instruction	-	-	-	972,348
Support Services:				
Students	-	-	-	107,409
Instruction	-	-	-	123,614
General Administration	-	-	800	118,853
School Administration	-	-	-	238,783
Central Services	-	-	-	132,287
Operation & Maintenance of Plant	-	-	-	223,629
Student Transportation	-	-	-	90,000
Other Support Services Operations	-	-	-	36
Capital Outlay	180,176	43,607	42,761	266,544
Total Expenditures	180,176	43,607	43,561	2,273,503
Excess (Deficiency) of Revenues Over (Under) Expenditures	(31,076)	(43,607)	37,759	457,589
Net Changes in Fund Balances	(31,076)	(43,607)	37,759	457,589
Fund Balances(Deficit) - Beginning of Year	(50,501)	-	77,491	641,833
Fund Balances (Deficit) - End of Year	$ (81,577)	(43,607)	115,250	1,099,422

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Aeronautics, Mathematics, and Sciences
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficit) of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2015
(Unaudited)

Net Change in Fund Balances-Total Governmental Funds	**$ 457,589**
The issuance of long-term debt (e.g., bonds, notes, leases) provide 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 position.	
Changes in Net Pension Liability	(27,226)
Change in Net Position-Total Governmental Activities	**$ 430,363**

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Aeronautics, Mathematics, and Sciences
Statement of Fiduciary Assets and Liabilities- Agnecy Funds
June 30, 2015
(Unaudited)

	Agency
ASSETS	
Cash in Bank	$ 1,693
Total Assets	$ 1,693
LIABILITIES	
Deposits Held for Others	$ 1,693
Total Liabilities	$ 1,693

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Aeronautics, Mathematics, and Sciences
Schedule of Changes in Assets and Liabilities - Agency Funds
For The Year Ended June 30, 2015
(Unaudited)

	Balance July 1, 2014	Additions	Deductions	Balance June 30, 2015
ASSETS				
Cash in Bank	$ -	5,462	(3,769)	1,693
Total Assets	$ -	5,462	(3,769)	1,693
LIABILITIES				
Deposits Held for Others	$ -	5,462	(3,769)	1,693
Total Liabilities	$ -	5,462	(3,769)	1,693

The accompanying notes are an integral part of these financial statements

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Depreciation on all assets is provided on the straight-line basis over the estimated useful lives with no salvage value.

Capital assets for the Southwest Aeronautics, Mathematics, and Sciences are recorded in the Statement of Net Position.

Pensions. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expenses, information about the Fiduciary Net Position of the New Mexico Educational Retirement Board (ERB) and additions to/deductions from ERB's Fiduciary Net Position have been determined on the economic resources measurement focus and accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

NOTE 2. CAPITAL ASSETS

A summary of capital assets and changes occurring during the year ended June 30, 2015 follows:

	Balance June 30, 2014	Additions	Deletions	Balance June 30, 2015
Capital Assets being Depreciated:				
Furniture, Fixtures and Equipment	$ 286,257	-	-	286,257
Total	286,257	-	-	286,257
Less: Accumulated Depreciation				
Furniture, fixtures and equipment	(78,070)	-	-	(78,070)
Total	(78,070)	-	-	(78,070)
Capital Assets, Net	$ 208,187	-	-	208,187

NOTE 3. COMMITMENTS AND LIABILITIES

The Southwest Aeronautics, Mathematics, and Sciences leased equipment and facilities under short-term cancelable operating leases. The Southwest Aeronautics, Mathematics, and Sciences minimum future payments on this lease are as follows:

Year Ending June 30:	
2016	$ 251,217
2017	249,510
Total	$ 500,727

During 2013, the Southwest Aeronautics, Mathematics, and Sciences entered into a capital lease for computer equipment. The Southwest Aeronautics, Mathematics, and Sciences had a bargain purchase option to purchase the equipment at the end of the lease for $1.00 or return the products for a disposal fee.

The following is an analysis of the leased property under capital leases by major classes.

Classes of Property	**Asset Balances**
Equipment	$ 286,257
Less: Accumulated amortization	(78,070)
	$ 208,187

The following schedule by years of future minimum lease payments under capital leases together with the present value of the net minimum lease payments as of June 30, 2015.

Year Ending June 30:	
2014 (a)	$ 115,020
2015 (a)	87,110
Total Minimum Lease Payments (a)	$ 202,130

(a) Reflected on the Statement of Net Position as current and noncurrent obligations under capital leases of $115,020 and $87,110, respectively. Balances have remained from prior year reported as sufficient audit evidence could not be obtained to support activity for the fiscal year ended June 30, 2015.

NOTE 4. PENSION PLAN – EDUCATIONAL RETIREMENT BOARD

The information contained within this disclosure represents the pension information specific to the Southwest Aeronautics, Mathematics, and Sciences (SAMS) and does not include general disclosure information pertaining to the New Mexico Educational Employees' Retirement Plan. General disclosure information including plan description, benefits provided, applicable actuarial assumptions, and location for additional information about the New Mexico Educational Retirement Boards fiduciary net position can be found within the basic financial statements of the Public Education Department.

Contributions. The contribution requirements of defined benefit plan members and SAMS are established in state statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. For the fiscal year ended June 30, 2014 employers contributed 13.15% if employees' gross annual salary to the Plan. Employees earning $20,000 or less contributed 7.90% and employees earning more than $20,000 contributed 10.10% of their gross annual salary. For fiscal year ended June 30, 2015 employers contributed 13.90%, and employees earning $20,000 or less continued to contribute 7.90% and employees earning more than $20,000 contributed an increased amount of 10.70% of their gross annual salary. Contributions to the pension plan from SAMS were $104,853 for the year ended June 30, 2015.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: The total ERB pension liability, net pension liability, and sensitivity information were based on an annual actuarial valuation performed as of June 30, 2013. The total ERB pension liability was rolled forward from the valuation date to the Plan year ending June 30, 2014, using generally accepted actuarial principles. Therefore, the employer's portion was established as of the measurement date June 30, 2014. At June 30, 2015, SAMS reported a liability of $1,465,793 for its proportionate share of the net pension liability. SAMS's proportion of the net pension liability is based on the employer contributing entity's percentage of total employer contributions for the fiscal year ended June 30, 2014. The contribution amounts were defined by Section 22-11-21, NMSA 1978. At June 30, 2014, SAMS's proportion was 0.02569% percent, which was a decrease of 0.00049% from its proportion measured as of June 30, 2013.

