STATE OF NEW MEXICO

PUBLIC EDUCATION DEPARTMENT

Financial Statements
June 30, 2016

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
North Valley Academy
Statement of Net Position
June 30, 2016

ASSETS AND DEFERRED OUTFLOWS	
Current Assets:	
Cash and Cash Equivalents	$ 626,271
Receivables	
Due from Other Governments	318,071
Total Current Assets	944,342
Noncurrent Assets:	
Capital Assets	
Building and Improvements	91,474
Furniture, Fixtures, and Equipment	15,482
Less: Accumulated Depreciation	(98,844)
Total Noncurrent Assets	8,112
Total Assets	952,454
Deferred Outflows - Pension Related	607,825
LIABILITIES AND DEFERRED INFLOWS	
Current Liabilities:	
Accounts Payable	14,604
Accrued Liabilities	369,231
Total Current Liabilities	383,835
Noncurrent Liabilities:	
Net Pension Liability	4,074,848
Total Noncurrent Liabilities	4,074,848
Total Liabilities	4,458,683
Deferred Inflows - Pension Related	196,994
NET POSITION	
Investment in Capital Assets	8,112
Restricted	66,240
Unrestricted (Deficit)	(3,169,750)
Total Net Position	$ (3,095,398)

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
North Valley Academy
Statement of Activities
For The Year Ended June 30, 2016

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	$ 2,331,970	222	543,422	-	(1,788,326)
Support Services:					
Students	257,196	-	-	-	(257,196)
Instruction	9,661	-	-	-	(9,661)
General Administration	45,239	-	-	-	(45,239)
School Administration	194,799	-	-	-	(194,799)
Central Services	254,648	-	-	-	(254,648)
Operation & Maintenance of Plant	391,604	-	-	-	(391,604)
Other Support Services	70,000	-	-	-	(70,000)
Food Services	207,754	35,407	146,856	-	(25,491)
Facilities Materials, Supplies & Other Services	363,768	-	-	369,339	5,571
Total Governmental Activities	$ 4,126,639	35,629	690,278	369,339	(3,031,393)
		General Revenues:			
		Property Taxes			$ 2,809,371
		Total General Revenues			2,809,371
		Change in Net Position			(222,022)
		Net Position (Deficit), Beginning of Year			(2,873,376)
		Net Position (Deficit), Ending			$ (3,095,398)

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
North Valley Academy
Balance Sheets - Governmental Funds
June 30, 2016

	Operational 11000	Instructional Materials 14000	Food Services 21000	Title I IASA 24101
ASSETS				
Cash and Cash Equivalents	$ 560,031	23,295	42,341	-
Accounts Receivable				
Due from Government	-	-	-	51,450
Due from Other Funds	254,844	-	-	-
Total Assets	$ 814,875	23,295	42,341	51,450
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	$ 14,604	-	-	-
Accrued Expenditures	306,004	-	-	17,455
Due to Other Funds	-	-	-	33,995
Total Liabilities	320,608	-	-	51,450
Fund Balances				
Fund Balance:				
Restricted for:				
Instruction	-	23,295	-	-
Food Service Operations	-	-	42,341	-
Assigned to:				
Subsequent Years Expenditures and Other Programs	494,267	-	-	-
Total Fund Balance	494,267	23,295	42,341	-
Total Liabilities and Fund Balances	$ 814,875	23,295	42,341	51,450

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

IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120	Teacher Principal Training 24154	USDA Equipment Assistance Program 24183	New Mexico Reads 27114	Pre-K Initiative 27149
-	-	-	-	-	-
44,939	96	24,716	5,571	21,789	46,503
-	-	-	-	-	-
44,939	96	24,716	5,571	21,789	46,503
-	-	-	-	-	-
6	-	3,711	-	8,222	17,334
44,933	96	21,005	5,571	13,567	29,169
44,939	96	24,716	5,571	21,789	46,503
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
44,939	96	24,716	5,571	21,789	46,503

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
North Valley Academy
Balance Sheets - Governmental Funds (Continued)
June 30, 2016

	Kindergarten Three Plus 27166	Private Dir Grants (Categorical) 29102	Public School Capital Outlay 31200	SB-9 Capital Improvements 31700
ASSETS				
Cash and Cash Equivalents	$ -	604	-	-
Accounts Receivable				
Due from Government	21,203	-	89,178	12,626
Due from Other Funds	-	-	-	-
Total Assets	$ 21,203	604	89,178	12,626
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	$ -	-	-	-
Accrued Expenditures	16,499	-	-	-
Due to Other Funds	4,704	-	89,178	12,626
Total Liabilities	21,203	-	89,178	12,626
Fund Balances				
Fund Balance:				
Restricted for:				
Instruction	-	604	-	-
Food Service Operations	-	-	-	-
Assigned to:				
Subsequent Years Expenditures and Other Programs	-	-	-	-
Total Fund Balance	-	604	-	-
Total Liabilities and Fund Balances	$ 21,203	604	89,178	12,626

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

Total
626,271
318,071
254,844
1,199,186
14,604
369,231
254,844
638,679
23,899
42,341
494,267
560,507
1,199,186

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
North Valley Academy
Reconciliation of the Balance Sheets of Governmental Funds to the Statement of Net Position
June 30, 2016

Fund Balance - Total Governmental Funds		**$ 560,507**
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	106,956	
Accumulated Depreciation	(98,844)	
		8,112
Defined benefit pension plan deferred outflows are not financial resources and, therefore, are not reported in the funds		607,825
The net pension liability is not due and payable in the current period and, therefore, is nt reported in the funds		(4,074,848)
Defined benefit pension plan deferred inflows are not due and payable in the current period and, therefore, are not reported in the funds.		(196,994)
Net Position (Deficit)-Total Governmental Activities		**$ (3,095,398)**

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
North Valley Academy
Statement of Revenues, Expenditures, and Changes In Fund Balances
Governmental Funds
For The Year Ended June 30, 2016

	Operational 11000	Instructional Materials 14000	Food Services 21000	Title I IASA 24101
REVENUES				
Local & County Grant	$ 3,475	-	-	-
State Grant	2,809,371	32,955	-	-
Federal Grant	-	-	146,856	145,718
Charges for Services	222	-	35,407	-
Total Revenues	2,813,068	32,955	182,263	145,718
EXPENDITURES				
Current:				
Instruction	1,867,774	40,145	-	100,886
Support Services:				
Students	127,344	-	-	44,832
Instruction	9,843	-	-	-
General Administration	45,239	-	-	-
School Administration	178,337	-	-	-
Central Services	240,145	-	-	-
Operation & Maintenance of Plant	387,237	-	-	-
Other Support Services Operations	70,000	-	-	-
Food Services Operations	-	-	201,997	-
Capital Outlay	-	-	-	-
Total Expenditures	2,925,919	40,145	201,997	145,718
Net Changes in Fund Balances	(112,851)	(7,190)	(19,734)	-
Fund Balances - Beginning of Year	607,118	30,485	62,075	-
Fund Balances - End of Year	$ 494,267	23,295	42,341	-

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

IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120	Teacher Principal Training 24154	USDA Equipment Assistance Program 24183	New Mexico Reads 27114	Pre-K Initiative 27149
-	-	-	-	-	-
-	-	-	-	32,787	127,138
86,862	96	33,740	5,571	-	-
-	-	-	-	-	-
86,862	96	33,740	5,571	32,787	127,138
8,026	-	32,372	-	49,983	114,896
78,836	96	-	-	-	2,540
-	-	-	-	-	-
-	-	-	-	-	-
-	-	1,368	-	-	9,471
-	-	-	-	-	-
-	-	-	-	-	231
-	-	-	-	-	-
-	-	-	5,571	-	-
-	-	-	-	-	-
86,862	96	33,740	5,571	49,983	127,138
-	-	-	-	(17,196)	-
-	-	-	-	17,196	-
-	-	-	-	-	-

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
North Valley Academy
Statement of Revenues, Expenditures, and Changes In Fund Balances - (Continued)
Governmental Funds
For The Year Ended June 30, 2016

	Kindergarten Three Plus 27166	Private Dir Grants (Categorical) 29102	Public School Capital Outlay 31200	SB-9 Capital Improvements 31700
REVENUES				
Local & County Grant	$ -	-	-	-
State Grant	75,080	-	356,713	12,626
Federal Grant	-	-	-	-
Charges for Services	-	-	-	-
Total Revenues	75,080	-	356,713	12,626
EXPENDITURES				
Current:				
Instruction	75,080	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Other Support Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital Outlay	-	-	356,713	12,626
Total Expenditures	75,080	-	356,713	12,626
Net Changes in Fund Balances	-	-	-	-
Fund Balances - Beginning of Year	-	604	-	-
Fund Balances - End of Year	$ -	604	-	-

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

Total
3,475
3,446,670
418,843
35,629
3,904,617
2,289,162
253,648
9,843
45,239
189,176
240,145
387,468
70,000
207,568
369,339
4,061,588
(156,971)
717,478
560,507

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
North Valley 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, 2016

Net Change in Fund Balances-Total Governmental Funds		**$ (156,971)**
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	5,571	
Depreciation Expense	(2,556)	
		3,015
Changes in deferred outflows resources-pension related, deferred inflows of resources-pension related and the net pension liability		(68,066)
Change in Net Position-Total Governmental Activities		**$ (222,022)**

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
North Valley Academy
Statement of Fiduciary Assets and Liabilities- Agency Funds
June 30, 2016

	Agency Funds
ASSETS	
Cash in Bank	$ 31,575
Total Assets	$ 31,575
LIABILITIES	
Deposits Held for Others	$ 31,575
Total Liabilities	$ 31,575

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
North Valley Academy
Schedule of Changes in Assets and Liabilities - Agency Funds
For The Year Ended June 30, 2016

	Balance July 1, 2015	Additions	Deductions	Balance June 30, 2016
ASSETS				
Cash in Bank	$ 26,826	37,474	32,725	31,575
Total Assets	$ 26,826	37,474	32,725	31,575
LIABILITIES				
Deposits Held for Others	$ 26,826	37,474	32,725	31,575
Total Liabilities	$ 26,826	37,474	32,725	31,575

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. North Valley Academy's capitalization policy (i.e., the dollar value above which the asset acquisitions are added to the capital accounts) is $5,000. North Valley 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. North Valley 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 North Valley 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, 2016 follows:

	Balance June 30, 2015	Additions	Deletions	Balance June 30, 2016
Capital Assets being Depreciated:				
Furniture, Fixtures and Equipment	$ 9,911	5,571	-	15,482
Building and Improvements	91,474	-	-	91,474
Total	101,385	5,571	-	106,956
Less: Accumulated Depreciation				
Furniture, Fixtures and Equipment	(6,726)	(1,602)	-	(8,328)
Building and Improvements	(89,562)	(954)	-	(90,516)
Total	(96,288)	(2,556)	-	(98,844)
Capital Assets, Net	$ 5,097	3,015	-	8,112

Depreciation expense for the year ended June 30, 2016 was expensed to the following functions:

Operation and Maintenance of Plant	$ 2,370
Food Service	186
Total	$ 2,556

NOTE 3. COMMITMENTS AND LIABILITIES

North Valley Academy leased equipment and facilities under long-term cancelable operating leases. Rental expense for the year ended June 30, 2016 was $545,611. North Valley Academy's minimum future payments on these leases are as follows:

Year Ending June 30:	
2017	$ 4,000
2018	4,000
2019	4,000
2020	4,000
Total	$ 16,000

NOTE 4. RELATED PARTY TRANSACTION

Business Manager services are performed by aptAbility, which also provides Business Manager services to multiple New Mexico charter schools.

NOTE 5. PENSION PLAN - EDUCATIONAL RETIREMENT BOARD

The information contained within this disclosure represents the pension information specific to North Valley 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.

Contributions. The contribution requirements of defined benefit plan members and North Valley Academy are established in state statute under Chapter 10, Article 11, NMSA 1978. For fiscal years ended June 30, 2016 and 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 10.70% of their gross annual salary. Contributions to the pension plan from North Valley Academy were $258,519 for the year ended June 30, 2016.

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, 2015 and the net pension liability was measured as of that date. At June 30, 2016, North Valley Academy reported a liability of $4,074,848 for its proportionate share of the net pension liability. North Valley 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, 2015. The contribution amounts were defined by Section 22-11-21, NMSA 1978. At June 30, 2015, North Valley Academy's proportion was 0.06291% percent, which was an increase of 0.00448% from its proportion measured as of June 30, 2014.

For the year ended June 30, 2016, North Valley Academy recognized pension expense of $326,584. At the June 30, 2016, North Valley Academy 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	$ -	(75,544)
Changes in assumptions	140,156	-
Net difference between projected and actual earnings on pension plan investments	-	(18,342)
Changes in proportion and differences between North Valley Academy contributions and proportionate share of contributions	209,150	(103,108)
North Valley Academy contributions subsequent to the measurement date	258,519	-
Total	$ 607,825	(196,994)

The amount of $258,519 reported as deferred outflows of resources related to pensions resulting from North Valley Academy contributions subsequent to the measurement date June 30, 2015 will be recognized as a reduction of the net pension liability in the year ended June 30, 2017. 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:	
2017	$ (7,317)
2018	(16,126)
2019	(72,272)
2020	(56,597)
Total	$ (152,312)

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

Sensitivity of North Valley 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 2015. 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%)
North Valley Academy's proportionate share of the net pension liability	$ 5,482,981	4,074,848	2,891,871

Payables to the pension plan. For the year ending June 30, 2016, North Valley Academy's accrued liability due to ERB was $ 112,506 for payroll which was paid in July 2016.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NORTH VALLEY ACADEMY
SCHEDULE OF THE SCHOOL'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
June 30, 2016

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)	0.06%	0.06%	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)	$ 3,334	4,075	-	-	-	-	-	-	-	-
School's Covered-Employee Payroll	$ 1,610	1,718	-	-	-	-	-	-	-	-
School's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered-Employee Payroll	207.01%	237.23%	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%	63.97%	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 of the prior year.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
NORTH VALLEY ACADEMY
SCHEDULE OF SCHOOL CONTRIBUTIONS
June 30, 2016

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	$ 284	259	-	-	-	-	-	-	-	-
Contributions in Relation to the Contractually Required Contribution	249	259	-	-	-	-	-	-	-	-
Contribution Deficiency (Excess)	$ 35	-	-	-	-	-	-	-	-	-

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	$ (511)	5		$ (148)	(148)	(139)	(76)	-				
2015	(152)	5			(7)	(16)	(72)	(57)	-			
2016	-	5				-	-	-	-	-		
2017	-	5					-	-	-	-	-	
2018	-	5						-	-	-	-	-
2019	-	5							-	-	-	-
2020	-	5								-	-	-
2021	-	5									-	-
2022	-	5										-
2023	-	5										
	$ (663)			$ (148)	(155)	(155)	(148)	(57)	-	-	-	-

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
North Valley Academy
Schedule of Budgetary Comparisons - Budgetary Basis
Operational 11000
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Local & County Grant	$ -	-	3,475	3,475
State Grant	2,802,418	2,809,372	2,809,371	(1)
Charges for Services	-	-	222	222
Total Revenues	2,802,418	2,809,372	2,813,068	3,696
EXPENDITURES				
Current:				
Instruction	2,164,981	2,171,935	1,866,384	305,551
Support Services:				
Students	235,589	236,150	127,255	108,895
Instruction	17,738	18,580	9,843	8,737
General Administration	85,500	95,500	44,856	50,644
School Administration	187,614	189,284	178,487	10,797
Central Services	241,334	237,848	232,106	5,742
Operation & Maintenance of Plant	384,653	402,302	387,494	14,808
Other Support Services Operations	-	70,000	70,000	-
Total Expenditures	3,317,409	3,421,599	2,916,425	505,174
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(514,991)	(612,227)	(103,357)	508,870
Other Financing Sources (Uses):				
Designated Cash	514,991	612,227	-	(612,227)
Total Other Financing Sources (Uses):	514,991	612,227	-	(612,227)
Net Changes in Fund Balances	-	-	(103,357)	(103,357)
Cash or Fund Balances - Beginning of Year	-	-	607,118	607,118
Cash or Fund Balances - End of Year	$ -	-	503,761	503,761
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (103,357)	
Adjustments to Expenditures			(9,494)	
NET CHANGE IN FUND BALANCE			$ (112,851)	

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
North Valley Academy
Schedule of Budgetary Comparisons - Budgetary Basis
Instructional Materials 14000
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 26,736	32,955	32,955	-
Total Revenues	26,736	32,955	32,955	-
EXPENDITURES				
Current:				
Instruction	53,813	63,440	40,145	23,295
Total Expenditures	53,813	63,440	40,145	23,295
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(27,077)	(30,485)	(7,190)	23,295
Other Financing Sources (Uses):				
Designated Cash	27,077	30,485	-	(30,485)
Total Other Financing Sources (Uses):	27,077	30,485	-	(30,485)
Net Changes in Fund Balances	-	-	(7,190)	(7,190)
Cash or Fund Balances - Beginning of Year	-	-	30,485	30,485
Cash or Fund Balances - End of Year	$ -	-	23,295	23,295
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (7,190)	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ (7,190)	

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
North Valley Academy
Schedule of Budgetary Comparisons - Budgetary Basis
Food Services 21000
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ 136,000	136,000	146,856	10,856
Charges for Services	39,000	32,500	35,407	2,907
Total Revenues	175,000	168,500	182,263	13,763
EXPENDITURES				
Current:				
Food Services Operations	229,798	231,232	202,654	28,578
Total Expenditures	229,798	231,232	202,654	28,578
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(54,798)	(62,732)	(20,391)	42,341
Other Financing Sources (Uses):				
Designated Cash	54,798	62,732	-	(62,732)
Total Other Financing Sources (Uses):	54,798	62,732	-	(62,732)
Net Changes in Fund Balances	-	-	(20,391)	(20,391)
Cash or Fund Balances - Beginning of Year	-	-	62,075	62,075
Cash or Fund Balances - End of Year	$ -	-	41,684	41,684
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (20,391)	
Adjustments to Revenues			-	
Adjustments to Expenditures			657	
NET CHANGE IN FUND BALANCE			$ (19,734)	

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
North Valley Academy
Schedule of Budgetary Comparisons - Budgetary Basis
Title I IASA 24101
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ 122,589	163,929	153,991	(9,938)
Total Revenues	122,589	163,929	153,991	(9,938)
EXPENDITURES				
Current:				
Instruction	71,992	113,332	100,886	12,446
Support Services:				
Students	50,597	50,597	44,832	5,765
Total Expenditures	122,589	163,929	145,718	18,211
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	8,273	8,273
Net Changes in Fund Balances	-	-	8,273	8,273
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	8,273	8,273
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 8,273	
Adjustments to Revenues			(8,273)	
NET CHANGE IN FUND BALANCE			$ -	

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
North Valley Academy
Schedule of Budgetary Comparisons - Budgetary Basis
IDEA-B Entitlement 24106
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ 73,394	86,863	58,693	(28,170)
Total Revenues	73,394	86,863	58,693	(28,170)
EXPENDITURES				
Current:				
Instruction	-	8,027	8,026	1
Support Services:				
Students	73,394	78,836	78,836	-
Total Expenditures	73,394	86,863	86,862	1
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(28,169)	(28,169)
Net Changes in Fund Balances	-	-	(28,169)	(28,169)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(28,169)	(28,169)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (28,169)	
Adjustments to Revenues			28,169	
NET CHANGE IN FUND BALANCE			$ -	

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
North Valley Academy
Schedule of Budgetary Comparisons - Budgetary Basis
IDEA-B Risk Pool 24120
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
REVENUES				
Federal Grant	$ -	96	92	(4)
Total Revenues	-	96	92	(4)
EXPENDITURES				
Current:				
Support Services:				
Students	-	96	96	-
Total Expenditures	-	96	96	-
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(4)	(4)
Net Changes in Fund Balances	-	-	(4)	(4)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(4)	(4)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (4)	
Adjustments to Revenues			4	
NET CHANGE IN FUND BALANCE			$ -	