NOTE 4. PENSION PLAN – EDUCATIONAL RETIREMENT BOARD (CONTINUED)

For the year ended June 30, 2015, SAMS recognized pension expense of $132,079. At the June 30, 2015, SAMS reported deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ -	21,838
Changes in assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	-	133,263
Changes in proportion and differences between SAMS contributions and proportionate share of contributions	88,049	-
SAMS contributions subsequent to the measurement date	104,853	-
Total	$ 192,902	155,101

$104,853 reported as deferred outflows of resources related to pensions resulting from SAMS's contributions subsequent to the measurement date June 30, 2014 will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:

2016	$ 10,320
2017	10,320
2018	13,079
2019	33,333
Total	$ 67,052

NOTE 4. PENSION PLAN – EDUCATIONAL RETIREMENT BOARD (CONTINUED)

Sensitivity of SAMS's proportionate share of the net pension liability to changes in the discount rate. The following table shows the sensitivity of the net pension liability to changes in the discount rate as of the fiscal year end 2014. In particular, the table presents the (employer's) net pension liability under the current single rate assumption, as if it were calculated using a discount rate one percentage point lower (6.75%) or one percentage point higher (8.75%) than the single discount rate.

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
SAMS's proportionate share of the net pension liability	$ 1,994,383	1,465,793	1,024,398

NOTE 5. DEFICIT FUND BALANCE

The following funds had a deficit fund balance at June 30, 2015:

Public School Capital Outlay – 31200	$ 81,577
Special Capital Outlay State – 31400	43,607

The Southwest Aeronautics, Mathematics, and Sciences is addressing the negative fund balance and is planning on taking the appropriate actions to eliminate the negative balance.

NOTE 6. RELATED PARTY TRANSACTIONS

The Southwest Aeronautics, Mathematics, and Sciences entered into a contract beginning July 1, 2012 with a company owned by the Head Administrator for the rental of an airplane. The contract with the Head Administrator may have been in effect at the beginning of the 2015; fiscal year. However, due to the ongoing investigation by the Federal Bureau of Investigation (FBI) most of the documents and contracts entered into by the School have been seized and therefore unable to be audited. Through our procedures performed, we were unable to determine if this contract was still in effect for the 2015 fiscal year. The amount paid to this related party in fiscal year 2013 was $99,000.

The same administration operates all four schools: Southwest Secondary, Intermediate, Primary Learning Centers and Southwest Aeronautics, Mathematics, and Sciences.

NOTE 7. RESTATEMENT

As a result of implementation of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, net position at June 30, 2014 was restated in the amount of $(1,400,766).

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Aeronautics Mathematics & Sciences
SCHEDULE OF THE SCHOOL'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
June 30, 2015

New Mexico Educational Retirement Board Pension Plan
Schedule of Ten Year Tracking Data*
(Dollars in Thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
School's Proportion of the Net Pension Liability (Asset)	0.03%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
School's Proportionate Share of Net Pension Liability (Asset)	$ 1,466	-	-	-	-	-	-	-	-	-
School's Covered-Employee Payroll	$ 708	-	-	-	-	-	-	-	-	-
School's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered-Employee Payroll	207.06%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	66.54%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

*The amounts presented for each fiscal year were determined as of June 30, 2014

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Aeronautics Mathematics & Sciences
SCHEDULE OF SCHOOL CONTRIBUTIONS
June 30, 2015

New Mexico Educational Retirement Board Pension Plan
Schedule of Ten Year Tracking Data
(Dollars in Thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	$ 93	-	-	-	-	-	-	-	-	-
Contributions in Relation to the Contractually Required Contribution	93	-	-	-	-	-	-	-	-	-
Contribution Deficiency (Excess)	$ -	-	-	-	-	-	-	-	-	-

Increase (Decrease) in Pension Expense over Recognition Periods

Year	Total Amount Deferred	Amortization Years	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
2014	$ 67	5		$ 10	10	13	34	-				
2015	-	5			-	-	-	-	-			
2016	-	5				-	-	-	-	-		
2017	-	5					-	-	-	-	-	
2018	-	5						-	-	-	-	-
2019	-	5							-	-	-	-
2020	-	5								-	-	-
2021	-	5									-	-
2022	-	5										-
2023	-	5										
	$ 67			$ 10	10	13	34	-	-	-	-	-

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Aeronautics, Mathematics, and Sciences
Schedule of Budgetary Comparisons - Budgetary Basis
Operational 11000
For The Year Ended June 30, 2015
(Unaudited)

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Property Taxes	$ -	-	-	-
State Grant	2,088,446	2,182,670	2,182,671	1
Charges for Services	7,500	7,500	16,554	9,054
Miscellaneous Income	1,500	1,500	5,742	4,242
Total Revenues	2,097,446	2,191,670	2,204,967	13,297
EXPENDITURES				
Current:				
Instruction	1,402,651	1,414,651	1,037,407	377,244
Support Services:				
Students	552,434	243,223	102,562	140,661
Instruction	-	132,600	123,614	8,986
General Administration	108,634	160,634	118,053	42,581
School Administration	97,669	275,180	238,783	36,397
Central Services	127,080	172,280	132,287	39,993
Operation & Maintenance of Plant	294,600	278,624	223,629	54,995
Other Support Services Operations	-	100	36	64
Total Expenditures	2,583,068	2,677,292	1,976,371	700,921
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(485,622)	(485,622)	228,596	714,218
Net Changes in Fund Balances	(485,622)	(485,622)	228,596	714,218
Cash or Fund Balances - Beginning of Year	-	-	443,177	443,177
Cash or Fund Balances - End of Year	$ (485,622)	(485,622)	671,773	1,157,395
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 228,596	
Adjustments to Revenues			-	
Adjustments to Expenditures			102,704	
NET CHANGE IN FUND BALANCE			$ 331,300	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Aeronautics, Mathematics, and Sciences
Schedule of Budgetary Comparisons - Budgetary Basis
Pupil Transportation 13000
For The Year Ended June 30, 2015
(Unaudited)

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 178,407	183,272	183,272	-
Total Revenues	178,407	183,272	183,272	-
EXPENDITURES				
Current:				
Support Services:				
Student Transportation	178,407	183,272	90,000	93,272
Total Expenditures	178,407	183,272	90,000	93,272
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	93,272	93,272
Net Changes in Fund Balances	-	-	93,272	93,272
Cash or Fund Balances - Beginning of Year	-	-	101,510	101,510
Cash or Fund Balances - End of Year	$ -	-	194,782	194,782
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 93,272	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ 93,272	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Aeronautics, Mathematics, and Sciences
Schedule of Budgetary Comparisons - Budgetary Basis
Instructional Materials 14000
For The Year Ended June 30, 2015
(Unaudited)