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
North Valley Academy
Schedule of Budgetary Comparisons - Budgetary Basis
Teacher Principal Training 24154
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ 20,622	35,574	20,356	(15,218)
Total Revenues	20,622	35,574	20,356	(15,218)
EXPENDITURES				
Current:				
Instruction	19,238	34,190	32,372	1,818
Support Services:				
Instruction	-	-	-	-
School Administration	1,384	1,384	1,368	16
Total expenditures	20,622	35,574	33,740	1,834
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(13,384)	(13,384)
Net changes in Fund Balances	-	-	(13,384)	(13,384)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(13,384)	(13,384)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (13,384)	
Adjustments to Revenues			13,384	
NET CHANGE IN FUND BALANCE			$ -	

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
North Valley Academy
Schedule of Budgetary Comparisons - Budgetary Basis
USDA Equipment Assistance 24183
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
REVENUES				
Federal Grant	$ -	5,716	-	(5,716)
Total Revenues	-	5,716	-	(5,716)
EXPENDITURES				
Current:				
Food Services Operations	-	5,716	5,571	145
Total expenditures	-	5,716	5,571	145
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(5,571)	(5,571)
Net changes in Fund Balances	-	-	(5,571)	(5,571)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(5,571)	(5,571)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (5,571)	
Adjustments to Revenues			5,571	
NET CHANGE IN FUND BALANCE			$ -	

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
North Valley Academy
Schedule of Budgetary Comparisons - Budgetary Basis
New Mexico Reads 27114
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 50,000	50,000	40,743	(9,257)
Total Revenues	50,000	50,000	40,743	(9,257)
EXPENDITURES				
Current:				
Instruction	50,000	50,000	49,983	17
Total Expenditures	50,000	50,000	49,983	17
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(9,240)	(9,240)
Net Changes in Fund Balances	-	-	(9,240)	(9,240)
Cash or Fund Balances - Beginning of Year	-	-	17,196	17,196
Cash or Fund Balances - End of Year	$ -	-	7,956	7,956
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (9,240)	
Adjustments to Revenues			(7,956)	
NET CHANGE IN FUND BALANCE			$ (17,196)	

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
North Valley Academy
Schedule of Budgetary Comparisons - Budgetary Basis
Pre-K Initiative 27149
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 128,248	128,248	111,297	(16,951)
Total Revenues	128,248	128,248	111,297	(16,951)
EXPENDITURES				
Current:				
Instruction	119,606	116,006	114,896	1,110
Support Services:				
Students	7,406	7,406	2,540	4,866
School Administration	1,236	4,836	9,471	(4,635)
Operation & Maintenance of Plant	-	-	231	(231)
Total Expenditures	128,248	128,248	127,138	1,110
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(15,841)	(15,841)
Net Changes in Fund Balances	-	-	(15,841)	(15,841)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(15,841)	(15,841)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (15,841)	
Adjustments to Revenues			15,841	
NET CHANGE IN FUND BALANCE			$ -	

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
North Valley Academy
Schedule of Budgetary Comparisons - Budgetary Basis
Kindergarten-Three Plus 27166
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 77,082	75,080	55,774	(19,306)
Total Revenues	77,082	75,080	55,774	(19,306)
EXPENDITURES				
Current:				
Instruction	77,082	75,080	75,080	-
Total Expenditures	77,082	75,080	75,080	-
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(19,306)	(19,306)
Net Changes in Fund Balances	-	-	(19,306)	(19,306)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(19,306)	(19,306)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (19,306)	
Adjustments to Revenues			19,306	
NET CHANGE IN FUND BALANCE			$ -	

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
North Valley Academy
Schedule of Budgetary Comparisons - Budgetary Basis
Private Dir Grants (Categorical) 29102
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
REVENUES				
Total Revenues	$ -	-	-	-
EXPENDITURES				
Current:				
Support Services:				
Students	604	604	-	604
Total Expenditures	604	604	-	604
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	*(604)*	*(604)*	-	*604*
Other financing sources (uses):				
Designated Cash	*604*	*604*	-	*(604)*
Total other financing sources (uses):	*604*	*604*	-	*(604)*
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 Expenditures			-	
NET CHANGE IN FUND BALANCE			$ -	

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
North Valley Academy
Schedule of Budgetary Comparisons - Budgetary Basis
Public School Capital Outlay 31200
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ -	356,713	357,716	1,003
Total Revenues	-	356,713	357,716	1,003
EXPENDITURES				
Current:				
Capital Outlay	-	356,713	356,713	-
Total Expenditures	-	356,713	356,713	-
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	1,003	1,003
Net Changes in Fund Balances	-	-	1,003	1,003
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	1,003	1,003
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 1,003	
Adjustments to Revenues			(1,003)	
NET CHANGE IN FUND BALANCE			$ -	

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
North Valley Academy
Schedule of Budgetary Comparisons - Budgetary Basis
SB-9 Capital Improvements 31700
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 10,503	21,547	1,509	(20,038)
Total Revenues	10,503	21,547	1,509	(20,038)
EXPENDITURES				
Current:				
Capital Outlay	10,503	21,547	12,626	8,921
Total Expenditures	10,503	21,547	12,626	8,921
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(11,117)	(11,117)
Net Changes in Fund Balances	-	-	(11,117)	(11,117)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(11,117)	(11,117)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (11,117)	
Adjustments to Revenues			11,117	
NET CHANGE IN FUND BALANCE			$ -	

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
North Valley Academy
Schedule of Collateral Pledged by Depository for Public Funds
June 30, 2016

Name of Depository	Security Type	CUSIP/ Security Number	Maturity Date	Fair Value/Par June 30, 2016
New Mexico Bank & Trust	Watertown Wis GO Ref Bond	942214PJ0	6/1/2023	$ 250,000
New Mexico Bank & Trust	Watertown Wis GO Unltd Tax	942214PL5	6/1/2025	335,000
				$ 585,000

Total Cash per Schedule of Cash Accounts:	$ 703,163
Less: FDIC coverage:	(250,000)
Uninsured Public Funds:	453,163
Collateral Requirement:	226,582
Pledged Collateral Held by Pledging Financial Institution:	585,000
Balance Over Collateralized:	**$ 358,418**
Balance Uninsured and Uncollateralized at June 30, 2016:	**$ -**

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
North Valley Academy
Schedule of Cash Accounts
June 30, 2016

Bank Account Type	New Mexico Bank and Trust
Checking - Operational Account	$ 703,163
Total on Deposit	703,163
Reconciling Items	(45,367)
Reconciled Balance June 30, 2016	657,796
Plus Petty Cash	50
Less Agency Funds	(31,575)
Total Cash	$ 626,271

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
North Valley Academy
Cash Reconciliation
June 30, 2016

	Operational 11000	Instructional Materials 14000	Food Services 21000	Non-Instruct. Fund 23000
Cash, June 30, 2015	$ 679,623	30,485	62,732	26,826
Add:				
2015-16 revenues	2,813,068	32,955	182,262	37,474
Total Cash Available	3,492,691	63,440	244,994	64,300
Less:				
2015-16 expenditures	(2,916,423)	(40,145)	(202,653)	(32,725)
Receivables/Payables	306,003	-	-	-
Outstanding Loans	(254,844)	-	-	-
Cash June 30, 2016	627,427	23,295	42,341	31,575
Fund Balance Reconciliations to GAAP Basis:				
Audit reclassifications to cash	(67,396)	-	-	-
Cash Per Books	560,031	23,295	42,341	31,575
Fund Balance Reconciliation to GAAP Basis:				
Modified Accrual Adjustments	(65,764)	-	-	(31,575)
Fund Balance (Deficit), Modified Accrual Basis	$ 494,267	23,295	42,341	-

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

Federal Projects Account 24000	State Acccount 27000	Local or State 29000	Public School Capital Outlay 31200	SB-9 Capital Improvements 31700	Total
-	-	604	-	-	800,270
233,131	207,814	-	357,716	1,509	3,865,929
233,131	207,814	604	357,716	1,509	4,666,199
(271,986)	(252,198)	-	(356,713)	(12,626)	(4,085,469)
21,171	134,589	-	-	-	461,763
105,601	47,439	-	89,178	12,626	-
87,917	137,644	604	90,181	1,509	1,042,493
(87,917)	(137,644)	-	(90,181)	(1,509)	(384,647)
-	-	604	-	-	657,846
Less: Activity Funds Per Schedule of Changes in Assets and Liabilities- Agency Fund:					(31,575)
					$ 626,271
-	-	-	-	-	(97,339)
-	-	604	-	-	560,507
				Balance Sheets - Governmental Funds:	$ 560,507

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Statement of Net Position
June 30, 2016

ASSETS AND DEFERRED OUTFLOWS		
Current Assets:		
Cash and Cash Equivalents	$	34,537
Receivables		
Due from Other Governments		75,737
Total Current Assets		110,274
Noncurrent Assets:		
Capital Assets		
Leasehold improvements		189,948
Furniture, Fixtures, and Equipment		206,215
Less: Accumulated Depreciation		(267,046)
Total Noncurrent Assets		129,117
Total Assets		239,391
Deferred Outflows - Pension Related		268,910
LIABILITIES AND DEFERRED INFLOWS		
Current Liabilities:		
Accounts Payable		14,648
Accrued Liabilities		8,628
Due to Government		1,075
Total Current Liabilities		24,351
Noncurrent Liabilities:		
Net Pension Liability		1,059,033
Total Noncurrent Liabilities		1,059,033
Total Liabilities		1,083,384
Deferred Inflows - Pension Related		26,898
NET POSITION		
Investment in Capital Assets		129,117
Restricted		35,967
Unrestricted (Deficit)		(767,065)
Total Net Position	$	(601,981)

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, 2016

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	$ 654,141	3,988	168,085	-	(482,068)
Support Services:					
Students	86,837	-	-	-	(86,837)
General Administration	94,974	-	-	-	(94,974)
School Administration	77,665	-	-	-	(77,665)
Central Services	32,276	-	-	-	(32,276)
Operation & Maintenance of Plant	39,892	-	-	-	(39,892)
Student Transportation	42,850	-	29,169	-	(13,681)
Food Services	41,981	4,421	36,649	-	(911)
Facilities Materials, Supplies & Other Services	72,340	-	-	72,340	-
Total Governmental Activities	$ 1,142,956	8,409	233,903	72,340	(828,304)
		General Revenues:			
		State Equalization Guarantee			$ 725,555
		Total General Revenues			725,555
		Change in Net Position			(102,749)
		Net Position (Deficit), Beginning			(499,232)
		Net Position (Deficit), Ending			$ (601,981)

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, 2016

	Operational 11000	Pupil Transportation 13000	Instructional Materials 14000	Food Services 21000
ASSETS				
Cash and Cash Equivalents	$ 100	2,150	10,681	21,606
Accounts Receivable				
Due from Government	-	-	-	-
Due from Other Funds	73,132	-	2,605	-
Total Assets	$ 73,232	2,150	13,286	21,606
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	$ 14,648	-	-	-
Accrued Expenditures	8,628	-	-	-
Due to Government	-	1,075	-	-
Due to Other Funds	-	-	-	-
Total Liabilities	23,276	1,075	-	-
Fund Balances				
Fund Balance:				
Restricted for:				
Instruction	-	-	13,286	-
Food Service Operations	-	-	-	21,606
Student Transportation	-	1,075	-	-
Assigned to:				
Subsequent Years Expenditures and Other Programs	49,956	-	-	-
Total Fund Balance	49,956	1,075	13,286	21,606
Total Liabilities and Fund Balances	$ 73,232	2,150	13,286	21,606

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	USDA 24183	Rural Education Achievement 25233
-	-	-	-	-	-
8,715	-	33,717	1,160	4,551	-
-	-	-	-	-	-
8,715	-	33,717	1,160	4,551	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
8,715	-	33,717	1,160	4,551	-
8,715	-	33,717	1,160	4,551	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
8,715	-	33,717	1,160	4,551	-

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Balance Sheets - Governmental Funds (Continued)
June 30, 2016

	Reads to Leads 27114	Pre-K Initiative 27149	NM Grown Fruits & Vegetables 27183	Taos County EGRT Bond 31100
ASSETS				
Cash and Cash Equivalents	$ -	-	-	-
Accounts Receivable				
Due from Government	8,881	-	-	-
Due from Other Funds	-	-	-	-
Total Assets	$ 8,881	-	-	-
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	$ -	-	-	-
Accrued Expenditures	-	-	-	-
Due to Government	-	-	-	-
Due to Other Funds	8,881	-	-	-
Total Liabilities	8,881	-	-	-
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	$ 8,881	-	-	-

The accompanying notes are an integral part of these financial statements

Public School Capital Outlay 31200	SB-9 Capital Improvements 31700	Total
-	-	34,537
15,573	3,140	75,737
-	-	75,737
15,573	3,140	186,011
-	-	14,648
-	-	8,628
-	-	1,075
15,573	3,140	75,737
15,573	3,140	100,088
-	-	13,286
-	-	21,606
-	-	1,075
-	-	49,956
-	-	85,923
15,573	3,140	186,011

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, 2016

Fund Balances - Total Governmental Funds		**$ 85,923**
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	(267,046)	
		129,117
Defined benefit pension plan deferred outflows are not financial resources and, therefore, are not reported in the funds.		268,910
Defined benefit pension plan deferred inflows are not due and payable in the current period and, therefore, are not reported in the funds.		(26,898)
The net pension liability is not due and payable in the current period and, therefore, is not reported in the funds.		(1,059,033)
Net Position - Total Governmental Activities		**$ (601,981)**

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, 2016

	Operational 11000	Pupil Transportation 13000	Instructional Materials 14000	Food Services 21000
REVENUES				
Local & County Grant	$ -	-	-	-
State Grant	725,555	29,169	5,504	-
Federal Grant	-	-	-	32,008
Charges for Services	3,988	-	-	4,421
Total Revenues	729,543	29,169	5,504	36,429
EXPENDITURES				
Current:				
Instruction	491,686	-	20	-
Support Services:				
Students	31,551	-	-	-
General Administration	89,584	-	-	-
School Administration	72,462	-	-	-
Central Services	32,276	-	-	-
Operation & Maintenance of Plant	39,892	-	-	-
Student Transportation	-	37,850	-	-
Food Services Operations	1,762	-	-	35,578
Capital Outlay	-	-	-	-
Total Expenditures	759,213	37,850	20	35,578
Net Changes in Fund Balances	(29,670)	(8,681)	5,484	851
Fund Balances - Beginning of Year	79,626	9,756	7,802	20,755
Fund Balances - End of Year	$ 49,956	1,075	13,286	21,606

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	USDA 24183	Rural Education Achievement 25233
-	-	-	-	-	-
-	-	-	-	-	-
16,469	18,118	33,717	1,160	4,551	1,993
-	-	-	-	-	-
16,469	18,118	33,717	1,160	4,551	1,993
16,469	-	18	1,160	-	1,993
-	18,118	33,699	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	4,551	-
-	-	-	-	-	-
16,469	18,118	33,717	1,160	4,551	1,993
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-

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, 2016

	Reads to Leads 27114	Pre-K Initiative 27149	NM Grown Fruits & Vegetables 27183	Taos County EGRT Bond 31100
REVENUES				
Local & County Grant	$ -	-	-	7,669
State Grant	22,000	69,124	90	-
Federal Grant	-	-	-	-
Charges for Services	-	-	-	-
Total Revenues	22,000	69,124	90	7,669
EXPENDITURES				
Current:				
Instruction	22,000	64,124	-	-
Support Services:				
Students	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	5,000	-	-
Food Services Operations	-	-	90	-
Capital Outlay	-	-	-	7,669
Total Expenditures	22,000	69,124	90	7,669
Net Changes in Fund Balances	-	-	-	-
Fund Balances - 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
-	-	7,669
62,213	2,458	916,113
-	-	108,016
-	-	8,409
62,213	2,458	1,040,207
-	-	597,470
-	-	83,368
-	-	89,584
-	-	72,462
-	-	32,276
-	-	39,892
-	-	42,850
-	-	41,981
62,213	2,458	72,340
62,213	2,458	1,072,223
-	-	(32,016)
-	-	117,939
-	-	85,923

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2016

Net Change in Fund Balance-Total Governmental Funds		**$ (32,016)**
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	-	
Depreciation Expense	(8,784)	
		(8,784)
Changes in deferred outflows of resources-pension related, deferred inflows of resources-pension related, and the net pension liability		(61,949)
Change in Net Position-Total Governmental Activities		**$ (102,749)**

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 value 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, 2016 follows:

	Balance June 30, 2015	Additions	Deletions	Balance June 30, 2016
Capital Assets being Depreciated:				
Leasehold improvements	$ 189,948	-	-	189,948
Furniture, Fixtures and Equipment	206,215	-	-	206,215
Total	396,163	-	-	396,163
Less: Accumulated Depreciation				
Leasehold improvements	(60,965)	(7,642)	-	(68,607)
Furniture, Fixtures and Equipment	(197,297)	(1,142)	-	(198,439)
Total	(258,262)	(8,784)	-	(267,046)
Capital Assets, Net	$ 137,901	(8,784)	-	129,117

Depreciation expense for the year ended June 30, 2016 was expensed to the following function:

Instruction	$ 8,784
Total	$ 8,784

NOTE 3. COMMITMENTS AND LIABILITIES

The school leased facilities under a short-term cancelable operating lease. Rental expense for the year was $62,213. 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, 2015, employers contributed 13.90% 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 10.70% of their gross annual salary. For fiscal year ended June 30, 2016 employers contributed 13.90% and employees earning $20,000 or less continued to contribute 7.90% and employees earning more than $20,000 continued to contribute 10.70% of their gross annual salary. Contributions to the pension plan from Red River Valley Charter School were $72,309 for the year ended June 30, 2016.

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, 2015. Therefore, the employer's portion was established as of the measurement date of June 30, 2015. At June 30, 2016, Red River Valley Charter School reported a liability of $1,059,033 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, 2015. The contribution amounts were defined by Section 22-11-21, NMSA 1978. At June 30, 2015, Red River Valley Charter School's proportion was 0.01635%, which was an increase of 0.00342% from its proportion measured as of June 30, 2014.

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

For the year ended June 30, 2016, Red River Valley Charter School recognized pension expense of $134,110. At June 30, 2016, 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	$ -	(19,633)
Changes in assumptions	36,426	-
Net difference between projected and actual earnings on pension plan investments	-	(4,767)
Changes in proportion	160,375	(2,498)
Fiscal year 2016 employer contributions	72,109	-
Total	$ 268,910	(26,898)

The amount of $72,109 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, 2015 will be recognized as a reduction of the net pension liability in the year ended June 30, 2017. 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:	
2017	$ (51,134)
2018	(51,873)
2019	(52,186)
2020	(14,710)
Total	$ (169,903)

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, 2015. 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	$ 1,425,000	1,059,033	751,583

Payables to the pension plan. At June 30, 2016, Red River Valley Charter School owed $0 to ERB for fiscal year 2016 contributions.