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 13,856	13,856	20,276	6,420
Total Revenues	13,856	13,856	20,276	6,420
EXPENDITURES				
Current:				
Instruction	25,623	25,623	2,275	23,348
Total Expenditures	25,623	25,623	2,275	23,348
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(11,767)	(11,767)	18,001	29,768
Net Changes in Fund Balances	(11,767)	(11,767)	18,001	29,768
Cash or Fund Balances - Beginning of Year	-	-	19,756	19,756
Cash or Fund Balances - End of Year	$ (11,767)	(11,767)	37,757	49,524
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 18,001	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ 18,001	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Aeronautics, Mathematics, and Sciences
Schedule of Budgetary Comparisons - Budgetary Basis
Title I IASA 24101
For The Year Ended June 30, 2015
(Unaudited)

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ 37,186	74,740	50,510	(24,230)
Total Revenues	37,186	74,740	50,510	(24,230)
EXPENDITURES				
Current:				
Instruction	37,186	70,460	19,308	51,152
Support Services:				
Students	-	4,280	4,144	136
Total Expenditures	37,186	74,740	23,452	51,288
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	27,058	27,058
Net Changes in Fund Balances	-	-	27,058	27,058
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	27,058	27,058
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 27,058	
Adjustments to Revenues			(7,883)	
Adjustments to Expenditures			390	
NET CHANGE IN FUND BALANCE			$ 19,565	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Aeronautics, Mathematics, and Sciences
Schedule of Budgetary Comparisons - Budgetary Basis
IDEA-B Entitlement 24106
For The Year Ended June 30, 2015
(Unaudited)

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ 40,981	58,085	37,903	(20,182)
Total Revenues	40,981	58,085	37,903	(20,182)
EXPENDITURES				
Current:				
Instruction	39,349	39,349	15,615	23,734
Support Services:				
Students	1,632	18,736	703	18,033
Total Expenditures	40,981	58,085	16,318	41,767
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	21,585	21,585
Net Changes in Fund Balances	-	-	21,585	21,585
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	21,585	21,585
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 21,585	
Adjustments to Revenues			(6,382)	
Adjustments to Expenditures			301	
NET CHANGE IN FUND BALANCE			$ 15,504	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Aeronautics, Mathematics, and Sciences
Schedule of Budgetary Comparisons - Budgetary Basis
IDEA-B Risk Pool 24120
For The Year Ended June 30, 2015
(Unaudited)

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ -	59	292	233
Total Revenues	-	59	292	233
EXPENDITURES				
Current:				
Instruction	-	59	-	59
Total Expenditures	-	59	-	59
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	292	292
Net Changes in Fund Balances	-	-	292	292
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	292	292
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 292	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ 292	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Aeronautics, Mathematics, and Sciences
Schedule of Budgetary Comparisons - Budgetary Basis
Charter Schools 24146
For The Year Ended June 30, 2015
(Unaudited)

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ -	-	7,733	7,733
Total Revenues	-	-	7,733	7,733
EXPENDITURES				
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	7,733	7,733
Net Changes in Fund Balances	-	-	7,733	7,733
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	7,733	7,733
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues Over (Under) Expenditures			$ 7,733	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ 7,733	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Aeronautics, Mathematics, and Sciences
Schedule of Budgetary Comparisons - Budgetary Basis
ABC Community School Partnership 26177
For The Year Ended June 30, 2015
(Unaudited)

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
	$ -	8,750	8,750	-
Total Revenues	-	8,750	8,750	-
EXPENDITURES				
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	8,750	8,750	-
Net Changes in Fund Balances	-	8,750	8,750	-
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	8,750	8,750	-
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues Over (Under) Expenditures			$ 8,750	
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			$ 8,750	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Aeronautics, Mathematics, and Sciences
Schedule of Budgetary Comparisons - Budgetary Basis
TQM in Public Schools PED 27103
For The Year Ended June 30, 2015
(Unaudited)

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ -	-	1,234	1,234
Total Revenues	-	-	1,234	1,234
EXPENDITURES				
Current:				
Instruction	-	1,138	1,138	-
Total Expenditures	-	1,138	1,138	-
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	(1,138)	96	1,234
Net Changes in Fund Balances	-	(1,138)	96	1,234
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	(1,138)	96	1,234
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 96	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ 96	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Aeronautics, Mathematics, and Sciences
Schedule of Budgetary Comparisons - Budgetary Basis
Public School Capital Outlay 31200
For The Year Ended June 30, 2015
(Unaudited)

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ -	197,197	149,100	(48,097)
Total Revenues	-	197,197	149,100	(48,097)
EXPENDITURES				
Capital Outlay	-	197,197	180,176	17,021
Total Expenditures	-	197,197	180,176	17,021
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(31,076)	(31,076)
Net Changes in Fund Balances	-	-	(31,076)	(31,076)
Cash or Fund Balances - Beginning of Year	-	-	1	1
Cash or Fund Balances - End of Year	$ -	-	(31,075)	(31,075)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (31,076)	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ (31,076)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Aeronautics, Mathematics, and Sciences
Schedule of Budgetary Comparisons - Budgetary Basis
Special Capital Outlay State 31400
For The Year Ended June 30, 2015
(Unaudited)

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 1,193,717	193,717	-	(193,717)
Total Revenues	1,193,717	193,717	-	(193,717)
EXPENDITURES				
Capital Outlay	193,717	193,717	53,699	140,018
Total Expenditures	193,717	193,717	53,699	140,018
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	1,000,000	-	(53,699)	(53,699)
Net Changes in Fund Balances	1,000,000	-	(53,699)	(53,699)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ 1,000,000	-	(53,699)	(53,699)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (53,699)	
Adjustments to Revenues			-	
Adjustments to Expenditures			10,092	
NET CHANGE IN FUND BALANCE			$ (43,607)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Aeronautics, Mathematics, and Sciences
Schedule of Budgetary Comparisons - Budgetary Basis
Capital Improvements SB-9 31700
For The Year Ended June 30, 2015
(Unaudited)

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Property Taxes	$ 79,688	79,688	82,534	2,846
State Grant	6,340	6,340	-	(6,340)
Total Revenues	86,028	86,028	82,534	(3,494)
EXPENDITURES				
Current:				
Support Services:				
General Administration	-	800	800	-
Capital Outlay	168,046	167,246	42,761	124,485
Total Expenditures	168,046	168,046	43,561	124,485
Excess (Deficiency) of Revenues Over (Under) Expenditures	(82,018)	(82,018)	38,973	120,991
Net Changes in Fund Balances	(82,018)	(82,018)	38,973	120,991
Cash or Fund Balances - Beginning of Year	-	-	77,491	77,491
Cash or Fund Balances - End of Year	$ (82,018)	(82,018)	116,464	198,482
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues Over (Under) Expenditures			$ 38,973	
Adjustments to Revenues			(1,214)	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ 37,759	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Aeronautics, Mathematics, and Sciences
Schedule of Collateral Pledged by Depository for Public Funds
June 30, 2015
(Unaudited)