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, 2016

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%	0.02%	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	1,059	-	-	-	-	-	-	-	-
School's Covered-Employee Payroll	$ 356	446	-	-	-	-	-	-	-	-
School's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered-Employee Payroll	207.05%	237.23%	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%	63.97%	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, 2015

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
SCHEDULE OF SCHOOL CONTRIBUTIONS
June 30, 2016

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	$ 74	72	-	-	-	-	-	-	-	-
Contributions in Relation to the Contractually Required Contribution	65	72	-	-	-	-	-	-	-	-
Contribution Deficiency (Excess)	$ 9	-	-	-	-	-	-	-	-	-

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	$ (170)	5			(51)	(52)	(52)	(15)	-			
2016	-	5				-	-	-	-	-		
2017	-	5					-	-	-	-	-	
2018	-	5						-	-	-	-	-
2019	-	5							-	-	-	-
2020	-	5								-	-	-
2021	-	5									-	-
2022	-	5										-
2023	-	5										
	$ (88)			$ 22	$ (29)	(31)	(35)	(15)	-	-	-	-

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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 723,762	725,559	725,555	(4)
Charges for Services	50	50	3,988	3,938
Total Revenues	723,812	725,609	729,543	3,934
EXPENDITURES				
Current:				
Instruction	461,905	493,422	491,686	1,736
Support Services:				
Students	63,764	42,769	31,551	11,218
General Administration	73,692	91,127	89,584	1,543
School Administration	88,397	87,715	72,462	15,253
Central Services	-	32,359	32,276	83
Operation & Maintenance of Plant	113,382	51,054	39,892	11,162
Food Services Operations	-	4,491	1,762	2,729
Total Expenditures	801,140	802,937	759,213	43,724
Excess (Deficiency) of Revenues Over (Under) Expenditures	(77,328)	(77,328)	(29,670)	47,658
Other Financing Sources (Uses):				
Transfers	-	-	-	-
Designated Cash	77,328	77,328	-	(77,328)
Total Other Financing Sources (Uses):	77,328	77,328	-	(77,328)
Net Change in Fund Balance	-	-	(29,670)	(29,670)
Cash or Fund Balance - Beginning of Year	-	-	79,626	79,626
Cash or Fund Balance - End of Year	$ -	-	49,956	49,956
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues Over (Under) Expenditures			$ (29,670)	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ (29,670)	

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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ -	30,244	30,244	-
Total Revenues	-	30,244	30,244	-
EXPENDITURES				
Current:				
Student Transportation	-	40,000	37,850	2,150
Total Expenditures	-	40,000	37,850	2,150
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	(9,756)	(7,606)	2,150
Other financing sources (uses):				
Designated Cash	-	9,756	-	(9,756)
Total other financing sources (uses):	-	9,756	-	(9,756)
Net Change in Fund Balance	-	-	(7,606)	(7,606)
Cash or Fund Balance - Beginning of Year	-	-	9,756	9,756
Cash or Fund Balance - End of Year	$ -	-	2,150	2,150
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (7,606)	
Adjustments to revenues			(1,075)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			$ (8,681)	

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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 4,702	4,785	5,504	719
Total Revenues	4,702	4,785	5,504	719
EXPENDITURES				
Current:				
Instruction	4,702	4,785	20	4,765
Total Expenditures	4,702	4,785	20	4,765
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	5,484	5,484
Net Change in Fund Balance	-	-	5,484	5,484
Cash or Fund Balance - Beginning of Year	-	-	7,802	7,802
Cash or Fund Balance - End of Year	$ -	-	13,286	13,286
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 5,484	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ 5,484	

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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ -	-	-	-
Charges for Services	22,000	24,775	36,429	11,654
Total Revenues	22,000	24,775	36,429	11,654
EXPENDITURES				
Current:				
Food Services Operations	36,091	38,866	35,578	3,288
Total Expenditures	36,091	38,866	35,578	3,288
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(14,091)	(14,091)	851	14,942
Other Financing Sources (Uses):				
Designated Cash	14,091	14,091	-	(14,091)
Total Other Financing Sources (Uses):	14,091	14,091	-	(14,091)
Net Change in Fund Balance	-	-	851	851
Cash or Fund Balance - Beginning of Year	-	-	20,755	20,755
Cash or Fund Balance - End of Year	$ -	-	21,606	21,606
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 851	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ 851	

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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ 13,133	39,458	20,211	(19,247)
Total Revenues	13,133	39,458	20,211	(19,247)
EXPENDITURES				
Current:				
Instruction	13,133	39,458	16,469	22,989
Total Expenditures	13,133	39,458	16,469	22,989
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	3,742	3,742
Net Change in Fund Balance	-	-	3,742	3,742
Cash or Fund Balance - Beginning of Year	-	-	-	-
Cash or Fund Balance - 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
IDEA-B Entitlement 24106
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ 16,447	18,118	18,118	-
Total Revenues	16,447	18,118	18,118	-
EXPENDITURES				
Current:				
Instruction	1,000	-	-	-
Support Services:				
Students	15,447	18,118	18,118	-
Total Expenditures	16,447	18,118	18,118	-
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	-	-
Net Change in Fund Balance	-	-	-	-
Cash or Fund Balance - Beginning of Year	-	-	-	-
Cash or Fund Balance - 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
Red River Valley Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
IDEA-B Risk Pool 24120
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ -	33,717	26,332	(7,385)
Total Revenues	-	33,717	26,332	(7,385)
EXPENDITURES				
Current:				
Instruction	-	18	18	-
Support Services:				
Students	-	33,699	33,699	-
Total Expenditures	-	33,717	33,717	-
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(7,385)	(7,385)
Net Change in Fund Balance	-	-	(7,385)	(7,385)
Cash or Fund Balance - Beginning of Year	-	-	-	-
Cash or Fund Balance - End of Year	$ -	-	(7,385)	(7,385)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (7,385)	
Adjustments to Revenues			7,385	
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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ 4,001	4,001	5,003	1,002
Total Revenues	4,001	4,001	5,003	1,002
EXPENDITURES				
Current:				
Instruction	4,001	4,001	1,160	2,841
Total expenditures	4,001	4,001	1,160	2,841
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	3,843	3,843
Net change in Fund Balance	-	-	3,843	3,843
Cash or Fund Balance - Beginning of Year	-	-	-	-
Cash or Fund Balance - End of Year	$ -	-	3,843	3,843
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 3,843	
Adjustments to Revenues			(3,843)	
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
USDA 24183
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
REVENUES				
Federal Grant	$ -	5,000	-	(5,000)
Total Revenues	-	5,000	-	(5,000)
EXPENDITURES				
Current:				
Food Services Operations	-	5,000	4,551	449
Total Expenditures	-	5,000	4,551	449
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(4,551)	(4,551)
Net Change in Fund Balance	-	-	(4,551)	(4,551)
Cash or Fund Balance - Beginning of Year	-	-	-	-
Cash or Fund Balance - End of Year	$ -	-	(4,551)	(4,551)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (4,551)	
Adjustments to Revenues			4,551	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Rural Education Achievement 25233
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ -	13,681	4,543	(9,138)
Total Revenues	-	13,681	4,543	(9,138)
EXPENDITURES				
Current:				
Instruction	-	13,681	1,993	11,688
Total Expenditures	-	13,681	1,993	11,688
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	2,550	2,550
Net Change in Fund Balance	-	-	2,550	2,550
Cash or Fund Balance - Beginning of Year	-	-	-	-
Cash or Fund Balance - End of Year	$ -	-	2,550	2,550
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 2,550	
Adjustments to Revenues			(2,550)	
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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 22,000	22,000	13,119	(8,881)
Total Revenues	22,000	22,000	13,119	(8,881)
EXPENDITURES				
Current:				
Instruction	22,000	22,000	22,000	-
Total Expenditures	22,000	22,000	22,000	-
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(8,881)	(8,881)
Net Change in Fund Balance	-	-	(8,881)	(8,881)
Cash or Fund Balance - Beginning of Year	-	-	-	-
Cash or Fund Balance - End of Year	$ -	-	(8,881)	(8,881)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (8,881)	
Adjustments to Revenues			8,881	
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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 37,062	69,124	104,124	35,000
Total Revenues	37,062	69,124	104,124	35,000
EXPENDITURES				
Current:				
Instruction	37,062	64,124	64,124	-
Student Transportation	-	5,000	5,000	-
Total Expenditures	37,062	69,124	69,124	-
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	35,000	35,000
Net Change in Fund Balance	-	-	35,000	35,000
Cash or Fund Balance - Beginning of Year	-	-	-	-
Cash or Fund Balance - End of Year	$ -	-	35,000	35,000
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 35,000	
Adjustments to Revenues			(35,000)	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
NM Grown Fruits & Vegetables 27183
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ -	90	90	-
Total Revenues	-	90	90	-
EXPENDITURES				
Current:				
Food Services Operations	-	90	90	-
Total Expenditures	-	90	90	-
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	-	-
Net Change in Fund Balance	-	-	-	-
Cash or Fund Balance - Beginning of Year	-	-	-	-
Cash or Fund Balance - 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
Red River Valley Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Taos County EGRT Bond 31100
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Local & County Grant	$ 170,121	170,121	25,851	(144,270)
Total Revenues	170,121	170,121	25,851	(144,270)
EXPENDITURES				
Capital Outlay	170,121	170,121	7,669	162,452
Total Expenditures	170,121	170,121	7,669	162,452
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	18,182	18,182
Net Change in Fund Balance	-	-	18,182	18,182
Cash or Fund Balance - Beginning of Year	-	-	-	-
Cash or Fund Balance - 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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ -	62,213	61,069	(1,144)
Total Revenues	-	62,213	61,069	(1,144)
EXPENDITURES				
Capital Outlay	-	62,213	62,213	-
Total Expenditures	-	62,213	62,213	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	(1,144)	(1,144)
Net Change in Fund Balance	-	-	(1,144)	(1,144)
Cash or Fund Balance - Beginning of Year	-	-	-	-
Cash or Fund Balance - End of Year	$ -	-	(1,144)	(1,144)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues Over (Under) Expenditures			$ (1,144)	
Adjustments to Revenues			1,144	
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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 4,775	4,775	3,250	(1,525)
Total Revenues	4,775	4,775	3,250	(1,525)
EXPENDITURES				
Capital Outlay	4,775	4,775	2,458	2,317
Total Expenditures	4,775	4,775	2,458	2,317
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	792	792
Net Change in Fund Balance	-	-	792	792
Cash or Fund Balance - Beginning of Year	-	-	-	-
Cash or Fund Balance - End of Year	$ -	-	792	792
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 792	
Adjustments to Revenues			(792)	
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 Collateral Pledged by Depository for Public Funds
June 30, 2016

Name of Depository	Security Type	CUSIP/ Security Number	Maturity Date	Fair Value June 30, 2016
N/A	N/A	N/A	N/A	$ -
				$ -

Total Cash per Schedule of Cash Accounts:	$	50,714
Less: FDIC coverage:		(50,714)
Uninsured Public Funds:		-
Collateral Requirement:		-
Pledged Collateral Held by Pledging Financial Institution:		-
Balance Over Collateralized:	**$**	**-**
Balance Uninsured and Uncollateralized at June 30, 2016:	**$**	**-**

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Schedule of Cash Accounts
June 30, 2016

Bank Account Type	Peoples Bank
Checking - Operational Account	$ 50,714
Total on Deposit	50,714
Reconciling Items	(16,177)
Reconciled Balance June 30, 2016	$ 34,537

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, 2016

	Operational 11000	Pupil Transportation 13000	Instructional Materials 14000	Food Services 21000
Cash, June 30, 2015	$ -	11,698	7,802	-
Add:				
2015-16 revenues	729,543	30,244	5,504	36,429
Total Cash Available	729,543	41,942	13,306	36,429
Less:				
2015-16 expenditures	(759,213)	(37,850)	(20)	(35,578)
Receivables/Payables	13,586	(9,756)	-	-
Outstanding Loans	16,184	7,814	(2,605)	20,755
Cash June 30, 2016	100	2,150	10,681	21,606
Fund Balance Reconciliations to GAAP Basis:				
Audit reclassifications to cash	-	-	-	-
Cash Per Books	100	2,150	10,681	21,606
Fund Balance Reconciliation to GAAP Basis:				
Modified Accrual Adjustments	49,856	(1,075)	2,605	-
Fund Balance, Modified Accrual Basis	$ 49,956	1,075	13,286	21,606

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
-	-	-	-	-	-	19,500
69,664	4,543	117,333	25,851	61,069	3,250	1,083,430
69,664	4,543	117,333	25,851	61,069	3,250	1,102,930
(74,015)	(1,993)	(91,214)	(7,669)	(62,213)	(2,458)	(1,072,223)
-	-	-	-	-	-	3,830
4,351	(2,550)	(26,119)	(18,182)	1,144	(792)	-
-	-	-	-	-	-	34,537
-	-	-	-	-	-	-
-	-	-	-	-	-	34,537
-	-	-	-	-	-	51,386
-	-	-	-	-	-	85,923

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sage Montessori Charter School
Statement of Net Position
June 30, 2016

ASSETS AND DEFERRED OUTFLOWS	
Current Assets:	
Cash and Cash Equivalents	$ 82,843
Receivables	
Due from Other Governments	91,609
Deposits	10,000
Total Current Assets	184,452
Noncurrent Assets:	
Capital Assets	
Furniture, Fixtures, and Equipment	23,261
Less: Accumulated Depreciation	(16,557)
Total Noncurrent Assets	6,704
Total Assets	191,156
Deferred Outflows - Pension Related	190,385
LIABILITIES AND DEFERRED INFLOWS	
Current Liabilities:	
Accounts Payable	69,930
Accrued Liabilities	90,205
Total Current Liabilities	160,135
Noncurrent Liabilities:	
Net Pension Liability	1,412,692
Total Noncurrent Liabilities	1,412,692
Total Liabilities	1,572,827
Deferred Inflows - Pension Related	35,596
NET POSITION	
Investment in Capital Assets	6,704
Restricted	21,266
Unrestricted (Deficit)	(1,254,852)
Total Net Position	$ (1,226,882)

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, 2016

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	$ 951,100	-	127,156	-	(823,944)
Support Services:					
Students	100,753	-	-	-	(100,753)
Instruction	33,094	-	-	-	(33,094)
General Administration	87,166	-	-	-	(87,166)
School Administration	198,745	-	-	-	(198,745)
Central Services	97,268	-	-	-	(97,268)
Operation & Maintenance of Plant	122,264	-	-	-	(122,264)
Facilities Materials, Supplies & Other Services	161,975	-	-	161,975	-
Total Governmental Activities	$ 1,752,365	-	127,156	161,975	(1,463,234)
		General Revenues:			
		State Equalization Guarantee			$ 1,412,605
		Total General Revenues			1,412,605
		Change in Net Position			(50,629)
		Net Position (deficit), Beginning			(1,176,253)
		Net position (deficit), Ending			$ (1,226,882)

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, 2016

	Operational 11000	Instructional Materials 14000	Title I IASA 24101	IDEA-B Entitlement 24106
ASSETS				
Cash and Cash Equivalents	$ 63,510	19,333	-	-
Accounts Receivable				
Due from Government	-	-	25,433	8,906
Due from Other Funds	83,702	-	-	-
Deposits	10,000	-	-	-
Total Assets	$ 157,212	19,333	25,433	8,906
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	$ 61,863	$ 8,067	-	-
Accrued Expenditures	82,298	-	1,895	288
Due to Other Funds	-	-	23,538	8,618
Total Liabilities	144,161	8,067	25,433	8,906
Fund Balances				
Fund Balance:				
Nonspendible:				
Deposits	10,000	-	-	-
Restricted for:				
Instruction	-	11,266	-	-
Assigned to:				
Subsequent Years Expenditures and Other Programs	3,051	-	-	-
Total Fund Balance	13,051	11,266	-	-
Total Liabilities and Fund Balances	$ 157,212	19,333	25,433	8,906

The accompanying notes are an integral part of these financial statements

Teacher Principal Training 24154	Literacy for Children 27107	Reads to Leads 27114	Public School Capital Outlay 31200	Total
-	-	-	-	82,843
-	3,333	13,443	40,494	91,609
-	-	-	-	83,702
-	-	-	-	10,000
-	3,333	13,443	40,494	268,154
-	-	-	-	69,930
-	-	5,724	-	90,205
-	3,333	7,719	40,494	83,702
-	3,333	13,443	40,494	243,837
-	-	-	-	10,000
-	-	-	-	11,266
-	-	-	-	3,051
-	-	-	-	24,317
-	3,333	13,443	40,494	268,154

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, 2016

Fund Balance - Total Governmental Funds		**$ 24,317**
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	(16,557)	
		6,704
Defined benefit pension plan deferred outflows are not financial resources and, therefore, are not reported in the funds		190,385
Defined benefit pension plan deferred inflows are not due and payable in the current period and, therefore, are not reported in the funds.		(35,596)
The net pension liability is not due and payable in the current period and, therefore, is not reported in the funds.		(1,412,692)
Net Position-Total Governmental Activities		**$ (1,226,882)**

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, 2016

	Operational 11000	Instructional Materials 14000	Title I IASA 24101	IDEA-B Entitlement 24106
REVENUES				
State Grant	$ 1,412,605	15,076	-	-
Federal Grant	-	-	25,433	38,989
Total Revenues	1,412,605	15,076	25,433	38,989
EXPENDITURES				
Current:				
Instruction	802,523	10,647	25,433	31,210
Support Services:				
Students	92,974	-	-	7,779
Instruction	29,761	-	-	-
General Administration	87,166	-	-	-
School Administration	198,745	-	-	-
Central Services	97,268	-	-	-
Operation & Maintenance of Plant	117,605	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	1,426,042	10,647	25,433	38,989
Net Changes in Fund Balances	(13,437)	4,429	-	-
Fund Balances - Beginning of Year	26,488	6,837	-	-
Fund Balances - End of Year	$ 13,051	11,266	-	-

The accompanying notes are an integral part of these financial statements

Teacher Principal Training 24154	Literacy for Children @ Risk PED 27107	Reads to Leads 27114	Public School Capital Outlay 31200	Total
-	3,333	44,325	161,975	1,637,314
-	-	-	-	64,422
-	3,333	44,325	161,975	1,701,736
-	-	44,325	-	914,138
-	-	-	-	100,753
-	3,333	-	-	33,094
-	-	-	-	87,166
-	-	-	-	198,745
-	-	-	-	97,268
-	-	-	-	117,605
-	-	-	161,975	161,975
-	3,333	44,325	161,975	1,710,744
-	-	-	-	(9,008)
-	-	-	-	33,325
-	-	-	-	24,317

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, 2016

Net Change in Fund Balances-Total Governmental Funds	**$ (9,008)**
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	(4,659)
Changes in deferred outflows of resources-pension related, deferred inflows of resources-pension related, and the net pension liability	(36,962)
Change in Net Position-Total Governmental Activities	**$ (50,629)**

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, 2016

	Agency Funds
ASSETS	
Cash in Bank	$ 25,977
Total Assets	$ 25,977
LIABILITIES	
Deposits Held for Others	$ 25,977
Total Liabilities	$ 25,977

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, 2016

	Balance July 1, 2015	Additions	Deductions	Balance June 30, 2016
ASSETS				
Cash in Bank	$ 13,851	23,268	(11,142)	25,977
Total Assets	$ 13,851	23,268	(11,142)	25,977
LIABILITIES				
Deposits Held for Others	$ 13,851	23,268	(11,142)	25,977
Total Liabilities	$ 13,851	23,268	(11,142)	25,977

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, 2016 follows:

	Balance June 30, 2015	Additions	Deletions	Balance June 30, 2016
Capital Assets being Depreciated:				
Furniture, Fixtures and Equipment	$ 23,261	-	-	23,261
Total	23,261	-	-	23,261
Less: Accumulated Depreciation				
Furniture, fixtures and equipment	(11,898)	(4,659)	-	(16,557)
Total	(11,898)	(4,659)	-	(16,557)
Capital Assets, Net	$ 11,363	(4,659)	-	6,704

Depreciation expense for the year ended June 30, 2016 was expensed to the following function:

Operations and Maintenance of Plant	$ 4,659
Total	$ 4,659

NOTE 3. COMMITMENTS AND LIABILITIES

Sage Montessori Charter School leases equipment and facilities under long-term cancelable operating leases. Rental expense for the year ended June 30, 2016 was $168,141. Sage Montessori Charter School's minimum future payments on these leases are as follows:

Year Ending June 30:	
2017	$ 250,000
Total	$ 250,000

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. If the School is liable, the damages awarded likely would be rent the School owes under the lease from November 1, 2014 through the date of any judgment or the end of the lease, whichever is earlier, plus late charges and maintenance charges. The School does not intend on paying the amount demanded and has retained legal counsel to advise the School on this matter. The School has not recorded a liability related to this issue.

CenturyLink provided fiber optic internet service to the School while at the School's previous location under a multi-year contract. When the School relocated, CenturyLink informed the School that CenturyLink could not provide service to that new location and the School did not receive service from January of 2015 through May of 2016. The School stopped paying pursuant to the contract beginning in November of 2015. CenturyLink took the position that as of May 2016, the School owed $7,443 pursuant to the contract plus an additional $21,632 early termination charge. On May 16, 2016, the School sent a letter to CenturyLink disputing those charges. CenturyLink has not responded. The School does not intend on paying the amount demanded.

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.

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

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, 2015, employers contributed 13.90% 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 10.70% of their gross annual salary. For fiscal year ended June 30, 2016, employers contributed 13.90% and employees earning $20,000 or less continued to contribute 7.90% and employees earning more than $20,000 continued to contribute 10.70% of their gross annual salary. Contributions to the pension plan from Sage Montessori Charter School were $87,759 for the year ended June 30, 2016.