Name of Depository	Security Type	CUSIP/ Security Number	Maturity Date	Fair Value June 30, 2015
N/A	N/A	N/A	N/A	$ -
				$ -

Total Cash per Schedule of Cash Accounts:	$ 1,258,670
Less: FDIC coverage:	(250,000)
Uninsured Public Funds:	1,008,670
Collateral Requirement:	504,335
Pledged Collateral Held by Pledging Financial Institution:	-
Balance Under Collateralized:	**$ (504,335)**
Balance Uninsured and Uncollateralized at June 30, 2015:	**$ 1,258,670**

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Aeronautics, Mathematics, and Sciences
Schedule of Cash Accounts
June 30, 2015
(Unaudited)

Bank Account Type	Nusenda Credit Union
Checking - Operational Account	$ 1,258,670
Total on Deposit	1,258,670
Reconciling Items	(59,445)
Reconciled Balance June 30, 2015	1,199,225
Less Agency Funds	(1,693)
Total Cash	$ 1,197,532

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Aeronautics, Mathematics, and Sciences
Cash Reconciliation
June 30, 2015
(Unaudited)

	Operational 11000	Pupil Transportation 13000	Instructional Materials 14000	Non-Instruct. Fund 23000
Cash, June 30, 2014	$ 540,932	101,510	19,756	-
Add:				
2014-15 revenues	2,204,967	183,272	20,276	5,462
Total Cash Available	2,745,899	284,782	40,032	5,462
Less:				
2014-15 expenditures	(1,770,875)	(90,000)	(2,275)	(3,769)
Receivables/Payables	-	-	-	-
Outstanding Loans	-	-	-	-
Cash June 30, 2015	975,024	194,782	37,757	1,693
Fund Balance Reconciliations to GAAP Basis:				
Audit reclassifications to cash	(128,655)	-	-	-
Cash Per Books	846,369	194,782	37,757	1,693
Fund Balance Reconciliation to GAAP Basis:				
Modified Accrual Adjustments	25,859	-	-	(1,693)
Fund Balance (Deficit), Modified Accrual Basis	$ 872,228	194,782	37,757	-

The accompanying notes are an integral part of these financial statements.

Federal Projects Account 24000	State Acccount 27000	Public School Capital Outlay 31200	Special Capital Outlay - State 31400	SB-9 Capital Improvements 31700	Total
(38,506)	(96)	1	-	77,491	701,088
67,908	1,234	149,100	-	80,106	2,712,325
29,402	1,138	149,101	-	157,597	3,413,413
(38,377)	(1,138)	(180,176)	(33,515)	(43,561)	(2,163,686)
-	-	(50,502)	-	-	(50,502)
-	-	-	-	-	-
(8,975)	-	(81,577)	(33,515)	114,036	1,199,225
13,563	-	81,577	33,515	-	-
4,588	-	-	-	114,036	1,199,225
Less: Activity Funds Per Schedule of Changes in Assets and Liabilities- Agency Fund:					(1,693)
					$ 1,197,532
1	-	(81,577)	(43,607)	1,214	(99,803)
4,589	-	(81,577)	(43,607)	115,250	1,099,422
				Balance Sheets - Governmental Funds:	$ 1,099,422

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Intermediate Learning Center
Statement of Net Position
June 30, 2015
(Unaudited)

ASSETS	
Current Assets:	
Cash and Cash Equivalents	$ 782,735
Receivables	
Due from Other Governments	24,362
Total Current Assets	807,097
Noncurrent Assets:	
Capital Assets	
Building and Improvements	14,151
Furniture, Fixtures, and Equipment	155,776
Less: Accumulated Depreciation	(157,863)
Total Noncurrent Assets	12,064
Total Assets	819,161
Deferred outflows - pension related	156,298
LIABILITIES	
Current Liabilities:	
Accounts Payable	47,325
Accrued Liabilities	17,929
Compensated Absences	15,410
Total Current Liabilities	80,664
Noncurrent Liabilities:	
Net Pension Liability	944,861
Total Noncurrent Liabilities	944,861
Total Liabilities	1,025,525
Deferred inflows - pension related	99,984
NET POSITION	
Investment in Capital Assets	12,064
Restricted	368,913
Unrestricted	(531,027)
Total Net Position	$ (150,050)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Intermediate Learning Center
Statement of Activities
For The Year Ended June 30, 2015
(Unaudited)

		Program Revenues			
Functions/Programs	**Expenses**	**Charges for Service**	**Operating Grants and Contributions**	**Capital Grants and Contributions**	**Net (Expenses) Revenues and Changes in Net Position**
Governmental activities:					
Instruction	$ 431,713	6,597	46,721	-	(378,395)
Support Services:					
Students	38,323	-	-	-	(38,323)
Instruction	86,024	-	-	-	(86,024)
General Administration	149,002	-	-	-	(149,002)
School Administration	44,239	-	-	-	(44,239)
Central Services	89,971	-	-	-	(89,971)
Operation & Maintenance of Plant	60,876	-	-	-	(60,876)
Community Services Operations	4,268	-	-	-	(4,268)
Other Support Services	21	-	-	-	(21)
Facilities Materials, Supplies & Other Services	123,024	-	-	262,689	139,665
Total Governmental Activities	$ 1,027,461	6,597	46,721	262,689	(711,454)
		General Revenues:			
		Property Taxes			$ 99,178
		State Equalization Guarantee			936,928
		Miscellaneous			3,919
		Total General Revenues			1,040,025
		Change in Net Position			328,571
		Net Position- Beginning			364,601
		Resatement			(843,222)
		Net Position- Beginning, restated			(478,621)
		Net position, Ending			$ (150,050)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Intermediate Learning Center
Balance Sheets - Governmental Funds
June 30, 2015
(Unaudited)

	Operational 11000	Instructional Materials 14000	Title I IASA 24101	IDEA-B Entitlement 24106
ASSETS				
Cash and Cash Equivalents	$ 396,367	9,764	-	-
Accounts Receivable				
Due from Governments	-	-	1,178	1,423
Due from Other Funds	61,713	-	-	-
Total Assets	$ 458,080	9,764	1,178	1,423
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	$ 24,646	-	-	-
Accrued Expenditures	16,815	-	1,000	114
Due to Other Funds	-	-	180	1,238
Total Liabilities	41,461	-	1,180	1,352
Fund Balances (Deficit)				
Fund Balance:				
Restricted for:				
Instruction	-	9,764	-	71
Capital Improvements	-	-	-	-
Unassigned (Deficit)	416,619	-	(2)	-
Total Fund Balance (Deficit)	416,619	9,764	(2)	71
Total Liabilities and Fund Balances (Deficit)	$ 458,080	9,764	1,178	1,423