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, 2015 using generally accepted actuarial principles.

At June 30, 2016, Sage Montessori Charter School reported a liability of $1,412,692 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, 2015. The contribution amounts were defined by Section 22-11-21, NMSA 1978. At June 30, 2015, Sage Montessori Charter School's proportion was 0.02181%, which was an increase of 0.00116% from its proportion measured as of June 30, 2014. For the year ended June 30, 2016, Sage Montessori Charter School recognized pension expense of $124,746.

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

At June 30, 2016, 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	$ -	(26,190)
Changes in assumptions	48,590	-
Net difference between projected and actual earnings on pension plan investments	-	(6,359)
Changes in proportion	54,036	(3,047)
Fiscal year 2016 employer contributions	87,759	-
Total	$ 190,385	(35,596)

$87,759 reported as deferred outflows of resources related to pensions resulting from Sage Montessori Charter School contributions subsequent to the measurement date June 30, 2015 will be recognized as a reduction of the net pension liability in the year ended June 30, 2017. 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:	
2017	$ (13,604)
2018	(14,570)
2019	(19,235)
2020	(19,621)
Total	$ (67,030)

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

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 2015. 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	$ 1,900,871	1,412,692	1,002,570

Payables to the pension plan. At June 30, 2016, Sage Montessori Charter School owed $19,047 to ERB for fiscal year 2016 contributions.

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, 2016

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%	0.02%	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	1,413	-	-	-	-	-	-	-	-
School's Covered-Employee Payroll	$ 569	595	-	-	-	-	-	-	-	-
School's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered-Employee Payroll	206.96%	237.23%	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%	63.97%	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, 2015

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SAGE MONTESSORI CHARTER SCHOOL
SCHEDULE OF SCHOOL CONTRIBUTIONS
June 30, 2016

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	$ 98	88	-	-	-	-	-	-	-	-
Contributions in Relation to the Contractually Required Contribution	86	88	-	-	-	-	-	-	-	-
Contribution Deficiency (Excess)	$ 12	-	-	-	-	-	-	-	-	-

Increase (Decrease) in Pension Expense over Recognition Periods

Year	Total Amount Deferred	Amortization Years	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
2014	$ 129	5		$ 34	$ 34	$ 34	$ 27	-					
2015	$ (67)	5			(14)	(14)	(19)	(20)	-				
2016	-	5				-	-	-	-	-			
2017	-	5					-	-	-	-	-		
2018	-	5						-	-	-	-	-	
2019	-	5							-	-	-	-	-
2020	-	5								-	-	-	-
2021	-	5									-	-	-
2022	-	5										-	-
2023	-	5											-
	$ 62			$ 34	$ 20	20	8	(20)	-	-	-	-	-

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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 1,400,433	1,412,606	1,412,605	(1)
Total Revenues	1,400,433	1,412,606	1,412,605	(1)
EXPENDITURES				
Current:				
Instruction	829,125	796,336	776,764	19,572
Support Services:				
Students	53,086	109,092	93,382	15,710
Instruction	32,780	28,857	25,561	3,296
General Administration	24,840	74,169	73,000	1,169
School Administration	215,004	203,341	198,935	4,406
Central Services	78,812	115,515	105,618	9,897
Operation & Maintenance of Plant	166,786	152,463	125,874	26,589
Total Expenditures	1,400,433	1,479,773	1,399,134	80,639
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	(67,167)	13,471	80,638
Other Financing Sources (Uses):				
Designated Cash	-	67,167	-	(67,167)
Total Other Financing Sources (Uses):	-	67,167	-	(67,167)
Net Changes in Fund Balances	-	-	13,471	13,471
Cash or Fund Balances - Beginning of Year	-	-	26,488	26,488
Cash or Fund Balances - End of Year	$ -	-	39,959	39,959
Reconciliation to GAAP Basis:				
Net change in fund balance			$ 13,471	
Adjustments to Revenues			-	
Adjustments to Expenditures			(26,908)	
NET CHANGE IN FUND BALANCE			$ (13,437)	

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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 13,442	15,077	15,076	(1)
Total Revenues	13,442	15,077	15,076	(1)
EXPENDITURES				
Current:				
Instruction	13,442	21,914	2,580	19,334
Total Expenditures	13,442	21,914	2,580	19,334
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	(6,837)	12,496	19,333
Other Financing Sources (Uses):				
Designated Cash	-	6,837	-	(6,837)
Total Other Financing Sources (Uses):	-	6,837	-	(6,837)
Net Changes in Fund Balances	-	-	12,496	12,496
Cash or Fund Balances - Beginning of Year	-	-	6,837	6,837
Cash or Fund Balances - End of Year	$ -	-	19,333	19,333
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 12,496	
Adjustments to Revenues			-	
Adjustments to Expenditures			(8,067)	
NET CHANGE IN FUND BALANCE			$ 4,429	

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, 2016

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
REVENUES				
Federal Grant	$ 23,885	49,735	-	(49,735)
Total Revenues	23,885	49,735	-	(49,735)
EXPENDITURES				
Current:				
Instruction	23,885	49,735	25,433	24,302
Total Expenditures	23,885	49,735	25,433	24,302
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(25,433)	(25,433)
Net Changes in Fund Balances	-	-	(25,433)	(25,433)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(25,433)	(25,433)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (25,433)	
Adjustments to Revenues			25,433	
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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ 35,648	38,989	35,059	(3,930)
Total Revenues	35,648	38,989	35,059	(3,930)
EXPENDITURES				
Current:				
Instruction	30,648	31,211	31,211	-
Support Services:				
Students	5,000	7,778	7,778	-
Total Expenditures	35,648	38,989	38,989	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	(3,930)	(3,930)
Net Changes in Fund Balances	-	-	(3,930)	(3,930)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(3,930)	(3,930)
Reconciliation to GAAP Basis:				
Net change in fund balance			$ (3,930)	
Adjustments to Revenues			3,930	
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
Teacher Principal Training 24154
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ 5,234	11,830	675	(11,155)
Total Revenues	5,234	11,830	675	(11,155)
EXPENDITURES				
Current:				
Instruction	5,234	11,830	-	11,830
Total expenditures	5,234	11,830	-	11,830
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
Literacy for Children @ Risk PED 27107
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 7,082	7,082	-	(7,082)
Total Revenues	7,082	7,082	-	(7,082)
EXPENDITURES				
Current:				
Support Services:				
Instruction	7,082	7,082	3,333	3,749
Total Expenditures	7,082	7,082	3,333	3,749
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(3,333)	(3,333)
Net Changes in Fund Balances	-	-	(3,333)	(3,333)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(3,333)	(3,333)
Reconciliation to GAAP Basis:				
Net change in fund balance			$ (3,333)	
Adjustments to Revenues			3,333	
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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 50,000	50,000	30,882	(19,118)
Total Revenues	50,000	50,000	30,882	(19,118)
EXPENDITURES				
Current:				
Instruction	50,000	50,000	44,325	5,675
Total Expenditures	50,000	50,000	44,325	5,675
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(13,443)	(13,443)
Net Changes in Fund Balances	-	-	(13,443)	(13,443)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(13,443)	(13,443)
Reconciliation to GAAP Basis:				
Net change in fund balance			$ (13,443)	
Adjustments to Revenues			13,443	
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
Public School Capital Outlay 31200
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ -	161,975	155,981	(5,994)
Total Revenues	-	161,975	155,981	(5,994)
EXPENDITURES				
Capital Outlay	-	161,975	161,975	-
Total Expenditures	-	161,975	161,975	-
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(5,994)	(5,994)
Net Changes in Fund Balances	-	-	(5,994)	(5,994)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(5,994)	(5,994)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (5,994)	
Adjustments to Revenues			5,994	
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, 2016

Name of Depository	Security Type	CUSIP/ Security Number	Maturity Date	Fair Value June 30, 2016
N/A	N/A	N/A	N/A	$ -
				$ -

Total Cash per Schedule of Cash Accounts:	$ 148,387
Less: FDIC coverage:	(148,387)
Uninsured Public Funds:	-
Collateral Requirement:	-
Pledged Collateral Held by Pledging Financial Institution:	-
Balance Over Collateralized:	**$ -**
Balance Uninsured and Uncollateralized at June 30, 2016:	**$ -**

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sage Montessori Charter School
Schedule of Cash Accounts
June 30, 2016

Bank Account Type	Wells Fargo
Checking - Operational Account	$ 148,387
Total on Deposit	148,387
Reconciling Items	(39,567)
Reconciled Balance June 30, 2016	108,820
Less Agency Funds	(25,977)
Total Cash	$ 82,843

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, 2016

	Operational 11000	Instructional Materials 14000	Non-Instruct. Fund 23000	Federal Projects Account 24000
Cash, June 30, 2015	$ 92,913	6,837	13,851	-
Add:				
2015-16 revenues	1,412,605	15,076	23,268	35,734
Total Cash Available	1,505,518	21,913	37,119	35,734
Less:				
2015-16 expenditures	(1,399,134)	(2,580)	(11,142)	(64,422)
Receivables/Payables	(25,157)	-	-	(556)
Outstanding Loans	(41,302)	-	-	29,244
Cash June 30, 2016	39,925	19,333	25,977	-
Fund Balance Reconciliations to GAAP Basis:				
Audit reclassifications to cash	23,585	-	-	-
Cash Per Books	63,510	19,333	25,977	-
Fund Balance Reconciliation to GAAP Basis:				
Modified Accrual Adjustments	(50,459)	(8,067)	(25,977)	-
Fund Balance, Modified Accrual Basis	$ 13,051	11,266	-	-

The accompanying notes are an integral part of these financial statements

State Acccount 27000	Public School Capital Outlay 31200	Total
-	-	113,601
30,882	155,981	1,673,546
30,882	155,981	1,787,147
(47,658)	(161,975)	(1,686,911)
10,712	-	(15,001)
6,064	5,994	-
-	-	85,235
-	-	23,585
-	-	108,820
	Less - Agency Fund:	(25,977)
		$ 82,843
-	-	(84,503)
-	-	$ 24,317

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sandoval Academy for Bilingual Education
Statement of Net Position
June 30, 2016

ASSETS		
Current Assets:		
Cash and Cash Equivalents	$	39,743
Prepaid Expenditures		3,747
Receivables		
Due from Government		24,373
Total Current Assets		67,863
LIABILITIES		
Current Liabilities:		
Accounts Payable		9,519
Accrued Expenditures		42,028
Due to New Mexico Public Education Department		120,470
Total Current Liabilities		172,017
Total Liabilities		172,017
NET POSITION		
Restricted		11,592
Unrestricted (Deficit)		(115,746)
Total Net Position	$	(104,154)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sandoval Academy for Bilingual Education
Statement of Activities
For The Year Ended June 30, 2016

		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	$ 262,186	2,190	10,146	-	(249,850)
Support Services:					
Students	17,849	-	-	-	(17,849)
Instruction	13,644	-	-	-	(13,644)
General Administration	1,556	-	-	-	(1,556)
School Administration	142,335	-	-	-	(142,335)
Central Services	30,894	-	-	-	(30,894)
Operation & Maintenance of Plant	68,503	-	-	-	(68,503)
Other Support Services	5	-	-	-	(5)
Facilities Materials, Supplies & Other Services	81,766	-	-	88,350	6,584
Total Governmental Activities	$ 618,738	2,190	10,146	88,350	(518,052)
		General Revenues:			
		State Equalization Guarantee			$ 413,898
		Total General Revenues			413,898
		Change in Net Position			(104,154)
		Net position, Beginning			-
		Net position (Deficit), Ending			$ (104,154)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sandoval Academy for Bilingual Education
Balance Sheets - Governmental Funds
June 30, 2016

	Operational 11000	Instructional Materials 14000	IDEA-B Entitlement 24106	Public School Capital Outlay 31200	Total
ASSETS					
Cash and Cash Equivalents	$ 34,735	5,008	-	-	39,743
Prepaid Expenditures	3,747	-	-	-	3,747
Accounts Receivable					
Due from Government	-	-	2,286	22,087	24,373
Due from Other Funds	17,789	-	-	-	17,789
Total Assets	$ 56,271	5,008	2,286	22,087	85,652
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	$ 9,519	-	-	-	9,519
Accrued Expenditures	42,028	-	-	-	42,028
Due to Other Governments	120,470	-	-	-	120,470
Due to Other Funds	-	-	2,286	15,503	17,789
Total Liabilities	172,017	-	2,286	15,503	189,806
Fund Balances					
Fund Balance:					
Nonspendible:					
Prepaid Expenditures	3,747	-	-	-	3,747
Restricted for:					
Instruction	-	5,008	-	-	5,008
Capital Improvements	-	-	-	6,584	6,584
Unassigned (Deficit)	(119,493)	-	-	-	(119,493)
Total Fund Balance (Deficit)	(115,746)	5,008	-	6,584	(104,154)
Total Liabilities and Fund Balance	$ 56,271	5,008	2,286	22,087	85,652

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sandoval Academy for Bilingual Education
Reconciliation of the Balance Sheets of Governmental Funds to the Statement of Net Position
June 30, 2016

Fund Balance (Deficit) - Total Governmental Funds	**$ (104,154)**
Deficit-Total Governmental Activities	**$ (104,154)**

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sandoval Academy for Bilingual Education
Statement of Revenues, Expenditures, and Changes In Fund Balances (Deficit)
Governmental Funds
For The Year Ended June 30, 2016

	Operational 11000	Instructional Materials 14000	IDEA-B Entitlement 24106	Public School Capital Outlay 31200	Total
REVENUES					
State Grant	$ 413,898	7,030	-	88,350	509,278
Federal Grant	-	-	3,116	-	3,116
Charges for Services	2,140	-	-	-	2,140
Miscellaneous Income	50	-	-	-	50
Total Revenues	416,088	7,030	3,116	88,350	514,584
EXPENDITURES					
Current:					
Instruction	260,164	2,022	-	-	262,186
Support Services:					
Students	14,733	-	3,116	-	17,849
Instruction	13,644		-	-	13,644
General Administration	1,556	-	-	-	1,556
School Administration	142,335	-	-	-	142,335
Central Services	30,894	-	-	-	30,894
Other Support Services Operations	5	-	-	-	5
Operation & Maintenance of Plant	68,503	-	-	-	68,503
Capital Outlay	-	-	-	81,766	81,766
Total Expenditures	531,834	2,022	3,116	81,766	618,738
Net Changes in Fund Balance	(115,746)	5,008	-	6,584	(104,154)
Fund Balance - Beginning of Year	-	-	-	-	-
Fund Balance (Deficit) - End of Year	$ (115,746)	5,008	-	6,584	(104,154)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sandoval Academy for Bilingual Education
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, 2016

Net Change in Fund Balance (Deficit)-Total Governmental Funds	**$ (104,154)**
Change in Net Position-Total Governmental Activities	**$ (104,154)**

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sandoval Academy for Bilingual Education
Statement of Fiduciary Assets and Liabilities- Agency Funds
June 30, 2016

	Agency Funds
ASSETS	
Cash in Bank	$ 1,464
Total Assets	$ 1,464
LIABILITIES	
Deposits Held for Others	$ 1,464
Total Liabilities	$ 1,464

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sandoval Academy for Bilingual Education
Schedule of Changes in Assets and Liabilities - Agency Funds
For The Year Ended June 30, 2016

	Balance July 1, 2015	Additions	Deductions	Balance June 30, 2016
ASSETS				
Cash in Bank	$ -	1,484	(20)	1,464
Total Assets	$ -	1,484	(20)	1,464
LIABILITIES				
Deposits Held for Others	$ -	1,484	(20)	1,464
Total Liabilities	$ -	1,484	(20)	1,464

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 value 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. Sandoval Academy of Bilingual Education's capitalization policy (i.e., the dollar value above which the asset acquisitions are added to the capital accounts) is $5,000. The Sandoval Academy of Bilingual Education does not capitalize any interest with regard to its capital assets.

For fiscal year ended June 30, 2016, Sandoval Academy of Bilingual Education did not have any capital assets.

NOTE 2. COMMITMENTS AND LIABILITIES

The Sandoval Academy of Bilingual Education leased equipment and facilities under long-term non-cancelable operating leases. Rental expense for the year ended June 30, 2016 was $89,256. The Sandoval Academy of Bilingual Education's minimum future payments on this lease are as follows:

Year Ending June 30:		
2017	$	134,000
2018		180,000
2019		197,500
2020		212,500
Total	$	724,000

NOTE 3. OVERSPENT BUDGET LINE ITEMS

As stated in finding 2016-004, Sandoval Academy of Bilingual Education had expenditures in excess of the budget in the following funds:

Operational (11000)	
Instruction	$ 5,388
Support Services:	
Students	5,226
Instruction	10,214
General Administration	1,556
School Administration	5,889
Central Services	28,892
Other Support Services Operation	5
Operation & Maintenance	53,271
IDEA-B Entitlement (24106)	
Support Services:	
Students	$ 3,116

NOTE 4. DEFICIT FUND BALANCE

The following fund had a deficit fund balance at June 30, 2016:

Operational	$ 115,746

Sandoval Academy for Bilingual Education is addressing the negative fund balance and is planning on taking the appropriate action to eliminate the negative balance. The School plans on paying the amount due to New Mexico Public Education Department over the next six months after June 30, 2016 in monthly payments.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sandoval Academy for Bilingual Education
Schedule of Budgetary Comparisons - Budgetary Basis
Operational 11000
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 869,054	413,898	413,898	-
Charges for Services	-	1,723	2,190	467
Total Revenues	869,054	415,621	416,088	467
EXPENDITURES				
Current:				
Instruction	509,654	252,437	257,825	(5,388)
Support Services:				
Students	45,300	7,773	12,999	(5,226)
Instruction	12,000	-	10,214	(10,214)
General Administration	9,500	-	1,556	(1,556)
School Administration	143,600	136,296	142,185	(5,889)
Central Services	69,500	2,000	30,892	(28,892)
Other Support Services Operations	-	-	5	(5)
Operation & Maintenance of Plant	79,500	17,115	70,386	(53,271)
Total Expenditures	869,054	415,621	526,062	(110,441)
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	(109,974)	(109,974)
Net Changes in Fund Balances	-	-	(109,974)	(109,974)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(109,974)	(109,974)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues Over (Under) Expenditures			$ (109,974)	
Adjustments to Revenues			-	
Adjustments to Expenditures			(5,772)	
NET CHANGE IN FUND BALANCE			$ (115,746)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sandoval Academy for Bilingual Education
Schedule of Budgetary Comparisons - Budgetary Basis
Instructional Materials 14000
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 6,638	3,002	7,030	4,028
Total Revenues	6,638	3,002	7,030	4,028
EXPENDITURES				
Current:				
Instruction	6,638	3,002	2,022	980
Total Expenditures	6,638	3,002	2,022	980
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	5,008	5,008
Net Changes in Fund Balances	-	-	5,008	5,008
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	5,008	5,008
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 5,008	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ 5,008	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sandoval Academy for Bilingual Education
Schedule of Budgetary Comparisons - Budgetary Basis
IDEA-B Entitlement 24106
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ 21,868	6,148	830	(5,318)
Total Revenues	21,868	6,148	830	(5,318)
EXPENDITURES				
Current:				
Instruction	21,868	6,148	-	6,148
Support Services:				
Students	-	-	3,116	(3,116)
Total Expenditures	21,868	6,148	3,116	3,032
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(2,286)	(2,286)
Net Changes in Fund Balances	-	-	(2,286)	(2,286)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(2,286)	(2,286)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (2,286)	
Adjustments to Revenues			2,286	
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
Sandoval Academy for Bilingual Education
Schedule of Budgetary Comparisons - Budgetary Basis
Public School Capital Outlay 31200
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ -	88,350	66,263	(22,087)
Total Revenues	-	88,350	66,263	(22,087)
EXPENDITURES				
Capital Outlay	-	88,350	81,766	6,584
Total Expenditures	-	88,350	81,766	6,584
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(15,503)	(15,503)
Net Changes in Fund Balances	-	-	(15,503)	(15,503)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(15,503)	(15,503)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (15,503)	
Adjustments to Revenues			22,087	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ 6,584	

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sandoval Academy for Bilingual Education
Schedule of Collateral Pledged by Depository for Public Funds
June 30, 2016