The accompanying notes are an integral part of these financial statements

IDEA-B "Risk Pool" 24120	Teacher Principal Training 24154	Literacy for Children at Risk PED 27107	Public School Capital Outlay 31200	Special Capital Outlay State 31400	Capital Improvements HB-33 31600
-	-	-	-	-	313,893
-	-	-	20,626	-	1,135
-	-	-	-	-	-
-	-	-	20,626	-	315,028
-	-	-	-	4,018	-
-	-	-	-	-	-
-	1,202	-	42,825	16,268	-
-	1,202	-	42,825	20,286	-
-	-	-	-	-	-
-	-	-	-	-	315,028
-	(1,202)	-	(22,199)	(20,286)	-
-	(1,202)	-	(22,199)	(20,286)	315,028
-	-	-	20,626	-	315,028

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Intermediate Learning Center
Balance Sheets - Governmental Funds (Continued)
June 30, 2015
(Unaudited)

	SB-9 Capital Improvements 31700	Total
ASSETS		
Cash and Cash Equivalents	$ 62,711	782,735
Accounts Receivable		
Due from Government	-	24,362
Due from Other Funds	-	61,713
Total Assets	$ 62,711	868,810
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts Payable	$ 18,661	47,325
Accrued Expenditures	-	17,929
Due to Other Funds	-	61,713
Total Liabilities	18,661	126,967
Fund Balances (Deficit)		
Fund Balance:		
Restricted for:		
Instruction	-	9,835
Capital Improvements	44,050	359,078
Unassigned (Deficit)	-	372,930
Total Fund Balance (Deficit)	44,050	741,843
Total Liabilities and Fund Balances (Deficit)	$ 62,711	868,810

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Intermediate Learning Center
Reconciliation of the Balance Sheets of Governmental Funds to the Statement of Net Position
June 30, 2015
(Unaudited)

Fund Balances - Total Governmental Funds		**$ 741,843**
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		
Capital Assets	169,927	
Accumulated Depreciation	(157,863)	
		12,064
Defined benefit pension plan deferred outflows are not financial resources and, therefore, and not reported in the funds		156,298
Long-term liabilities are not due in the current period and, therefore, are not reported in the funds.		
Compensated Absences	(15,410)	
Net Pension Liability	(944,861)	
		(960,271)
Defined benefit pension plan deferred inflows are not due and payable in the current period and, therefore, are not reported in the funds		(99,984)
Net Position-Total Governmental Activities		**$ (150,050)**

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Intermediate Learning Center
Statement of Revenues, Expenditures, and Changes In Fund Balances (Deficit)
Governmental Funds
For The Year Ended June 30, 2015
(Unaudited)

	Operational 11000	Instructional Materials 14000	Title I IASA 24101	IDEA-B Entitlement 24106
REVENUES				
Property Taxes	$ -	-	-	-
State Grant	936,928	7,755	-	-
Federal Grant	-	-	17,564	21,402
Charges for Services	6,597	-	-	-
Miscellaneous Income	3,919	-	-	-
Total Revenues	947,444	7,755	17,564	21,402
EXPENDITURES				
Current:				
Instruction	385,709	-	13,222	7,226
Support Services:				
Students	35,289	-	-	411
Instruction	79,459	-	-	-
General Administration	144,211	-	-	-
School Administration	40,919	-	-	-
Central Services	86,653	-	-	-
Operation & Maintenance of Plant	60,876	-	-	-
Other Support Services Operations	21	-	-	-
Community Services Operation	3,908	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	837,045	-	13,222	7,637
Excess (Deficiency) of Revenues Over (Under) Expenditures	110,399	7,755	4,342	13,765
Net Changes in Fund Balances	110,399	7,755	4,342	13,765
Fund Balances(Deficit) - Beginning of Year	306,220	2,009	(4,344)	(13,694)
Fund Balances (Deficit) - End of Year	$ 416,619	9,764	(2)	71

The accompanying notes are an integral part of these financial statements

IDEA-B "Risk Pool" 24120	Teacher Principal Training 24154	Literacy for Children at Risk PED 27107	Public School Capital Outlay 31200	Special Capital Outlay State 31400	Capital Improvements HB-33 31600
-	-	-	-	-	66,760
-	-	-	82,689	180,000	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	82,689	180,000	66,760
-	235	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	651
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	84,077	20,286	-
-	235	-	84,077	20,286	651
-	(235)	-	(1,388)	159,714	66,109
-	(235)	-	(1,388)	159,714	66,109
-	(967)	-	(20,811)	(180,000)	248,919
-	(1,202)	-	(22,199)	(20,286)	315,028

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Intermediate Learning Center
Statement of Revenues, Expenditures, and Changes In Fund Balances (Deficit) - Continued
Governmental Funds
For The Year Ended June 30, 2015
(Unaudited)

	SB-9 Capital Improvements 31700	Total
REVENUES		
Property Taxes	$ 32,418	99,178
State Grant	-	1,207,372
Federal Grant	-	38,966
Charges for Services	-	6,597
Miscellaneous Income	-	3,919
Total Revenues	32,418	1,356,032
EXPENDITURES		
Current:		
Instruction	-	406,392
Support Services:		
Students	-	35,700
Instruction	-	79,459
General Administration	322	145,184
School Administration	-	40,919
Central Services	-	86,653
Operation & Maintenance of Plant	-	60,876
Other Support Services Operations	-	21
Community Services Operation	-	3,908
Capital Outlay	18,661	123,024
Total Expenditures	18,983	982,136
Excess (Deficiency) of Revenues Over (Under) Expenditures	13,435	373,896
Net Changes in Fund Balances	13,435	373,896
Fund Balances(Deficit) - Beginning of Year	30,615	367,947
Fund Balances (Deficit) - End of Year	$ 44,050	741,843

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Intermediate Learning Center
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficit) of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2015
(Unaudited)

Net Change in Fund Balances-Total Governmental Funds	**$ 373,896**
Amounts reported for governmental activities in the Statement of Activities are different because:	
Change in net pension liability	(45,325)
Change in Net Position-Total Governmental Activities	**$ 328,571**

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Intermediate Learning Center
Statement of Fiduciary Assets and Liabilities - Agency Funds
June 30, 2015
(Unaudited)

	Funds
ASSETS	
Cash in Bank	$ 1,161
Total Assets	$ 1,161
LIABILITIES	
Deposits Held for Others	$ 1,161
Total Liabilities	$ 1,161

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Intermediate Learning Center
Schedule of Changes in Assets and Liabilities - Agency Funds
For The Year Ended June 30, 2015
(Unaudited)

	Balance July 1, 2014	Additions	Deductions	Balance June 30, 2015
ASSETS				
Cash in Bank	$ -	2,080	(919)	1,161
Total Assets	$ -	2,080	(919)	1,161
LIABILITIES				
Deposits Held for Others	$ -	2,080	(919)	1,161
Total Liabilities	$ -	2,080	(919)	1,161

The accompanying notes are an integral part of these financial statements

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

Furniture, Fixtures and Equipment	7 years
Buildings and Improvements	15 years

Capital assets for SILC are recorded in the Statement of Net Position.

Pensions. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expenses, information about the Fiduciary Net Position of the New Mexico Educational Retirement Board (ERB) and additions to/deductions from ERB's Fiduciary Net Position have been determined on the economic resources measurement focus and accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

NOTE 2. RECEIVABLES

Receivables as of June 30, 2015 are as follows:

Due from Other Governments:		
Title I	$	1,178
IDEA-B Entitlement		1,423
Public School Capital Outlay		20,626
Capital Improvements HB-33		1,135
Total Due from Other Governments	$	24,362

NOTE 3. CAPITAL ASSETS

A summary of capital assets and changes occurring during the year ended June 30, 2015 follows:

	Balance June 30, 2014	Additions	Deletions	Balance June 30, 2015
Capital Assets being Depreciated:				
Furniture, Fixtures and Equipment	$ 155,776	-	-	155,776
Building and Improvements	14,151	-	-	14,151
Total	169,927	-	-	169,927
Less: Accumulated Depreciation l	(157,863)	-	-	(157,863)
Capital Assets, Net	$ 12,064	-	-	12,064

NOTE 4. DEFICIT FUND BALANCE

The following funds had a deficit fund balance at June 30, 2015:

24101 Title I IASA	$ 2
24154 Teacher / Principal Training	1,202
31200 Public School Capital Outlay	22,199
31400 Special Capital Outlay State	20,286
Total funds with deficit balances	$ 43,689

SILC is addressing the negative fund balances and is planning on taking the appropriate actions to eliminate the negative balances.

NOTE 5. OVERSPENT BUDGET LINE ITEMS

Southwest Secondary Learning Center had expended in excess of the budget in the following funds and functional groups:

31200 Public Schools Capital Outlay	
Capital Outlay	$ 1,573
Total over-expenditures	$ 1,573

NOTE 6. RELATED PARTY TRANSACTIONS

The Founder and Head Administrator of the Southwest Intermediate Learning Center that was employed thru August 2014 of the current fiscal year was related to the owners of ADI Productions, Inc. The Southwest Intermediate Learning Center utilizes the services of ADI for all school-sponsored events that require sound and lighting such as school dances, student performances, and graduation. ADI does not charge the Southwest Intermediate Learning Center for services it provides to Southwest Intermediate Learning Center.

The same administration operates all four schools: Southwest Secondary, Intermediate, Primary Learning Centers and Southwest Aeronautics, Mathematics, and Sciences Learning Center.

NOTE 7. PENSION PLAN - EDUCATIONAL RETIREMENT BOARD

The information contained within this disclosure represents the pension information specific to Southwest Intermediate Learning Center and does not include general disclosure information pertaining to the New Mexico Educational Employees' Retirement Plan. General disclosure information including plan description, benefits provided, applicable actuarial assumptions, and location for additional information about the New Mexico Educational Retirement Boards fiduciary net position can be found within the basic financial statements of the Public Education Department.

Contributions. The contribution requirements of defined benefit plan members and Southwest Intermediate Learning Center are established in state statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. For the fiscal year ended June 30, 2014 employers contributed 13.15% if employees' gross annual salary to the Plan. Employees earning $20,000 or less contributed 7.90% and employees earning more than $20,000 contributed 10.10% of their gross annual salary. For fiscal year ended June 30, 2015 employers contributed 13.90%, and employees earning $20,000 or less continued to contribute 7.90% and employees earning more than $20,000 contributed an increased amount of 10.70% of their gross annual salary. Contributions to the pension plan from Southwest Intermediate Learning Center were $55,203 for the year ended June 30, 2015.

NOTE 7. PENSION PLAN - EDUCATIONAL RETIREMENT BOARD (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: The total ERB pension liability, net pension liability, and sensitivity information were based on an annual actuarial valuation performed as of June 30, 2013. The total ERB pension liability was rolled forward from the valuation date to the Plan year ending June 30, 2014, using generally accepted actuarial principles. Therefore, the employer's portion was established as of the measurement date June 30, 2014. At June 30, 2015, Southwest Intermediate Learning Center reported a liability of $944,861 for its proportionate share of the net pension liability. SILC's proportion of the net pension liability is based on the employer contributing entity's percentage of total employer contributions for the fiscal year ended June 30, 2014. The contribution amounts were defined by Section 22-11-21, NMSA 1978. At June 30, 2014, SILC's proportion was 0.01656% percent, which was an increase of 0.00217% from its proportion measured as of June 30, 2013.

For the year ended June 30, 2015, Southwest Intermediate Learning Center recognized pension expense of $100,528. At the June 30, 2015, Southwest Intermediate Learning Center reported deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ -	14,077
Changes in assumptions	-	-
Net difference between projected and actual earnings on pension plan investments	-	85,907
Changes in proportion and differences between SILC's contributions and proportionate share of contributions	101,095	-
SILC's contributions subsequent to the measurement date	55,203	-
Total	$ 156,298	99,984

NOTE 7. PENSION PLAN - EDUCATIONAL RETIREMENT BOARD (Continued)

$55,203 reported as deferred outflows of resources related to pensions resulting from SILC's contributions subsequent to the measurement date June 30, 2014 will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2016	$ (8,743)
2017	(8,743)
2018	(5,117)
2019	21,492
Total	$ (1,111)

Sensitivity of SILC's proportionate share of the net pension liability to changes in the discount rate. The following table shows the sensitivity of the net pension liability to changes in the discount rate as of the fiscal year end 2014. In particular, the table presents the (employer's) net pension liability under the current single rate assumption, as if it were calculated using a discount rate one percentage point lower (6.75%) or one percentage point higher (8.75%) than the single discount rate.

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
SILC's proportionate share of the net pension liability	$ 1,285,594	944,861	660,370

Payables to the pension plan. Southwest Intermediate Learning Center accrued $7,641 in ERB benefits at June 30, 2015 for teachers with ten month contracts.

NOTE 8. RESTATEMENT

As a result of implementation of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions,* Net Position at June 30, 2014 was restated in the amount of ($843,222).