Name of Depository	Security Type	CUSIP/ Security Number	Maturity Date	Fair Value June 30, 2016
N / A	N / A	N / A	N / A	$ -
				-
				-
				$ -

Total Cash per Schedule of Cash Accounts:	$	41,454
Less: FDIC coverage:		(41,454)
Uninsured Public Funds:		-
Collateral Requirement:		-
Pledged Collateral Held by Pledging Financial Institution:		-
Balance Over Collateralized:	**$**	**-**
Balance Uninsured and Uncollateralized at June 30, 2016:	**$**	**-**

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sandoval Academy for Bilingual Education
Schedule of Cash Accounts
June 30, 2016

Bank Account Type	Wells Fargo
Checking - Operational Account	$ 41,454
Total on Deposit	41,454
Reconciling Items	(247)
Reconciled Balance June 30, 2016	41,207
Less Agency Funds	(1,464)
Total Cash	$ 39,743

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sandoval Academy for Bilingual Education
Cash Reconciliation
June 30, 2016

	Operational 11000	Instructional Materials 14000	Non-Instruct. Fund 23000	Federal Projects Account 24000
Cash, June 30, 2015	$ -	-	-	-
Add:				
2015-16 revenues	416,088	7,030	1,484	830
Total Cash Available	416,088	7,030	1,484	830
Less:				
2015-16 expenditures	(526,062)	(2,022)	(20)	(3,116)
Receivables/Payables	162,498	-	-	-
Outstanding Loans	(17,789)	-	-	2,286
Cash June 30, 2016	34,735	5,008	1,464	-
Fund Balance Reconciliations to GAAP Basis:				
Audit reclassifications to cash	-	-	-	-
Cash Per Books	34,735	5,008	1,464	-
Fund Balance Reconciliation to GAAP Basis:				
Modified Accrual Adjustments	(150,481)	-	-	-
Fund Balance, Modified Accrual Basis	$ (115,746)	5,008	1,464	-

The accompanying notes are an integral part of these financial statements

Public School Capital Outlay 31200	Total
-	-
66,263	491,695
66,263	491,695
(81,766)	(612,986)
-	162,498
15,503	-
-	41,207
-	-
-	41,207
Less Agency Funds	(1,464)
	$ 39,743
6,584	(143,897)
6,584	(104,154)

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Statement of Net Position
June 30, 2016

ASSETS AND DEFERRED OUTFLOWS	
Current assets:	
Cash and Cash Equivalents	$ 774,248
Restricted cash	15,000
Receivables	
Due from Other Governments	416,427
Total current assets	1,205,675
Noncurrent assets:	
Capital Assets	
Construction in Progress	85,319
Vehicles	216,719
Furniture, Fixtures, and Equipment	247,807
Less: Accumulated Depreciation	(313,443)
Total Noncurrent Assets	236,402
Total Assets	1,442,077
Deferred Outflows - Pension Related	732,885
LIABILITIES AND DEFERRED INFLOWS	
Current Liabilities:	
Accounts Payable	3,989
Deferred Revenue	25,000
Current Portion of Compensated Absences	6,407
Total Current Liabilities	35,396
Noncurrent Liabilities:	
Compensated Absences	19,222
Net Pension Liability	3,550,829
Total Noncurrent Liabilities	3,570,051
Total Liabilities	3,605,447
Deferred Inflows - Pension Related	262,819
NET POSITION	
Investment in Capital Assets	236,402
Restricted	339,077
Unrestricted (Deficit)	(2,268,783)
Total Net Position	$ (1,693,304)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Statement of Activities
For The Year Ended June 30, 2016

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	$ 1,738,081	16,318	480,463	-	(1,241,300)
Support Services:					
Students	538,657	-	-	-	(538,657)
Instruction	-	-	-	-	-
General Administration	67,274	-	-	-	(67,274)
School Administration	330,264	-	-	-	(330,264)
Central Services	57,698	-	-	-	(57,698)
Operation & Maintenance of Plant	547,900	-	-	-	(547,900)
Operation of Non-Instructional Services	99,528	-	-	-	(99,528)
Community Services Operations	-	-	-	-	-
Other Support Services	-	-	-	-	-
Student Transportation	10,904	-	135,246	-	124,342
Facilities Materials, Supplies & Other Services	319,339	-	-	277,567	(41,772)
Total Governmental Activities	$ 3,709,645	16,318	615,709	277,567	(2,800,051)
			General Revenues:		
			State Equalization Guarantee		$ 3,220,716
			Miscellaneous		39,021
			Total General Revenues		3,259,737
			Change in Net Position		459,686
			Net Position, Beginning		(2,152,990)
			Net Position, Ending		$ (1,693,304)

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, 2016

	Operational 11000	Pupil Transportation 13000	Instructional Materials 14000	Title I IASA 24101
ASSETS				
Assets				
Cash and Cash Equivalents	$ 414,540	24,267	6,042	-
Restricted Cash	-	-	-	-
Accounts receivable				
Due from Government	366,963	11,451	-	14,416
Due from other funds	47,050	-	-	-
Total Assets	$ 828,553	35,718	6,042	14,416
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	$ 3,989	-	-	-
Unspent grant revenue	-	-	-	-
Due to other funds	-	-	-	15,996
Total Liabilities	3,989	-	-	15,996
Fund Balances				
Fund Balance (Deficit):				
Non Spendable				
Restricted for:				
Instruction	-	35,718	6,042	(1,580)
Capital improvements	-	-	-	-
Unassigned	824,564	-	-	-
Total Fund Balance	824,564	35,718	6,042	(1,580)
Total Liabilities and Fund Balance	$ 828,553	35,718	6,042	14,416

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120	Teacher Principal Training 24154	Title XIX Medicaid 25153	Dual Credit 27103	2012 GO Bonds 27107
-	-	-	1,860	-	-
-	-	-	-	-	-
17,428	-	6,123	-	-	-
-	-	-	-	-	-
17,428	-	6,123	1,860	-	-
-	-	-	-	-	-
-	-	-	-	-	
24,885	-	6,123	-	-	-
24,885	-	6,123	-	-	-
(7,457)	-	-	1,860	-	-
-	-	-	-	-	-
-	-	-	-	-	-
(7,457)	-	-	1,860	-	-
17,428	-	6,123	1,860	-	-

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Balance Sheets - Governmental Funds (Continued)
June 30, 2016

	2013 Robotics 27116	Workforce Readiness 27179	Early College High School 27180	Public Schools Capital Outlay 31200
ASSETS				
Assets				
Cash and Cash Equivalents	$ -	-	-	-
Restricted Cash	-	-	-	-
Accounts receivable				
Due from Government	-	46	-	-
Due from other funds	-	-	-	-
Total Assets	$ -	46	-	-
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	$ -	-	-	-
Unspent grant revenue	-	-	-	-
Due to other funds	-	46	-	-
Total Liabilities	-	46	-	-
Fund Balances				
Fund Balance (Deficit):				
Non Spendable				
Restricted for:				
Instruction	-	-	-	-
Capital improvements	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balance	-	-	-	-
Total Liabilities and Fund Balance	$ -	46	-	-

The accompanying notes are an integral part of these financial statements

Special Capital Outlay 31400	HB 33 Capital Outlay 31600	SB 9 Capital Improvements 31700	Foundation	Total Government
60,900	212,496	31,098	23,045	774,248
-	-	-	15,000	15,000
-	-	-	-	416,427
-	-	-	-	47,050
60,900	212,496	31,098	38,045	1,252,725
-	-	-	-	3,989
-	-	-	25,000	25,000
-	-	-	-	47,050
-	-	-	25,000	76,039
-	-	-	-	34,583
60,900	212,496	31,098	-	304,494
-	-	-	13,045	837,609
60,900	212,496	31,098	13,045	1,176,686
60,900	212,496	31,098	38,045	1,252,725

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, 2016

Fund balances - Total Governmental Funds		**$ 1,176,686**
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	549,845	
Accumulated depreciation	(313,443)	
		236,402
Defined benefit pension plan deferred outflows are not financial resources and, therefore, are not reported in the funds.		732,885
Compensated absences are not due in the current period and, therefore, are not reported in the funds.		(25,629)
The net pension liability is not due and payable in the current period and, therefore, is not reported in the funds		(3,550,829)
Defined benefit pension plan deferred inflows are not due and payable in the current period and, therefore, are not reported in the funds.		(262,819)
Net Position-Total Governmental Activities		**$ (1,693,304)**

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficit)
Governmental Funds
For The Year Ended June 30, 2016

	Operational 11000	Pupil Transportation 13000	Instructional Materials 14000	Title I IASA 24101
Revenues:				
Property Taxes	$ -	-	-	-
State grant	3,220,716	135,246	26,950	-
Federal grant	-	-	-	47,659
Charges for services	16,318	-	-	-
Miscellaneous	27,599	-	-	-
Total Revenues	3,264,633	135,246	26,950	47,659
Expenditures:				
Current:				
Instruction	1,552,063	-	40,567	49,239
Support Services:				
Students	304,723	-	-	-
General Administration	42,239	-	-	-
School Administration	325,580	-	-	-
Central Services	57,698	-	-	-
Operation & Maintenance of Plant	547,900	-	-	-
Student Transportation	-	99,528	-	-
Community Services	10,386	-	-	-
Capital outlay	-	-	-	-
Total expenditures	2,840,589	99,528	40,567	49,239
Net Changes in Fund Balances	424,044	35,718	(13,617)	(1,580)
Fund Balances (Deficit) - Beginning of Year	400,520	-	19,660	-
Fund Balances (Deficit) - End of Year	$ 824,564	35,718	6,043	(1,580)

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120	Teacher Principal Training 24154	Title XIX Medicaid 25153	Dual Credit 27103
-	-	-	-	-
-	-	-	6,438	3,112
74,486	-	15,428	-	-
-	-	-	-	-
-	-	-	-	-
74,486	-	15,428	6,438	3,112
-	-	15,428	-	3,112
80,443	-	-	11,841	-
1,500	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
81,943	-	15,428	11,841	3,112
(7,457)	-	-	(5,403)	-
-	-	-	7,263	-
(7,457)	-	-	1,860	-

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, 2016

	2012 Go Bonds 27107	2013 Robotics 27116	Workforce Readiness 27179	Early College High School 27180
Revenues:				
Property Taxes	$ -	-	-	-
State grant	-	286	125,000	-
Federal grant	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	-	286	125,000	-
Expenditures:				
Current:				
Instruction	-	286	-	-
Support Services:				
Students	-	-	125,000	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation		-	-	-
Community Services	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	-	286	125,000	-
Net Changes in Fund Balances	-	-	-	-
Fund Balances (Deficit) - Beginning of Year	-	-	-	-
Fund Balances (Deficit) - End of Year	$ -	-	-	-

The accompanying notes are an integral part of these financial statements

Public Schools Capital Outlay 31200	Special Capital Outlay 31400	HB 33 Capital Outlay 31600	SB 9 Capital Improvements 31700	Foundation	Total Government
-	-	160,214	20,890	-	181,104
277,567	-	-	-	-	3,795,315
-	-	-	-	-	137,573
-	-	-	-	-	16,318
-	-	-	-	11,422	39,021
277,567	-	160,214	20,890	11,422	4,169,331
-	-	-	-	-	1,660,695
-	-	-	-	3,398	525,405
-	-	-	-	1,250	44,989
-	-	-	-	-	325,580
-	-	-	-	-	57,698
-	-	-	-	-	547,900
-	-	-	-	-	99,528
-	-	-	-	-	10,386
277,567	-	-	32,566	86,319	396,452
277,567	-	-	32,566	90,967	3,668,633
-	-	160,214	(11,676)	(79,545)	500,698
-	60,900	52,282	42,774	92,590	675,989
-	60,900	212,496	31,098	13,045	1,176,687

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, 2016

Net change in Fund Balances-Total Governmental Funds		**$ 500,698**
Amounts reported for governmental activities in the Statement of Activities are different because:		
Change in compensated absences		(3,577)
Change in net pension liability		(95,011)
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	86,318	
Depreciation Expense	(28,742)	
		57,576
Change in Net Position-Total Governmental Activities		**$ 459,686**

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, 2016

	Agency Funds
ASSETS	
Cash in Bank	$ 16,426
Total Assets	$ 16,426
LIABILITIES	
Deposits Held for Others	$ 16,426
Total Liabilities	$ 16,426

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, 2016

	Balance July 1, 2015	Additions	Deductions	Balance June 30, 2016
ASSETS				
Cash in Bank	$ 11,027	30,555	(25,156)	16,426
Total Assets	$ 11,027	30,555	(25,156)	16,426
LIABILITIES				
Deposits Held for Others	$ 11,027	30,555	(25,156)	16,426
Total Liabilities	$ 11,027	30,555	(25,156)	16,426

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, 2016 follows:

	Balance June 30, 2015	Additions	Deletions	Balance June 30, 2016
Capital Assets not being Depreciated:				
Construction in progress	$ -	85,319	-	85,319
Total	-	85,319	-	85,319
Capital Assets being Depreciated:				
Furniture, fixtures and equipment	247,807	1,000	-	248,807
Vehicles	215,719	-	-	215,719
Total	463,526	1,000	-	464,526
Less: Accumulated Depreciation	(284,701)	(28,742)	-	(313,443)
Total	178,825	(27,742)	-	151,083
Capital Assets, Net	$ 178,825	57,577	-	236,402

Depreciation expensed for the year ended June 30, 2016 was expensed to the following functions:

Instruction	$ 5,709
School Administration	12,021
Operation & Maintenance of Plant	1,806
Capital Outlay	9,205
Total	$ 28,742

NOTE 3. COMMITMENTS AND LIABILITIES

SODA leased buildings and equipment under short-term cancelable operating leases. Rental expense for the year ended June 30, 2016 was $543,311. SODA's minimum future payments on these leases are as follows:

Year Ending June 30:		
2017	$	141,874
2018		2,912
2019		70
2020		-
Total minimum lease payments	$	144,856

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, 2016, 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 $214,426 for the year ended June 30, 2016.

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, 2014. The total ERB pension liability was rolled forward from the valuation date to the Plan year ending June 30, 2015, using generally accepted actuarial principles. Therefore, the employer's portion was established as of the measurement date June 30, 2015. At June 30, 2016, SODA reported a liability of $3,550,837 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, 2015. The contribution amounts were defined by Section 22-11-21, NMSA 1978. At June 30, 2015, SODA's proportion was 0.05482% percent, which was an increase of 0.00842% from its proportion measured as of June 30, 2014.

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

For the year ended June 30, 2016, SODA recognized pension expense of $309,455. 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	-	(65,875)
Changes in assumptions	122,132	-
Net difference between projected and actual earnings on pension plan investments	-	(15,983)
Changes in proportion and differences between SODA contributions and proportionate share of contributions	396,387	(180,961)
SODA contributions subsequent to the measurement date	214,366	-
Total	$ 732,885	(262,819)

The amount of $214,366 reported as deferred outflows of resources related to pensions resulting from SODA's contributions subsequent to the measurement date June 30, 2015 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:	
2017	$ (31,243)
2018	(44,735)
2019	(130,444)
2020	(49,278)
Total	$ (255,700)

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 2015. 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.

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

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
SODA's proportionate share of the net pension liability	$ 4,777,889	3,550,837	2,519,986

Payables to the pension plan. SODA did not accrue any payables for the pension plan at June 30, 2016. All 10-month teacher contracts for the school year are paid in full by fiscal year end.

NOTE 5. DEFICIT FUND BALANCE

The following funds had a deficit balance at June 30, 2016:

24101 Title 1 IASA	$	1,580
24106 IDEA-B Entitlement		7,457
	$	6,337

School of Dreams Academy is addressing the negative fund balances and is planning on taking the appropriate actions to eliminate the negative balances.

NOTE 6. OVERSPENT BUDGET LINE ITEMS

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

Operational (11000)	
Instruction	$ (4,506)

NOTE 7. RELATED PARTIES

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
SCHEDULE OF THE SCHOOL'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
June 30, 2016

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%	0.05%	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	2,520	-	-	-	-	-	-	-	-
School's Covered-Employee Payroll	$ 1,278	1,497	-	-	-	-	-	-	-	-
School's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered-Employee Payroll	206.96%	168.34%	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%	63.97%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

*These amounts presented for each fiscal year were determined as of June 30, 2015

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
SCHEDULE OF SCHOOL CONTRIBUTIONS
June 30, 2016

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	247	-	-	-	-	-	-	-	-
Contributions in Relation to the Contractually Required Contribution	168	217	-	-	-	-	-	-	-	-
Contribution Deficiency (Excess)	$ -	30	-	-	-	-	-	-	-	-

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	$ 255	5			31	45	130	49	-			
2016	-	5				-	-	-	-	-		
2017	-	5					-	-	-	-	-	
2018	-	5						-	-	-	-	-
2019	-	5							-	-	-	-
2020	-	5								-	-	-
2021	-	5									-	-
2022	-	5										-
2023	-	5										
	$ 812			$ 170	201	202	190	49	-	-	-	-

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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State grant	$ 2,846,685	2,853,753	2,853,753	-
Charges for services	-	-	16,318	16,318
Miscellaneous	-	-	18,684	18,684
Total Revenues	2,846,685	2,853,753	2,888,755	35,002
Expenditures:				
Current:				
Instruction	1,540,334	1,547,402	1,551,908	(4,506)
Support Services:				
Students	366,952	327,269	304,723	22,546
General Administration	62,000	70,840	42,239	28,601
School Administration	341,603	346,891	325,580	21,311
Central Services	58,500	58,500	57,698	802
Operation & Maintenance of Plant	665,425	690,980	543,911	147,069
Community Services	14,907	14,907	10,386	4,521
Total Expenditures	3,049,721	3,056,789	2,836,445	220,344
Excess (Deficiency) of Revenues Over (Under) Expenditures	(203,036)	(203,036)	52,310	255,346
Net Changes in Fund Balances	(203,036)	(203,036)	52,310	255,346
Cash or Fund Balances - Beginning of Year	-	-	407,700	407,700
Cash or Fund Balances - End of Year	$ (203,036)	(203,036)	460,010	663,046
Reconciliation to GAAP Basis:				
Excess Revenues Over (Under) Expenditures			$ 52,310	
Adjustments to Revenues			366,963	
Adjustments to Expenditures			4,771	
NET CHANGE IN FUND BALANCE			$ 424,044	

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
Pupil Transportation 13000
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State grant	$ -	123,795	135,246	11,451
Total Revenues	-	123,795	135,246	11,451
Expenditures:				
Current:				
Support Services:				
Student Transportation	-	123,795	99,528	24,267
Total Expenditures	-	123,795	99,528	24,267
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	35,718	35,718
Net Changes in Fund Balances	-	-	35,718	35,718
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	35,718	35,718

Reconciliation to GAAP Basis:

Excess Revenues Over (Under) Expenditures	$ 35,718
Adjustments to Revenues	-
Adjustments to Expenditures	-
NET CHANGE IN FUND BALANCE	$ 35,718

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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State grant	$ 20,909	24,430	26,950	2,520
Total Revenues	20,909	24,430	26,950	2,520
Expenditures:				
Current:				
Instruction	40,568	44,089	40,567	3,522
Total Expenditures	40,568	44,089	40,567	3,522
Excess (deficiency) of Revenues Over (Under) Expenditures	(19,659)	(19,659)	(13,617)	6,042
Net Changes in Fund Balances	(19,659)	(19,659)	(13,617)	6,042
Cash or Fund Balances - Beginning of Year	-	-	19,660	19,660
Cash or fund balances - End of Year	$ (19,659)	(19,659)	6,043	25,702
Reconciliation to GAAP Basis:				
Excess Revenues Over (Under) Expenditures			$ (13,617)	
Adjustments to Revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			$ (13,617)	

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, 2016

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Revenues:				
Federal grant	$ 47,270	113,599	47,659	(65,940)
Total Revenues	47,270	113,599	47,659	(65,940)
Expenditures:				
Current:				
Instruction	47,270	113,599	49,239	64,360
Total Expenditures	47,270	113,599	49,239	64,360
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	(1,580)	(1,580)
Net Changes in Fund Balances	-	-	(1,580)	(1,580)
Cash or Fund Balances - Beginning of Year	-	-	(11,606)	(11,606)
Cash or Fund Balances - End of Year	$ -	-	(13,186)	(13,186)
Reconciliation to GAAP Basis:				
Excess Revenues Over (Under) Expenditures			$ (1,580)	
Adjustments to Revenues			-	
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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
Federal Grant	$ 51,909	121,539	74,486	(47,053)
Total Revenues	51,909	121,539	74,486	(47,053)
Expenditures:				
Current:				
Instruction	1,909	1,909	-	1,909
Support Services:				
Students	48,000	117,630	80,443	37,187
General Administration	2,000	2,000	1,500	500
Total expenditures	51,909	121,539	81,943	39,596
Excess (Deficiency) of revenues Over (Under) Expenditures	-	-	(7,457)	(7,457)
Net Changes in Fund Balances	-	-	(7,457)	(7,457)
Cash or fund Balances - Beginning of Year	-	-	(3,141)	(3,141)
Cash or fund Falances - End of Year	$ -	-	(10,598)	(10,598)
Reconciliation to GAAP Basis:				
Excess Revenues Over (Under) Expenditures			$ (7,457)	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ (7,457)	

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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
Federal Grant	$ -	73	-	(73)
Total Revenues	-	73	-	(73)
Expenditures:				
Current:				
Support Services:				
Students	-	73	-	73
Total expenditures	-	73	-	73
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
Teacher Principal Training 24154
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
Federal Grant	$ 12,712	29,365	20,283	(9,082)
Total Revenues	12,712	29,365	20,283	(9,082)
Expenditures:				
Current:				
Instruction	12,712	29,365	15,428	13,937
Support Services:				
Total Expenditures	12,712	29,365	15,428	13,937
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	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	4,855	4,855
Reconciliation to GAAP Basis:				
Excess Revenues Over (Under) Expenditures			$ 4,855	
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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State Grant	$ 13,000	13,000	6,438	(6,562)
Total Revenues	13,000	13,000	6,438	(6,562)
Expenditures:				
Current:				
Support Services:				
Students	13,000	13,000	11,841	1,159
Total Expenditures	13,000	13,000	11,841	1,159
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	(5,403)	(5,403)
Other Financing Sources (Uses):				
Designated Cash	-	-	-	-
Total Other Financing Sources (Uses):	-	-	-	-
Net Changes in Fund Balances	-	-	(5,403)	(5,403)
Cash or Fund Balances - Beginning of Year	-	-	7,263	7,263
Cash or Fund Falances - End of Year	$ -	-	1,860	1,860
Reconciliation to GAAP Basis:				
Excess Revenues Over (Under) Expenditures			$ (5,403)	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ (5,403)	

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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State Grant	$ -	3,661	3,112	(549)
Total Revenues	-	3,661	3,112	(549)
Expenditures:				
Current:				
Instruction	-	3,661	3,112	549
Total Expenditures	-	3,661	3,112	549
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
2012 GO Bonds 27107
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State Grant	$ 4,019	4,019	-	(4,019)
Total Revenues	4,019	4,019	-	(4,019)
Expenditures:				
Current:				
Support Services:				
Students	4,019	4,019	-	4,019
Total Expenditures	4,019	4,019	-	4,019
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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State Grant	$ 286	286	286	-
Total Revenues	286	286	286	-
Expenditures:				
Current:				
Instruction	286	286	286	-
Total Expenditures	286	286	286	-
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
Workforce Readiness 27179
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State Grant	$ -	125,000	125,000	-
Total Revenues	-	125,000	125,000	-
Expenditures:				
Current:				
Support Services:				
Students	-	125,000	125,000	-
Total Expenditures	-	125,000	125,000	-
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
Early College High School - 27180
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
Total Revenues	$ -	-	-	-
Expenditures:				
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-
Net Changes in Fund Balances	-	-	-	-
Cash or Fund Balances - Beginning of Year	-	-	(102,109)	(102,109)
Cash or Fund Balances - End of Year	$ -	-	(102,109)	(102,109)
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
Public Schools Capital Outlay 31200
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State Grant	$ -	277,567	277,567	-
Total Revenues	-	277,567	277,567	-
Expenditures:				
Current:				
Capital outlay	-	277,567	277,567	-
Total Expenditures	-	277,567	277,567	-
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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
Total Revenues	$ -	-	-	-
Expenditures:				
Current:				
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-
Net Changes in Fund Balances	-	-	-	-
Cash or Fund Balances - Beginning of Year	-	-	60,900	60,900
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			$ -	

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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
Property Taxes	$ 102,034	102,034	160,214	58,180
Total Revenues	102,034	102,034	160,214	58,180
Expenditures:				
Current:				
Capital Outlay	216,074	216,074	-	216,074
Total Expenditures	216,074	216,074	-	216,074
Excess (Deficiency) of Revenues Over (Under) Expenditures	(114,040)	(114,040)	160,214	274,254
Net Changes in Fund Balances	(114,040)	(114,040)	160,214	274,254
Cash or Fund Balances - Beginning of Year	-	-	52,282	52,282
Cash or Fund Balances - End of Year	$ (114,040)	(114,040)	212,496	326,536
Reconciliation to GAAP Basis:				
Excess revenues over (under) expenditures			$ 160,214	
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			$ 160,214	

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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
Property Taxes	$ 127,537	127,537	20,890	(106,647)
Prior Year Balances	20,890	20,890	-	(20,890)
Total Revenues	148,427	148,427	20,890	(127,537)
Expenditures:				
Current:				
Capital Outlay	148,427	148,427	32,566	115,861
Total Expenditures	148,427	148,427	32,566	115,861
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	(11,676)	(11,676)
Other Financing Sources (Uses):				
Designated Cash			-	-
Total Other Financing Sources (Uses):	-	-	-	-
Net Changes in Fund Balances	-	-	(11,676)	(11,676)
Cash or Fund Balances - Beginning of Year	-	-	42,774	42,774
Cash or Fund Balances - End of Year	$ -	-	31,098	31,098
Reconciliation to GAAP Basis:				
Excess Revenues Over (Under) Expenditures			$ (11,676)	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ (11,676)	

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, 2016

Name of Depository	Security Type	CUSIP/ Security Number	Maturity Date	Fair Value June 30, 2016
The Bank of New York Mellon	FNMA	3138E04T3	2/1/2042	$ 448,091
				$ 448,091

Total cash in bank per Schedule of Cash Accounts:	$ 858,196
Less: FDIC coverage:	(250,000)
Uninsured public funds:	608,196
Collateral requirement:	304,098
Pledged collateral held by pledging financial institution:	448,091
Balance over-collateralized:	**$ 143,993**
Balance uninsured and uncollateralized at June 30, 2016:	**$ 160,105**

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Schedule of Cash Accounts
June 30, 2016

Bank Account Type	Wells Fargo
Checking - Operational Account	$ 858,196
Total on Deposit	858,196
Reconciling Items	(90,567)
Reconciled Balance June 30, 2016	767,629
Less Agency Funds	(16,426)
Total Cash	$ 751,203

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, 2016

	Operational 11000	Instructional Transportation 13000	Instructional Materials 14000	Non Instruct Fund 23000	Federal Flowthrough 24000
Cash, June 30, 2015	$ 407,700	-	19,660	11,025	(14,747)
Add:					
2015-16 revenues	2,888,755	123,795	26,950	30,555	112,620
Total Cash Available	3,296,455	123,795	46,610	41,580	97,873
Less:					
2015-16 expenditures	(2,836,492)	(99,528)	(40,568)	(25,156)	(145,031)
Recievables/Payables	1,735	-	-		-
Outstanding Loans	(47,204)	-	-	-	47,158
Cash June 30, 2016	414,494	24,267	6,042	16,424	-
Fund Balance Reconciliations to GAAP Basis:					
Audit reclassifications to cash	46	-	-	-	-
Cash per Books	414,540	24,267	6,042	16,424	-
Fund Balance (Deficit) Reconciliation to GAAP Basis:					
Modified Accrual Adjustments	410,024	11,451	-	(16,424)	(9,037)
Fund Balance (Deficit), Modified Accrual Basis	$ 824,564	35,718	6,042	-	(9,037)

*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

Federal Direct 25000	State Flowthrough 27000	Public School Capital Outlay 31200	Special Capital Outlay-State 31400	Capital Improv. HB 33 31600	Capital Improv. SB 9 31700	Total
7,263	(102,109)	-	60,900	52,282	42,774	484,748
6,439	230,461	277,566	-	160,214	20,890	3,878,245
13,702	128,352	277,566	60,900	212,496	63,664	4,362,993
(11,842)	(128,398)	(277,566)	-	-	(32,566)	(3,597,147)
-	-	-	-	-	-	1,735
-	46	-	-	-	-	-
1,860	-	-	60,900	212,496	31,098	767,581
-	-	-	-	-	-	46
1,860	-	-	60,900	212,496	31,098	767,627
					Foundation:	38,045
					Agency:	(16,426)
					Total cash per books:	$ 789,246
-	-	-	-	-	-	396,014
1,860	-	-	60,900	212,496	31,098	1,163,641
					Foundation:	13,045
					Total Fund Balance (Deficit), Modified Accrual Basis:	$ 1,176,686

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
Statement of Net Position
June 30, 2016

ASSETS AND DEFERRED OUTFLOWS	
Current Assets:	
Cash and Cash Equivalents	$ 126,010
Receivables	
Due from Other Governments	110,795
Deposits	25,125
Total Current Assets	261,930
Noncurrent Assets:	
Capital Assets	
Furniture, Fixtures, and Equipment	6,344
Less: Accumulated Depreciation	(6,344)
Total Noncurrent Assets	-
Total Assets	261,930
Deferred Outflows - Pension Related	211,204
LIABILITIES AND DEFERRED INFLOWS	
Current Liabilities:	
Accounts Payable	16,065
Accrued Liabilities	52,487
Compensated Absences	1,854
Total Current Liabilities	70,406
Noncurrent Liabilities:	
Net Pension Liability	1,596,646
Total Noncurrent Liabilities	1,596,646
Total Liabilities	1,667,052
Deferred Inflows - Pension Related	91,383
NET POSITION	
Restricted	105,073
Unrestricted (Deficit)	(1,390,374)
Total Net Position	$ (1,285,301)

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, 2016

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	$ 854,898	-	164,121	-	(690,777)
Support Services:					
Students	94,313	-	-	-	(94,313)
Instruction	2,657	-	-	-	(2,657)
General Administration	21,348	-	-	-	(21,348)
School Administration	219,480	-	-	-	(219,480)
Central Services	95,114	-	-	-	(95,114)
Operation & Maintenance of Plant	118,854	-	-	-	(118,854)
Food Services	98,908	1,913	92,815	-	(4,180)
Facilities Materials, Supplies & Other Services	134,216	-	-	99,177	(35,039)
Total Governmental Activities	$ 1,639,788	1,913	256,936	99,177	(1,281,762)
		General Revenues:			
		Property Taxes			$ 45,511
		State Equalization Guarantee			1,195,559
		Total General Revenues			1,241,070
		Change in Net Position			(40,692)
		Net Position (Deficit), Beginning of Year			(1,244,609)
		Net Position (Deficit), Ending			$ (1,285,301)

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, 2016

	Operational 11000	Instructional Materials 14000	Food Services 21000	Title I IASA 24101
ASSETS				
Cash and Cash Equivalents	$ 46,626	1,032	-	-
Accounts Receivable				
Due from Government	-	-	-	25,809
Due from Other Funds	102,039	-	-	-
Deposits	-	-	-	-
Total Assets	$ 148,665	1,032	-	25,809
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	$ 16,065	-	-	-
Accrued Expenditures	42,908	-	-	4,088
Unspent Grant Revenue	-	-	-	-
Due to Other Funds	-	-	-	21,721
Total Liabilities	58,973	-	-	25,809
Fund Balances (Deficit)				
Fund Balance:				
Nonspendible:				
Deposits	-	-	-	-
Restricted for:				
Instruction	-	1,032	-	-
Capital Improvements	-	-	-	-
Assigned to:				
Subsequent Years Expenditures and Other Programs	89,692	-	-	-
Unassigned (Deficit)	-	-	-	-
Total Fund Balance (Deficit)	89,692	1,032	-	-
Total Liabilities and Fund Balances	$ 148,665	1,032	-	25,809

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	Teacher Principal Training 24154	Medicaid Ancillary 25152	Elementary & Middle School Initiative 26177
-	-	-	-	1,200	-
4,692	-	-	-	-	9,200
-	-	-	-	-	-
-	-	25,125	-	-	-
4,692	-	25,125	-	1,200	9,200
-	-	-	-	-	-
776	-	-	-	-	41
-	-	-	-	-	-
3,916	-	-	1,284	-	9,159
4,692	-	-	1,284	-	9,200
-	-	25,125	-	-	-
-	-	-	-	1,200	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	(1,284)	-	-
-	-	25,125	(1,284)	1,200	-
4,692	-	25,125	-	1,200	9,200

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
Balance Sheets - Governmental Funds - (Continued)
June 30, 2016

	Robot Systems 27115	After School and Summer Enrichment 27168	NM Meal Program 27183	Public School Capital Outlay 31200
ASSETS				
Cash and Cash Equivalents	$ 16	-	-	-
Accounts Receivable				
Due from Government	-	46,448	-	24,646
Due from Other Funds	-	-	-	-
Deposits	-	-	-	-
Total Assets	$ 16	46,448	-	24,646
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	$ -	-	-	-
Accrued Expenditures	16	4,658	-	-
Unspent Grant Revenue	-	-	-	-
Due to Other Funds	-	41,790	103	24,066
Total Liabilities	16	46,448	103	24,066
Fund Balances (Deficit)				
Fund Balance:				
Nonspendible:				
Deposits	-	-	-	-
Restricted for:				
Instruction	-	-	-	-
Capital Improvements	-	-	-	580
Assigned to:				
Subsequent Years Expenditures and Other Programs	-	-	-	-
Unassigned (Deficit)	-	-	(103)	-
Total Fund Balance (Deficit)	-	-	(103)	580
Total Liabilities and Fund Balances	$ 16	46,448	-	24,646

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

SB-9 Capital Improvements 31700	Total
77,136	126,010
-	110,795
-	102,039
-	25,125
77,136	363,969
-	16,065
-	52,487
-	-
-	102,039
-	170,591
-	25,125
-	2,232
77,136	77,716
-	89,692
-	(1,387)
77,136	193,378
77,136	363,969

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, 2016

Fund Balance - Total Governmental Funds		**$ 193,378**
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.		211,204
Long-term liabilities are not due in the current period and, therefore are not reported in the funds.		
Compensated absences		(1,854)
The net pension liability is not due and payable in the current period and, therefore, is not reported in the funds.		(1,596,646)
Defined benefit pension plan deferred inflows are not due and payable in the current period and, therefore, are not reported in the funds.		(91,383)
Net Position (Deficit) - Total Governmental Activities		**$ (1,285,301)**

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, 2016

	Operational 11000	Instructional Materials 14000	Food Services 21000	Title I IASA 24101
REVENUES				
Property Taxes	$ -	-	-	-
Local & County Grant	1,414	-	-	25,809
State Grant	1,195,559	10,222	-	-
Federal Grant	-	-	92,815	34,418
Charges for Services	-	-	1,913	-
Total Revenues	1,196,973	10,222	94,728	60,227
EXPENDITURES				
Current:				
Instruction	674,960	24,318	-	60,228
Support Services:				
Students	64,822	-	-	-
Instruction	2,657	-	-	-
General Administration	20,898	-	-	-
School Administration	212,399	-	-	-
Central Services	95,114	-	-	-
Operation & Maintenance of Plant	118,777	-	-	-
Food Services Operations	322	-	98,483	-
Capital Outlay	-	-	-	-
Total Expenditures	1,189,949	24,318	98,483	60,228
Net Changes in Fund Balances	7,024	(14,096)	(3,755)	(1)
Fund Balances - Beginning of Year	82,668	15,128	3,755	1
Fund Balances (Deficit) - End of Year	$ 89,692	1,032	-	-

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	Teacher Principal Training 24154	Medicaid Ancillary 25152	Elementary & Middle School Initiative 26177
-	-	-	-	-	-
4,692	-	-	-	-	9,200
-	-	-	-	1,926	-
19,836	-	-	10,156	-	-
-	-	-	-	-	-
24,528	-	-	10,156	1,926	9,200
-	-	-	11,140	-	9,200
24,529	-	-	-	2,698	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	300	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
24,529	-	-	11,440	2,698	9,200
(1)	-	-	(1,284)	(772)	-
1	-	25,125	-	1,972	-
-	-	25,125	(1,284)	1,200	-

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, 2016

	Robot Systems 27115	After School and Summer Enrichment 27168	NM School Meal Program 27183	Public School Capital Outlay 31200
REVENUES				
Property Taxes	$ -	-	-	-
Local & County Grant	-	46,448	-	584
State Grant	-	-	-	98,593
Federal Grant	-	-	-	-
Charges for Services	-	-	-	-
Total Revenues	-	46,448	-	99,177
EXPENDITURES				
Current:				
Instruction	-	46,448	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Food Services Operations	-	-	103	-
Capital Outlay	-	-	-	98,597
Total Expenditures	-	46,448	103	98,597
Net Changes in Fund Balances	-	-	(103)	580
Fund Balances - Beginning of Year	-	-	-	-
Fund Balances (Deficit) - End of Year	$ -	-	(103)	580

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

SB-9 Capital Improvements 31700	Total
45,511	45,511
-	88,147
-	1,306,300
-	157,225
-	1,913
45,511	1,599,096
-	826,294
-	92,049
-	2,657
450	21,348
-	212,699
-	95,114
-	118,777
-	98,908
35,619	134,216
36,069	1,602,062
9,442	(2,966)
67,694	196,344
77,136	193,378

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory 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, 2016

Net Change in Fund Balance - Total Governmental Funds	**$**	**(2,966)**
Amounts reported for governmental activities in the Statement of Activities are different because:		
Change in Compensated Absences		(1,854)
Changes in deferred outflows resources-pension related, deferred inflows of resources-pension related and the net pension liability		(35,872)
Change in Net Position - Total Governmental Activities	**$**	**(40,692)**

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
Statement of Fiduciary Assets and Liabilities - Agency Funds
June 30, 2016

	Agency Funds
ASSETS	
Cash in Bank	$ 22
Total Assets	$ 22
LIABILITIES	
Deposits Held for Others	$ 22
Total Liabilities	$ 22

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, 2016

	Balance July 1, 2015	Additions	Deductions	Balance June 30, 2016
ASSETS				
Cash in Bank	$ 5,027	39,534	(44,539)	22
Total Assets	$ 5,027	39,534	(44,539)	22
LIABILITIES				
Deposits Held for Others	$ 5,027	39,534	(44,539)	22
Total Liabilities	$ 5,027	39,534	(44,539)	22

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. 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. 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. 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

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, 2016 follows:

	Balance June 30, 2015	Additions	Deletions	Balance June 30, 2016
Capital Assets being Depreciated:				
Furniture, Fixtures and Equipment	$ 6,344	-	-	6,344
Total	6,344	-	-	6,344
Less: Accumulated Depreciation				
Furniture, Fixtures and Equipment	(6,344)	-	-	(6,344)
Total	(6,344)	-	-	(6,344)
Capital Assets, Net	$ -	-	-	-

NOTE 3. COMMITMENTS AND LIABILITIES

South Valley Preparatory School leased equipment and facilities under long-term cancelable operating leases. Rental expense for the year ended June 30, 2016 was $100,843. South Valley Preparatory School's minimum future payments on this lease are as follows:

Year Ending June 30:		
2017	$	66,000
2018		66,000
2019		66,000
2020		66,000
2021		66,000
Total	$	330,000

NOTE 4. DEFICIT FUND BALANCE

The following funds had a deficit fund balance at June 30, 2016:

Teacher Principal Training 24154 $1,284

NM Meal Program 27183 $ 103

South Valley Preparatory School is addressing the negative fund balances and is planning on taking the appropriate actions to eliminate the negative balances.

NOTE 5. RELATED PARTY TRANSACTIONS

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

NOTE 6. PENSION PLAN - EDUCATIONAL RETIREMENT BOARD

The information contained within this disclosure represents the pension information specific to 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.