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Intermediate Learning Center
SCHEDULE OF THE SCHOOL'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
June 30, 2015

New Mexico Educational Retirement Board Pension Plan
Schedule of Ten Year Tracking Data*
(Dollars in Thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
School's Proportion of the Net Pension Liability (Asset)	0.02%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
School's Proportionate Share of Net Pension Liability (Asset)	$ 945	-	-	-	-	-	-	-	-	-
School's Covered-Employee Payroll	$ 457	-	-	-	-	-	-	-	-	-
School's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered-Employee Payroll	206.78%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	66.54%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

*The amounts presented for each fiscal year were determined as of June 30, 2014

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Intermediate Learning Center
SCHEDULE OF SCHOOL CONTRIBUTIONS
June 30, 2015

New Mexico Educational Retirement Board Pension Plan
Schedule of Ten Year Tracking Data
(Dollars in Thousands)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually Required Contribution	$ 60	-	-	-	-	-	-	-	-	-
Contributions in Relation to the Contractually Required Contribution	60	-	-	-	-	-	-	-	-	-
Contribution Deficiency (Excess)	$ -	-	-	-	-	-	-	-	-	-

Increase (Decrease) in Pension Expense over Recognition Periods

Year	Total Amount Deferred	Amortization Years	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
2014	$ (1)	5		$ (9)	(9)	(5)	22	-				
2015	-	5			-	-	-	-	-			
2016	-	5				-	-	-	-	-		
2017	-	5					-	-	-	-	-	
2018	-	5						-	-	-	-	-
2019	-	5							-	-	-	-
2020	-	5								-	-	-
2021	-	5									-	-
2022	-	5										-
2023	-	5										
	$ (1)			$ (9)	(9)	(5)	22	-	-	-	-	-

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Intermediate Learning Center
Schedule of Budgetary Comparisons - Budgetary Basis
Operational 11000
For The Year Ended June 30, 2015
(Unaudited)

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 936,460	936,927	936,928	1
Federal Grant	2,491	2,491	-	(2,491)
Charges for Services	2,000	2,000	6,597	4,597
Miscellaneous Income	1,500	1,500	3,919	2,419
Total Revenues	942,451	942,918	947,444	4,526
EXPENDITURES				
Current:				
Instruction	631,905	627,105	385,709	241,396
Support Services:				
Students	208,831	54,214	35,289	18,925
Instruction	-	85,317	79,459	5,858
General Administration	133,004	176,504	119,565	56,939
School Administration	80,319	65,819	40,919	24,900
Central Services	74,506	121,106	86,653	34,453
Operation & Maintenance of Plant	91,657	85,574	60,876	24,698
Other Support Services Operations	-	50	21	29
Community Services Operations	-	5,000	3,908	1,092
Total Expenditures	1,220,222	1,220,689	812,399	408,290
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(277,771)	(277,771)	135,045	412,816
Net Changes in Fund Balances	(277,771)	(277,771)	135,045	412,816
Cash or Fund Balances - Beginning of Year	-	-	306,220	306,220
Cash or Fund Balances - End of Year	$ (277,771)	(277,771)	441,265	719,036
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 135,045	
Adjustments to Revenues			-	
Adjustments to Expenditures			(24,646)	
NET CHANGE IN FUND BALANCE			$ 110,399	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Intermediate Learning Center
Schedule of Budgetary Comparisons - Budgetary Basis
Instructional Materials 14000
For The Year Ended June 30, 2015
(Unaudited)

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
REVENUES				
State Grant	$ 5,725	5,725	7,755	2,030
Total Revenues	5,725	5,725	7,755	2,030
EXPENDITURES				
Current:				
Instruction	5,725	5,725	-	5,725
Total Expenditures	5,725	5,725	-	5,725
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	7,755	7,755
Net Changes in Fund Balances	-	-	7,755	7,755
Cash or Fund Balances - Beginning of Year	-	-	2,009	2,009
Cash or Fund Balances - End of Year	$ -	-	9,764	9,764
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 7,755	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ 7,755	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Intermediate Learning Center
Schedule of Budgetary Comparisons - Budgetary Basis
Title I IASA 24101
For The Year Ended June 30, 2015
(Unaudited)

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ 13,491	13,222	16,386	3,164
Total Revenues	13,491	13,222	16,386	3,164
EXPENDITURES				
Current:				
Instruction	13,491	13,222	13,222	-
Total Expenditures	13,491	13,222	13,222	-
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	3,164	3,164
Net Changes in Fund Balances	-	-	3,164	3,164
Cash or Fund Balances - Beginning of Year	-	-	(4,344)	(4,344)
Cash or Fund Balances - End of Year	$ -	-	(1,180)	(1,180)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 3,164	
Adjustments to Revenues			1,178	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ 4,342	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Intermediate Learning Center
Schedule of Budgetary Comparisons - Budgetary Basis
IDEA-B Entitlement 24106
For The Year Ended June 30, 2015
(Unaudited)

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ 23,402	32,799	19,979	(12,820)
Total Revenues	23,402	32,799	19,979	(12,820)
EXPENDITURES				
Current:				
Instruction	12,166	14,316	7,226	7,090
Support Services:				
Students	11,236	18,483	411	18,072
Total Expenditures	23,402	32,799	7,637	25,162
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	12,342	12,342
Net Changes in Fund Balances	-	-	12,342	12,342
Cash or Fund Balances - Beginning of Year	-	-	(13,694)	(13,694)
Cash or Fund Balances - End of Year	$ -	-	(1,352)	(1,352)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 12,342	
Adjustments to Revenues			1,423	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ 13,765	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Intermediate Learning Center
Schedule of Budgetary Comparisons - Budgetary Basis
IDEA-B "Risk Pool" 24120
For The Year Ended June 30, 2015
(Unaudited)

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
REVENUES				
Federal Grant	$ -	37	-	(37)
Total Revenues	-	37	-	(37)
EXPENDITURES				
Current:				
Instruction	-	37	-	37
Total Expenditures	-	37	-	37
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	-	-
Net Changes in Fund Balances	-	-	-	-
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	-	-
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ -	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Intermediate Learning Center
Schedule of Budgetary Comparisons - Budgetary Basis
Teacher / Principal Training 24154
For The Year Ended June 30, 2015
(Unaudited)

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
REVENUES				
Federal Grant	$ 2,672	5,714	-	(5,714)
Total Revenues	2,672	5,714	-	(5,714)
EXPENDITURES				
Current:				
Instruction	2,672	5,714	235	5,479
Total Expenditures	2,672	5,714	235	5,479
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(235)	(235)
Net Changes in Fund Balances	-	-	(235)	(235)
Cash or Fund Balances - Beginning of Year	-	-	(967)	(967)
Cash or Fund Balances - End of Year	$ -	-	(1,202)	(1,202)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (235)	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ (235)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Intermediate Learning Center
Schedule of Budgetary Comparisons - Budgetary Basis
Literacy for Children at Risk PED 27107
For The Year Ended June 30, 2015
(Unaudited)