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 fiscal year ended June 30, 2015 and 2016 employers contributed 13.90%, and employees earning $20,000 or less continued to contribute 7.90% and employees earning more than $20,000 contributed 10.70% of their gross annual salary. Contributions to the pension plan from South Valley Preparatory School were $97,898 for the year ended June 30, 2016.

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, 2015. At June 30, 2016, South Valley Preparatory School reported a liability of $1,596,646 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, 2015. The contribution amounts were defined by Section 22-11-21, NMSA 1978. At June 30, 2015, South Valley Preparatory School's proportion was 0.02465%, which was a decrease of 0.00115% from its proportion measured as of June 30, 2014.

For the year ended June 30, 2016, South Valley Preparatory School recognized pension expense of $133,751. At the June 30, 2016, South Valley Preparatory School reported deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

NOTE 6. PENSION PLAN - EDUCATIONAL RETIREMENT BOARD (CONTINUED)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ -	$ (29,601)
Changes in assumptions	54,917	-
Net difference between projected and actual earnings on pension plan investments	58,389	(7,186)
Changes in proportion	-	(54,,596)
Fiscal year 2016 employer contributions	97,898	-
Ending balance	$ 211,204	$ (91,383)

The amount of $97,898 reported as deferred outflows of resources related to pensions resulting from South Valley Preparatory School contributions subsequent to the measurement date June 30, 2015 will be recognized as a reduction of the net pension liability in the year ended June 30, 2017. 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:	
2017	$ (8,653)
2018	(5,798)
2019	14,703
2020	(22,175)
Total	$ (21,923)

NOTE 6. 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 2015. 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	$ 2,148,394	1,596,646	1,133,120

Payables to the pension plan. For the year ending June 30, 2016, South Valley Preparatory School's accrued liability due to ERB was $ 24,773 for payroll paid in July 2016.

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, 2016

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%	0.03%	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	1,596	-	-	-	-	-	-	-	-
School's Covered-Employee Payroll	$ 711	673	-	-	-	-	-	-	-	-
School's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered-Employee Payroll	206.98%	237.15%	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%	63.97%	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 of the prior year.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
SOUTH VALLEY PREPARATORY SCHOOL
SCHEDULE OF SCHOOL CONTRIBUTIONS
June 30, 2016

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	$ 111	98	-	-	-	-	-	-	-	-
Contributions in Relation to the Contractually Required Contribution	97	98	-	-	-	-	-	-	-	-
Contribution Deficiency (Excess)	$ 14	-	-	-	-	-	-	-	-	-

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	$ (22)	5			(9)	(6)	15	(22)	-			
2016	-	5				-	-	-	-	-		
2017	-	5					-	-	-	-	-	
2018	-	5						-	-	-	-	-
2019	-	5							-	-	-	-
2020	-	5								-	-	-
2021	-	5									-	-
2022	-	5										-
2023	-	5										
	$ (88)			$ (10)	(19)	(19)	(18)	(22)	-	-	-	-

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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Local & County Grant	$ -	-	1,414	1,414
State Grant	1,150,217	1,195,559	1,195,559	-
Total Revenues	1,150,217	1,195,559	1,196,973	1,414
EXPENDITURES				
Current:				
Instruction	720,722	720,722	674,114	46,608
Support Services:				
Students	66,271	71,271	64,117	7,154
Instruction	-	4,453	2,657	1,796
General Administration	20,500	24,500	20,781	3,719
School Administration	187,705	211,205	211,004	201
Central Services	76,400	98,967	87,620	11,347
Operation & Maintenance of Plant	108,274	128,163	112,423	15,740
Food Services Operations	-	500	322	178
Capital outlay	20,345	20,345	-	20,345
Total Expenditures	1,200,217	1,280,126	1,173,038	107,088
Excess (Deficiency) of Revenues Over (Under) Expenditures	(50,000)	(84,567)	23,935	108,502
Other Financing Sources (Uses):				
Designated Cash	50,000	84,567	-	(84,567)
Total Other Financing Sources (Uses):	50,000	84,567	-	(84,567)
Net Changes in Fund Balances	-	-	23,935	23,935
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	23,935	23,935
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues Over (Under) Expenditures			$ 23,935	
Adjustments to Revenues			-	
Adjustments to Expenditures			(16,911)	
NET CHANGE IN FUND BALANCE			$ 7,024	

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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 8,533	10,223	10,222	(1)
Total Revenues	8,533	10,223	10,222	(1)
EXPENDITURES				
Current:				
Instruction	8,533	25,351	24,318	1,033
Total Expenditures	8,533	25,351	24,318	1,033
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	(15,128)	(14,096)	1,032
Other Financing Sources (Uses):				
Designated Cash	-	15,128	-	(15,128)
Total Other Financing Sources (Uses):	-	15,128	-	(15,128)
Net Changes in Fund Balances	-	-	(14,096)	(14,096)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(14,096)	(14,096)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (14,096)	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ (14,096)	

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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ 100,000	100,000	92,815	(7,185)
Charges for Services	-	-	1,913	1,913
Total Revenues	100,000	100,000	94,728	(5,272)
EXPENDITURES				
Current:				
Food Services Operations	100,000	103,755	98,483	5,272
Total Expenditures	100,000	103,755	98,483	5,272
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	(3,755)	(3,755)	-
Other Financing Sources (Uses):				
Designated Cash	-	3,755	-	(3,755)
Total Other Financing Sources (Uses):	-	3,755	-	(3,755)
Net Changes in Fund Balances	-	-	(3,755)	(3,755)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(3,755)	(3,755)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (3,755)	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ (3,755)	

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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Local & County Grant	$ -	-	37,317	37,317
Federal Grant	58,489	66,706	34,418	(32,288)
Total Revenues	58,489	66,706	71,735	5,029
EXPENDITURES				
Current:				
Instruction	58,489	66,706	60,228	6,478
Total Expenditures	58,489	66,706	60,228	6,478
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	11,507	11,507
Net Changes in Fund Balances	-	-	11,507	11,507
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	11,507	11,507
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 11,507	
Adjustments to Revenues			(11,508)	
Adjustments to Expenditures			-	
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 Entitlement 24106
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Local & County Grant	$ -	-	24,915	24,915
Federal Grant	24,529	24,529	19,836	(4,693)
Total Revenues	24,529	24,529	44,751	20,222
EXPENDITURES				
Current:				
Support Services:				
Students	24,529	24,529	24,529	-
Total Expenditures	24,529	24,529	24,529	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	20,222	20,222
Net Changes in Fund Balances	-	-	20,222	20,222
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	20,222	20,222
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues Over (Under) Expenditures			$ 20,222	
Adjustments to Revenues			(20,223)	
Adjustments to Expenditures			-	
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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Local & County Grant	$ -	-	34	34
Total Revenues	-	-	34	34
EXPENDITURES				
Current:				
Instruction	-	-	-	-
Total Expenditures	-	-	-	-
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		(34)
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
Teacher Principal Training 24154
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Local & County Grant	$ -	-	3,186	3,186
Federal Grant	8,085	17,573	10,156	(7,417)
Total Revenues	8,085	17,573	13,342	(4,231)
EXPENDITURES				
Current:				
Instruction	7,000	17,273	11,140	6,133
Support Services:				
School Administration	1,085	300	300	-
Total expenditures	8,085	17,573	11,440	6,133
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	1,902	1,902
Net changes in Fund Balances	-	-	1,902	1,902
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	1,902	1,902
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 1,902	
Adjustments to Revenues			(3,186)	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ (1,284)	

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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ -	-	1,926	1,926
Federal Grant	-	727	-	(727)
Total Revenues	-	727	1,926	1,199
EXPENDITURES				
Current:				
Support Services:				
Students	-	2,699	2,698	1
Total Expenditures	-	2,699	2,698	1
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	(1,972)	(772)	1,200
Other financing sources (uses):				
Designated Cash	-	1,972	-	(1,972)
Total other financing sources (uses):	-	1,972	-	(1,972)
Net Changes in Fund Balances	-	-	(772)	(772)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(772)	(772)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (772)	
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			$ (772)	

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
Elementary & Middle School Initiative 26177
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Local & County Grant	$ -	9,200	-	(9,200)
Total Revenues	-	9,200	-	(9,200)
EXPENDITURES				
Current:				
Instruction	-	9,200	9,200	-
Total Expenditures	-	9,200	9,200	-
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(9,200)	(9,200)
Net Changes in Fund Balances	-	-	(9,200)	(9,200)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(9,200)	(9,200)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (9,200)	
Adjustments to revenues			9,200	
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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 1,178	9,919	5,583	(4,336)
Total Revenues	1,178	9,919	5,583	(4,336)
EXPENDITURES				
Current:				
Instruction	1,178	9,919	-	9,919
Total Expenditures	1,178	9,919	-	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)	
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
After School and Summer Enrichment 27168
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ -	48,491	71,470	22,979
Total Revenues	-	48,491	71,470	22,979
EXPENDITURES				
Current:				
Instruction	-	48,491	46,448	2,043
Total Expenditures	-	48,491	46,448	2,043
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	25,022	25,022
Net Changes in Fund Balances	-	-	25,022	25,022
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	25,022	25,022
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 25,022	
Adjustments to Revenues			(25,022)	
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
NM School Meal Program 27183
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ -	161	-	(161)
Total Revenues	-	161	-	(161)
EXPENDITURES				
Current:				
Food Services Operations	-	161	103	58
Total Expenditures	-	161	103	58
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(103)	(103)
Net Changes in Fund Balances	-	-	(103)	(103)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(103)	(103)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (103)	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ (103)	

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
Public School Capital Outlay 31200
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Local & County Grant	$ -	-	22,870	22,870
State Grant	-	98,597	73,947	(24,650)
Total Revenues	-	98,597	96,817	(1,780)
EXPENDITURES				
Current:				
Capital Outlay	-	98,597	98,597	-
Total Expenditures	-	98,597	98,597	-
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(1,780)	(1,780)
Net Changes in Fund Balances	-	-	(1,780)	(1,780)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(1,780)	(1,780)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (1,780)	
Adjustments to Revenues			$ 2,360	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ 580	

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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Property Taxes	$ 45,000	45,000	45,511	511
State Grant	11,735	15,161	-	(15,161)
Total Revenues	56,735	60,161	45,511	(14,650)
EXPENDITURES				
Current:				
Support Services:				
General Administration	-	450	450	-
Capital Outlay	83,179	127,405	35,619	91,786
Total Expenditures	83,179	127,855	36,069	91,786
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(26,444)	(67,694)	9,442	77,136
Other Financing Sources (Uses):				
Designated Cash	26,444	67,694	-	(67,694)
Total Other Financing Sources (Uses):	26,444	67,694	-	(67,694)
Net Changes in Fund Balances	-	-	9,442	9,442
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	9,442	9,442
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 9,442	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ 9,442	

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, 2016

Name of Depository	Security Type	CUSIP/ Security Number	Maturity Date	Fair Value June 30, 2016
N/A	N/A	N/A	N/A	$ -
				$ -

Total Cash per Schedule of Cash Accounts:	$ 192,219
Less: FDIC coverage:	(192,219)
Uninsured Public Funds:	-
Collateral Requirement:	-
Pledged Collateral Held by Pledging Financial Institution:	-
Balance Over Collateralized:	**$ -**
Balance Uninsured and Uncollateralized at June 30, 2016:	**$ -**

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
Schedule of Cash Accounts
June 30, 2016

Bank Account Type	Wells Fargo
Checking - Operational Account	$ 192,219
Total on Deposit	192,219
Reconciling Items	(66,187)
Reconciled Balance June 30, 2016	126,032
Less Agency Funds	(22)
Total Cash	$ 126,010

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
South Valley Preparatory School
Cash Reconciliation
June 30, 2016

	Operational 11000	Instructional Materials 14000	Food Services 21000	Non-Instruct. Fund 23000
Cash, June 30, 2015	$ (20,849)	15,128	3,755	5,027
Add:				
2015-16 revenues	1,196,973	10,222	94,728	39,534
Total Cash Available	1,176,124	25,350	98,483	44,561
Less:				
2015-16 expenditures	(1,173,038)	(24,318)	(98,483)	(44,539)
Receivables/Payables	99,044	-	-	-
Outstanding Loans	(55,504)	-	-	-
Cash June 30, 2016	46,626	1,032	-	22
Fund Balance Reconciliations to GAAP Basis:				
Audit reclassifications to cash	-	-	-	-
Cash Per Books	46,626	1,032	-	22
Fund Balance Reconciliation to GAAP Basis:				
Modified Accrual Adjustments	43,066	-	-	(22)
Fund Balance, Modified Accrual Basis	$ 89,692	1,032	-	-

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

Federal Projects Account 24000	Federal Direct 25000	Local Grants 26000	State Account 27000	Public School Capital Outlay 31200	SB-9 Capital Improvements 31700	Total
10,301	1,972	-	-	-	67,694	83,028
129,862	1,926	-	77,053	96,817	45,511	1,692,626
140,163	3,898	-	77,053	96,817	113,205	1,775,654
(96,197)	(2,698)	(9,200)	(46,551)	(98,597)	(36,069)	(1,629,690)
(75,249)	-	18,359	(65,646)	3,560	-	(19,932)
31,283	-	(9,159)	35,160	(1,780)	-	-
-	1,200	-	16	-	77,136	126,032
-	-	-	-	-	-	-
-	1,200	-	16	-	77,136	126,032
					Less: Agency Fund	(22)
						$ 126,010
23,841	-	-	(119)	580	-	67,346
23,841	1,200	-	(103)	580	77,136	193,378

Balance Sheets - Governmental Funds: $ 193,378

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Aeronautics, Mathematics and Sciences
Statement of Net Position
June 30, 2016

ASSETS AND DEFERRED OUTFLOWS		
Current Assets:		
Cash and Cash Equivalents	$	1,123,803
Receivables		
Taxes Receivable		1,352
Due from Other Governments		66,524
Due From Agency Funds		974
Total Current Assets		1,192,653
Noncurrent Assets:		
Capital Assets		
Furniture, Fixtures and Equipment		286,257
Less: Accumulated Depreciation		(78,070)
Total Noncurrent Assets		208,187
Total Assets		1,400,840
Deferred Outflows - Pension Related		265,870
LIABILITIES AND DEFERRED INFLOWS		
Current Liabilities:		
Accounts Payable		23,230
Accrued Liabilities		103,484
Total Current Liabilities		126,714
Noncurrent Liabilities:		
Net Pension Liability		1,716,476
Total Noncurrent Liabilities		1,716,476
Total Liabilities		1,843,190
Deferred Inflows - Pension Related		39,548
NET POSITION		
Net Investment in Capital Assets		208,187
Restricted		337,273
Unrestricted (Deficit)		(761,488)
Total Net Position	$	(216,028)

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, 2016

		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	$ 890,319	5,143	96,977	-	(788,199)
Support Services:					
Students	107,993	-	-	-	(107,993)
Instruction	222,837	-	-	-	(222,837)
General Administration	123,717	-	-	-	(123,717)
School Administration	297,059	-	-	-	(297,059)
Central Services	135,370	-	-	-	(135,370)
Operation & Maintenance of Plant	588,846	-	-	-	(588,846)
Other Support Services	-	-	-	-	-
Student Transportation	189,693	-	189,817	-	124
Food Services	811	-	-	-	(811)
Facilities Materials, Supplies & Other Services	103,732	-	-	204,678	100,946
Total Governmental Activities	$ 2,660,377	5,143	286,794	204,678	(2,163,762)
		General Revenues:			
		Property Taxes			$ 84,153
		State Equalization Guarantee			2,179,070
		Miscellaneous			7,024
		Total General Revenues			2,270,247
		Change in Net Position			106,485
		Net Position- Beginning			(322,513)
		Net position, Ending			$ (216,028)

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, 2016

	Operational 11000	Student Transportation 13000	Instructional Materials 14000	Title I IASA 24101
ASSETS				
Cash and Cash Equivalents	$ 787,883	195,049	49,509	-
Accounts Receivable				
Due from Governments	-	-	-	4,148
Taxes Receivable	-	-	-	-
Due from Other Funds	181,061	-	-	-
Total Assets	$ 968,944	195,049	49,509	4,148
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	$ 20,977	-	-	-
Accrued Expenditures	98,950	-	-	2,811
Due to Other Funds	-	-	-	4,344
Total Liabilities	119,927	-	-	7,155
Fund Balances (Deficit)				
Fund Balance:				
Restricted for:				
Instruction	-	-	49,509	-
Student Transportation	-	195,049	-	-
Capital Improvements	-	-	-	-
Unassigned (Deficit)	849,017	-	-	(3,007)
Total Fund Balance (Deficit)	849,017	195,049	49,509	(3,007)
Total Liabilities and Fund Balances (Deficit)	$ 968,944	195,049	49,509	4,148

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	IDEA-B "Risk Pool" 24120	Charter Schools 24146	Teacher Principal Training 24154	Dual Credits Instructional Materials 27103	Literacy for Children at Risk PED 27107
-	-	4,588	-	-	-
7,743	53	-	3,410	-	-
-	-	-	-	-	-
-	-	-	-	-	-
7,743	53	4,588	3,410	-	-
-	-	-	2,253	-	-
1,723	-	-	-	-	-
6,019	53	-	3,410	-	-
7,742	53	-	5,663	-	-
1	-	4,588	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	(2,253)	-	-
1	-	4,588	(2,253)	-	-
7,743	53	4,588	3,410	-	-

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Aeronautics, Mathematics and Sciences
Balance Sheets - Governmental Funds (Continued)
June 30, 2016

	Robot Systems for Math Competitions 27115	Public School Capital Outlay 31200	Special Capital Outlay State 31400	SB-9 Capital Improvements 31700
ASSETS				
Cash and Cash Equivalents	$ -	-	-	86,774
Accounts Receivable				
Due from Governments	-	51,170	-	-
Taxes Receivable	-	-	-	1,352
Due from Other Funds	-	-	-	-
Total Assets	$ -	51,170	-	88,126
Liabilities:				
Accounts Payable	$ -	-	-	-
Accrued Expenditures	-	-	-	-
Due to Other Funds	-	132,746	33,515	-
Total Liabilities	-	132,746	33,515	-
Fund Balances (Deficit)				
Fund Balance:				
Restricted for:				
Instruction	-	-	-	-
Student Transportation	-	-	-	-
Capital Improvements	-	-	-	88,126
Unassigned (Deficit)	-	(81,576)	(33,515)	-
Total Fund Balance (Deficit)	-	(81,576)	(33,515)	88,126
Total Liabilities and Fund Balances (Deficit)	$ -	51,170	-	88,126

The accompanying notes are an integral part of these financial statements

Total
1,123,803
66,524
1,352
181,061
1,372,740
23,230
103,484
180,087
306,801
54,098
195,049
88,126
728,666
1,065,939
1,372,740

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, 2016

Fund Balances - Total Governmental Funds		**$ 1,065,939**
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	286,257	
Accumulated Depreciation	(78,070)	
		208,187
Defined benefit pension plan deferred outflows are not financial resources and, therefore, and not reported in the funds		265,870
Long-term liabilities are not due in the current period and, therefore, are not reported in the funds.		
Net Pension Liability	(1,716,476)	
		(1,716,476)
Defined benefit pension plan deferred inflows are not due and payable in the current period and, therefore, are not reported in the funds		(39,548)
Net Position-Total Governmental Activities		**$ (216,028)**

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, 2016

	Operational 11000	Student Transportation 13000	Instructional Materials 14000	Title I IASA 24101
REVENUES				
Property Taxes	$ -	-	-	-
State Grant	2,179,070	189,817	19,516	-
Federal Grant	3,208	-	-	48,126
Charges for Services	5,143	-	-	-
Miscellaneous Income	7,024	-	-	-
Total Revenues	2,194,445	189,817	19,516	48,126
EXPENDITURES				
Current:				
Instruction	755,601	-	7,764	51,134
Support Services:				
Students	96,855	-	-	-
Instruction	222,837	-	-	-
General Administration	123,717	-	-	-
School Administration	293,476	-	-	-
Central Services	135,370	-	-	-
Operation & Maintenance of Plant	588,846	-	-	-
Student Transportation	143	189,550	-	-
Other Support Services Operations	-	-	-	-
Food Services Operations	811	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	2,217,656	189,550	7,764	51,134
Excess (Deficiency) of Revenues Over (Under) Expenditures	(23,211)	267	11,752	(3,008)
Net Changes in Fund Balances	(23,211)	267	11,752	(3,008)
Fund Balances(Deficit) - Beginning of Year	872,228	194,782	37,757	1
Fund Balances (Deficit) - End of Year	$ 849,017	195,049	49,509	(3,007)