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
REVENUES				
State Grant	$ 3,137	3,137	-	(3,137)
Total Revenues	3,137	3,137	-	(3,137)
EXPENDITURES				
Current:				
Support Services:				
Instruction	3,137	3,137	-	3,137
Total Expenditures	3,137	3,137	-	3,137
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	-	-
Net Changes in Fund Balances	-	-	-	-
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	-	-
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ -	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Intermediate Learning Center
Schedule of Budgetary Comparisons - Budgetary Basis
Public School Capital Outlay 31200
For The Year Ended June 30, 2015
(Unaudited)

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ -	82,504	62,063	(20,441)
Total Revenues	-	82,504	62,063	(20,441)
EXPENDITURES				
Capital Outlay	-	82,504	84,077	(1,573)
Total Expenditures	-	82,504	84,077	(1,573)
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(22,014)	(22,014)
Net Changes in Fund Balances	-	-	(22,014)	(22,014)
Cash or Fund Balances - Beginning of Year	-	-	(20,811)	(20,811)
Cash or Fund Balances - End of Year	$ -	-	(42,825)	(42,825)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (22,014)	
Adjustments to Revenues			20,626	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ (1,388)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Intermediate Learning Center
Schedule of Budgetary Comparisons - Budgetary Basis
Special Capital Outlay State 31400
For The Year Ended June 30, 2015
(Unaudited)

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 296,000	296,000	180,000	(116,000)
Total Revenues	296,000	296,000	180,000	(116,000)
EXPENDITURES				
Capital Outlay	296,000	296,000	16,268	279,732
Total Expenditures	296,000	296,000	16,268	279,732
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	163,732	163,732
Net Changes in Fund Balances	-	-	163,732	163,732
Cash or Fund Balances - Beginning of Year	-	-	(180,000)	(180,000)
Cash or Fund Balances - End of Year	$ -	-	(16,268)	(16,268)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 163,732	
Adjustments to Revenues			-	
Adjustments to Expenditures			(4,018)	
NET CHANGE IN FUND BALANCE			$ 159,714	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Intermediate Learning Center
Schedule of Budgetary Comparisons - Budgetary Basis
Capital Improvements HB-33 31600
For The Year Ended June 30, 2015
(Unaudited)

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Property Taxes	$ -	64,864	65,625	761
Total Revenues	-	64,864	65,625	761
EXPENDITURES				
Current:				
Support Services:				
General Administration	-	651	651	-
Capital Outlay	-	64,213	-	64,213
Total Expenditures	-	64,864	651	64,213
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	64,974	64,974
Net Changes in Fund Balances	-	-	64,974	64,974
Cash or Fund Balances - Beginning of Year	-	-	248,919	248,919
Cash or Fund Balances - End of Year	$ -	-	313,893	313,893
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 64,974	
Adjustments to Revenues			1,135	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ 66,109	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Intermediate Learning Center
Schedule of Budgetary Comparisons - Budgetary Basis
Capital Improvements SB-9 31700
For The Year Ended June 30, 2015
(Unaudited)

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
REVENUES				
Property Taxes	$ 32,465	32,465	32,418	(47)
State Grant	5,161	5,161	-	(5,161)
Total Revenues	37,626	37,626	32,418	(5,208)
EXPENDITURES				
Current:				
Support Services:				
General Administration	-	330	322	8
Capital Outlay	69,848	69,518	-	69,518
Total Expenditures	69,848	69,848	322	69,526
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(32,222)	(32,222)	32,096	64,318
Net Changes in Fund Balances	(32,222)	(32,222)	32,096	64,318
Cash or Fund Balances - Beginning of Year	-	-	30,615	30,615
Cash or Fund Balances - End of Year	$ (32,222)	(32,222)	62,711	94,933
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 32,096	
Adjustments to Revenues			-	
Adjustments to Expenditures			(18,661)	
NET CHANGE IN FUND BALANCE			$ 13,435	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Intermediate Learning Center
Schedule of Collateral Pledged by Depository for Public Funds
June 30, 2015
(Unaudited)

Name of Depository	Security Type	CUSIP/ Security Number	Maturity Date	Fair Value June 30, 2015
N/A	N/A	N/A	N/A	$ -
				$ -

Total Cash per Schedule of Cash Accounts:	$	810,352
Less: FDIC coverage:		(250,000)
Uninsured Public Funds:		560,352
Collateral Requirement:		280,176
Pledged Collateral Held by Pledging Financial Institution:		-
Balance (Under) Collateralized:	**$**	**(280,176)**
Balance Uninsured and Uncollateralized at June 30, 2015:	**$**	**560,352**

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Intermediate Learning Center
Schedule of Cash Accounts
June 30, 2015
(Unaudited)

Bank Account Type	Nusenda Credit Union
Checking - Operational Account	$ 809,122
Savings - Operational Account	1,230
Total on Deposit	810,352
Reconciling Items	(26,456)
Reconciled Balance June 30, 2015	783,896
Less Agency Funds	(1,161)
Total Cash	$ 782,735

The accompanying notes are an integral part of these financial statements.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Intermediate Learning Center
Cash Reconciliation
June 30, 2015
(Unaudited)

	Operational 11000	Instructional Materials 14000	Federal Flowthrough 24000
Cash, June 30, 2014	$ 306,220	2,009	(19,005)
Add:			
2014-15 revenues	947,444	7,755	36,365
Total cash available	1,253,664	9,764	17,360
Less:			
2014-15 expenditures	(812,399)	-	(21,094)
Receivables/Payables	16,815	-	1,114
Prepaid Expenses	-	-	-
Cash June 30, 2015	458,080	9,764	(2,620)
Fund Balance Reconciliations to GAAP Basis:			
Audit reclassifications to cash	(61,713)	-	2,620
Cash per Books	396,367	9,764	-
Fund Balance (Deficit) Reconciliation to GAAP Basis:			
Modified Accrual Adjustments	(41,461)	-	1,487
Fund Balance (Deficit), Modified Accrual Basis	$ 416,619	9,764	(1,133)

The accompanying notes are an integral part of these financial statements

State Flowthrough 27000	Public School Capital Outlay 31200	Special Capital Outlay State 31400	Capital Improvements HB-33 31600	Capital Improvements SB-9 31700	Total
-	(20,811)	(180,000)	248,919	30,615	367,947
-	62,063	180,000	65,625	32,418	1,331,670
-	41,252	-	314,544	63,033	1,699,617
-	(84,077)	(16,268)	(651)	(322)	(934,811)
-	-	-	-	-	17,929
-	-	-	-	-	-
-	(42,825)	(16,268)	313,893	62,711	782,735
-	42,825	16,268	-	-	-
-	-	-	313,893	62,711	782,735
-	20,626	(4,018)	1,135	(18,661)	(40,892)
-	(22,199)	(20,286)	315,028	44,050	741,843