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	IDEA-B "Risk Pool" 24120	Charter Schools 24146	Teacher Principal Training 24154	Dual Credits Instructional Materials 27103	Literacy for Children at Risk PED 27107
-	-	-	-	-	-
-	-	-	-	2,774	-
19,890	53	-	3,410	-	-
-	-	-	-	-	-
-	-	-	-	-	-
19,890	53	-	3,410	2,774	-
8,804	-	-	2,080	2,774	-
11,085	53	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	3,583	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
19,889	53	-	5,663	2,774	-
1	-	-	(2,253)	-	-
1	-	-	(2,253)	-	-
-	-	4,588	-	-	-
1	-	4,588	(2,253)	-	-

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, 2016

	Robot Systems for Math Competitions 27115	Public School Capital Outlay 31200	Special Capital Outlay State 31400	SB-9 Capital Improvements 31700
REVENUES				
Property Taxes	$ -	-	-	84,153
State Grant	-	204,678	-	-
Federal Grant	-	-	-	-
Charges for Services	-	-	-	-
Miscellaneous Income	-	-	-	-
Total Revenues	-	204,678	-	84,153
EXPENDITURES				
Current:				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital Outlay	-	204,677	(10,092)	111,277
Total Expenditures	-	204,677	(10,092)	111,277
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	1	10,092	(27,124)
Net Changes in Fund Balances	-	1	10,092	(27,124)
Fund Balances(Deficit) - Beginning of Year	-	(81,577)	(43,607)	115,250
Fund Balances (Deficit) - End of Year	$ -	(81,576)	(33,515)	88,126

The accompanying notes are an integral part of these financial statements

Total
84,153
2,595,855
74,687
5,143
7,024
2,766,862
828,157
107,993
222,837
123,717
297,059
135,370
588,846
189,693
-
811
305,862
2,800,345
(33,483)
(33,483)
1,099,422
1,065,939

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, 2016

Net Change in Fund Balances-Total Governmental Funds	**$ (33,483)**
Amounts reported for governmental activities in the Statement of Activities are different because:	
Decrease in long-term debt	202,130
Change in net pension liability	(62,162)
Change in Net Position-Total Governmental Activities	**$ 106,485**

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 - Agency Funds
June 30, 2016

	Agency
ASSETS	
Cash in Bank	$ -
Total Assets	$ -
LIABILITIES	
Deposits Held for Others	$ (974)
Due to Governmental Funds	974
Total Liabilities	$ -

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, 2016

	Balance July 1, 2015	Additions	Deductions	Balance June 30, 2016
ASSETS				
Cash in Bank	$ 1,693	14,835	(16,528)	-
Total Assets	$ 1,693	14,835	(16,528)	-
LIABILITIES				
Deposits Held for Others	$ 1,693	13,861	(16,528)	(974)
Due to Governmental Funds	-	974	-	974
Total Liabilities	$ 1,693	14,835	(16,528)	-

The accompanying notes are an integral part of these financial statements

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Capital Assets. Capital assets purchased or aSAMScquired 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. Southwest Aeronautics, Mathematics and Science's capitalization policy (i.e., the dollar value above which the asset acquisitions are added to the capital accounts) is $5,000. Southwest Aeronautics, Mathematics and Science (SAMS) 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. SAMS 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
Vehicles	10 years

Capital assets for SAMS 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, 2016 are as follows:

Due from Other Governments:		
Title I	$	4,148
IDEA-B Entitlement		7,743
IDEA-B Risk Pool		53
Teacher / Principal Training		3,410
Public School Capital Outlay		51,170
Total Due from Other Governments	$	66,524

NOTE 2. RECEIVABLES (Continued)

Taxes Receivable:	
SB-9 Capital Improvements	$ 1,352
Total Taxes Receivable	$ 1,352

NOTE 3. CAPITAL ASSETS

A summary of capital assets and changes occurring during the year ended June 30, 2016 follows:

	Balance June 30, 2015	Additions	Deletions	Balance June 30, 2016
Capital Assets being Depreciated:				
Furniture, Fixtures and Equipment	$ 286,257	-	-	286,257
Total	286,257	-	-	286,257
Less: Accumulated Depreciation	(78,070)	-	-	(78,070)
Capital Assets, Net	$ 208,187	-	-	208,187

NOTE 4. COMMITMENTS AND LIABILITIES

Southwest Aeronautics, Mathematics and Science leased various facilities and equipment under long-term cancelable operating leases. Rental expense for the year ended June 30, 2016 was $379,792. Southwest Aeronautics, Mathematics and Science's minimum future payments on these leases are as follows:

Year Ending June 30:	
2017	$ 249,510
Total minimum lease payments	$ 249,510

NOTE 5. DEFICIT FUND BALANCE

The following funds had a deficit fund balance at June 30, 2016:

24101 Title I	$	3,007
24154 Teacher / Principal Training		2,253
31200 Public School Capital Outlay		81,576
31400 Special Capital Outlay State		33,515
Total funds with deficit balances	$	120,351

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

NOTE 6. OVERSPENT BUDGET LINE ITEMS

Southwest Aeronautics, Mathematics and Science did not have any funds with expenditures in excess of the budget during the year ended June 30, 2016.

NOTE 7. RELATED PARTY TRANSACTIONS

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

NOTE 8. PENSION PLAN - EDUCATIONAL RETIREMENT BOARD

The information contained within this disclosure represents the pension information specific to Southwest Aeronautics, Mathematics and Science 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 8. PENSION PLAN - EDUCATIONAL RETIREMENT BOARD (Continued)

Contributions. The contribution requirements of defined benefit plan members and Southwest Aeronautics, Mathematics and Science 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 years ended June 30, 2015 and June 30, 2016 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 Aeronautics, Mathematics and Science were $111,867 for the year ended June 30, 2016.

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, 2014. The total ERB pension liability was rolled forward from the valuation date to the Plan year ending June 30, 2015, using generally accepted actuarial principles. Therefore, the employer's portion was established as of the measurement date June 30, 2015. At June 30, 2016, Southwest Aeronautics, Mathematics and Science reported a liability of $1,716,476 for its proportionate share of the net pension liability. Southwest Aeronautics, Mathematics and Science'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, 2015. The contribution amounts were defined by Section 22-11-21, NMSA 1978. At June 30, 2015, Southwest Aeronautics, Mathematics and Science's proportion was 0.02650% percent, which was an increase of 0.00081% from its proportion measured as of June 30, 2014.

For the year ended June 30, 2016, Southwest Aeronautics, Mathematics and Science recognized pension expense of $174,029. As of June 30, 2016, Southwest Aeronautics, Mathematics and Science reported deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

NOTE 8. PENSION PLAN - EDUCATIONAL RETIREMENT BOARD (Continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ -	31,822
Changes in assumptions	59,039	-
Net difference between projected and actual earnings on pension plan investments	-	7,726
Changes in proportion and differences between Southwest Aeronautics, Mathematics and Science's contributions and proportionate share of contributions	94,965	-
Southwest Aeronautics, Mathematics and Science's contributions subsequent to the measurement date	111,867	-
Total	$ 265,871	39,548

$111,867 reported as deferred outflows of resources related to pensions resulting from Southwest Aeronautics, Mathematics and Science's contributions subsequent to the measurement date June 30, 2015 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:

2017	$ 39,425
2018	36,695
2019	14,495
2020	23,841
Total	$ 114,456

NOTE 8. PENSION PLAN - EDUCATIONAL RETIREMENT BOARD (Continued)

Sensitivity of Southwest Aeronautics, Mathematics and Science'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 2015. 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%)
Southwest Aeronautics, Mathematics and Science's proportionate share of the net pension liability	$ 2,309,633	1,716,476	1,218,162

Payables to the pension plan. Southwest Aeronautics, Mathematics and Science accrued $26,218 in ERB benefits at June 30, 2016 for teachers with ten month contracts.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Aeronautics, Mathematics and Sciences
SCHEDULE OF THE SCHOOL'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
June 30, 2016

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%	0.03%	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	1,716	-	-	-	-	-	-	-	-
School's Covered-Employee Payroll	$ 708	724	-	-	-	-	-	-	-	-
School's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered-Employee Payroll	207.06%	237.02%	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%	63.97%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

*These amounts presented for each fiscal year were determined as of June 30, 2015

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Southwest Aeronautics, Mathematics and Sciences
SCHEDULE OF SCHOOL CONTRIBUTIONS
June 30, 2016

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	120	-	-	-	-	-	-	-	-
Contributions in Relation to the Contractually Required Contribution	93	105	-	-	-	-	-	-	-	-
Contribution Deficiency (Excess)	$ -	15	-	-	-	-	-	-	-	-

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	$ 114	5			39	37	14	24	-			
2016	-	5				-	-	-	-	-		
2017	-	5					-	-	-	-	-	
2018	-	5						-	-	-	-	-
2019	-	5							-	-	-	-
2020	-	5								-	-	-
2021	-	5									-	-
2022	-	5										-
2023	-	5										
	$ 181			$ 10	49	50	48	24	-	-	-	-

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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 2,173,673	2,179,070	2,179,070	-
Federal Grant	-	-	3,208	3,208
Charges for Services	-	-	5,143	5,143
Miscellaneous Income	-	-	7,024	7,024
Total Revenues	2,173,673	2,179,070	2,194,445	15,375
EXPENDITURES				
Current:				
Instruction	1,162,212	965,489	787,006	178,483
Support Services:				
Students	186,717	116,158	96,855	19,303
Instruction	133,426	234,474	222,837	11,637
General Administration	156,301	201,231	140,240	60,991
School Administration	265,704	298,103	293,476	4,627
Central Services	237,150	146,536	140,624	5,912
Operation & Maintenance of Plant	489,740	673,556	588,713	84,843
Student Transportation	-	200	143	57
Other Support Services Operations	155,945	155,945	-	155,945
Food Services Operations	-	900	811	89
Total Expenditures	2,787,195	2,792,592	2,270,705	521,887
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(613,522)	(613,522)	(76,260)	537,262
Net Changes in Fund Balances	(613,522)	(613,522)	(76,260)	537,262
Cash or Fund Balances - Beginning of Year	-	-	946,254	946,254
Cash or Fund Balances - End of Year	$ (613,522)	(613,522)	869,994	1,483,516
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (76,260)	
Adjustments to Revenues			-	
Adjustments to Expenditures			53,049	
NET CHANGE IN FUND BALANCE			$ (23,211)	

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
Student Transportation 13000
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 178,726	189,817	189,817	-
Total Revenues	178,726	189,817	189,817	-
EXPENDITURES				
Current:				
Student Transportation	178,726	189,817	189,550	267
Total Expenditures	178,726	189,817	189,550	267
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	267	267
Net Changes in Fund Balances	-	-	267	267
Cash or Fund Balances - Beginning of Year	-	-	194,782	194,782
Cash or Fund Balances - End of Year	$ -	-	195,049	195,049
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 267	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ 267	

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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 15,811	15,811	19,516	3,705
Miscellaneous Income	-	-	-	-
Total Revenues	15,811	15,811	19,516	3,705
EXPENDITURES				
Current:				
Instruction	38,542	38,542	7,764	30,778
Total Expenditures	38,542	38,542	7,764	30,778
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(22,731)	(22,731)	11,752	34,483
Net Changes in Fund Balances	(22,731)	(22,731)	11,752	34,483
Cash or Fund Balances - Beginning of Year	-	-	37,757	37,757
Cash or Fund Balances - End of Year	$ (22,731)	(22,731)	49,509	72,240
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 11,752	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ 11,752	

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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ 37,186	81,595	51,861	(29,734)
Total Revenues	37,186	81,595	51,861	(29,734)
EXPENDITURES				
Current:				
Instruction	21,107	65,516	51,134	14,382
Support Services:				
Students	16,079	16,079	-	16,079
Total Expenditures	37,186	81,595	51,134	30,461
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	727	727
Net Changes in Fund Balances	-	-	727	727
Cash or Fund Balances - Beginning of Year	-	-	(7,882)	(7,882)
Cash or Fund Balances - End of Year	$ -	-	(7,155)	(7,155)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ 727	
Adjustments to Revenues			(3,735)	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ (3,008)	

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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ 40,389	87,108	18,529	(68,579)
Total Revenues	40,389	87,108	18,529	(68,579)
EXPENDITURES				
Current:				
Instruction	28,361	43,063	8,804	34,259
Support Services:				
Students	12,028	44,045	11,085	32,960
Total Expenditures	40,389	87,108	19,889	67,219
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(1,360)	(1,360)
Net Changes in Fund Balances	-	-	(1,360)	(1,360)
Cash or Fund Balances - Beginning of Year	-	-	(6,382)	(6,382)
Cash or Fund Balances - End of Year	$ -	-	(7,742)	(7,742)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (1,360)	
Adjustments to Revenues			1,361	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ 1	

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, 2016

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
REVENUES				
Federal Grant	$ -	53	-	(53)
Total Revenues	-	53	-	(53)
EXPENDITURES				
Current:				
Support Services:				
Students	-	53	53	-
Total Expenditures	-	53	53	-
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(53)	(53)
Net Changes in Fund Balances	-	-	(53)	(53)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(53)	(53)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (53)	
Adjustments to Revenues			53	
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 Aeronautics, Mathematics and Sciences
Schedule of Budgetary Comparisons - Budgetary Basis
Charter Schools 24146
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ -	-	-	-
Total Revenues	-	-	-	-
EXPENDITURES				
Current:				
Instruction	-	-	-	-
Support Services:				
School Administration	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	-	-
Net Changes in Fund Balances	-	-	-	-
Cash or Fund Balances - Beginning of Year	-	-	4,588	4,588
Cash or Fund Balances - End of Year	$ -	-	4,588	4,588
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 Aeronautics, Mathematics and Sciences
Schedule of Budgetary Comparisons - Budgetary Basis
Teacher / Principal Training 24154
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Federal Grant	$ 7,364	16,755	-	(16,755)
Total Revenues	7,364	16,755	-	(16,755)
EXPENDITURES				
Current:				
Instruction	2,454	11,845	2,080	9,765
Support Services:				
School Administration	2,454	2,454	1,330	1,124
Central Services	2,456	2,456	-	2,456
Total Expenditures	7,364	16,755	3,410	13,345
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(3,410)	(3,410)
Net Changes in Fund Balances	-	-	(3,410)	(3,410)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(3,410)	(3,410)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (3,410)	
Adjustments to Revenues			3,410	
Adjustments to Expenditures			(2,253)	
NET CHANGE IN FUND BALANCE			$ (2,253)	

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
Dual Credits Instructional Materials 27103
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ -	2,774	2,774	-
Total Revenues	-	2,774	2,774	-
EXPENDITURES				
Current:				
Instruction	-	2,774	2,774	-
Total Expenditures	-	2,774	2,774	-
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 Aeronautics, Mathematics and Sciences
Schedule of Budgetary Comparisons - Budgetary Basis
Literacy for Children at Risk PED 27107
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 7,049	7,049	-	(7,049)
Total Revenues	7,049	7,049	-	(7,049)
EXPENDITURES				
Current:				
Support Services:				
Instruction	7,049	7,049	-	7,049
Total Expenditures	7,049	7,049	-	7,049
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 Aeronautics, Mathematics and Sciences
Schedule of Budgetary Comparisons - Budgetary Basis
Robot Systems for Math Competitions 27115
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 1,501	1,501	-	(1,501)
Total Revenues	1,501	1,501	-	(1,501)
EXPENDITURES				
Current:				
Capital Outlay	1,501	1,501	-	1,501
Total Expenditures	1,501	1,501	-	1,501
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 Aeronautics, Mathematics and Sciences
Schedule of Budgetary Comparisons - Budgetary Basis
Public Schools Capital Outlay 31200
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ -	204,678	153,508	(51,170)
Total Revenues	-	204,678	153,508	(51,170)
EXPENDITURES				
Current:				
Capital Outlay	-	204,678	204,677	1
Total Expenditures	-	204,678	204,677	1
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	(51,169)	(51,169)
Net Changes in Fund Balances	-	-	(51,169)	(51,169)
Cash or Fund Balances - Beginning of Year	-	-	(81,577)	(81,577)
Cash or Fund Balances - End of Year	$ -	-	(132,746)	(132,746)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (51,169)	
Adjustments to Revenues			51,170	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ 1	

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, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
State Grant	$ 158,717	158,717	-	(158,717)
Total Revenues	158,717	158,717	-	(158,717)
EXPENDITURES				
Current:				
Capital Outlay	158,717	158,717	-	158,717
Total Expenditures	158,717	158,717	-	158,717
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	-	-	-
Net Changes in Fund Balances	-	-	-	-
Cash or Fund Balances - Beginning of Year	-	-	(33,515)	(33,515)
Cash or Fund Balances - End of Year	$ -	-	(33,515)	(33,515)
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ -	
Adjustments to Revenues			-	
Adjustments to Expenditures			10,092	
NET CHANGE IN FUND BALANCE			$ 10,092	

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
SB-9 Capital Improvements 31700
For The Year Ended June 30, 2016

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
REVENUES				
Property Taxes	$ -	-	84,015	84,015
State Grant	1,717	21,218	-	(21,218)
Total Revenues	1,717	21,218	84,015	62,797
EXPENDITURES				
Current:				
Support Services:				
General Administration	-	1,500	-	1,500
Capital Outlay	1,717	133,754	111,277	22,477
Total Expenditures	1,717	135,254	111,277	23,977
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	-	(114,036)	(27,262)	86,774
Net Changes in Fund Balances	-	(114,036)	(27,262)	86,774
Cash or Fund Balances - Beginning of Year	-	-	114,036	114,036
Cash or Fund Balances - End of Year	$ -	(114,036)	86,774	200,810
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			$ (27,262)	
Adjustments to Revenues			138	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ (27,124)	

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, 2016

Name of Depository	Security Type	CUSIP/ Security Number	Maturity Date	Fair Value June 30, 2016
Federal Home Loan Bank of Dallas	FHLB Q2-2016	313370TW8	9/9/2016	$ 100,310
Federal Home Loan Bank of Dallas	FHLB Q2-2016	313370TW8	9/9/2016	200,620
				$ 300,930

Total Cash per Schedule of Cash Accounts:	$ 1,156,088
Less: FDIC coverage:	(250,000)
Uninsured Public Funds:	906,088
Collateral Requirement:	453,044
Pledged Collateral Held by Pledging Financial Institution:	300,930
Balance (Under) Collateralized:	**$ (152,114)**
Balance Uninsured and Uncollateralized at June 30, 2016:	**$ 605,158**

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, 2016

Bank Account Type	Nusenda Credit Union
Checking - Operational Account	$ 1,152,537
Savings - Operational Account	3,551
Total on Deposit	1,156,088
Reconciling Items	(32,285)
Reconciled Balance June 30, 2016	1,123,803
Less Agency Funds	-
Total Cash	$ 1,123,803

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, 2016

	Operational 11000	Student Transportation 13000	Instructional Materials 14000	Federal Flowthrough 24000
Cash, June 30, 2015	$ 975,024	194,782	37,757	(8,975)
Add:				
2015-16 revenues	2,165,675	189,817	19,516	69,689
Total cash available	3,140,699	384,599	57,273	60,714
Less:				
2015-16 expenditures	(2,270,705)	(189,550)	(7,764)	(74,486)
Receivables/Payables	98,950	-	-	4,534
Prepaid Expenses	-	-	-	-
Cash June 30, 2016	968,944	195,049	49,509	(9,238)
Fund Balance Reconciliations to GAAP Basis:				
Audit reclassifications to cash	(181,061)	-	-	13,826
Cash per Books	787,883	195,049	49,509	4,588
Fund Balance (Deficit) Reconciliation to GAAP Basis:				
Modified Accrual Adjustments	(119,927)	-	-	8,567
Fund Balance (Deficit), Modified Accrual Basis	$ 849,017	195,049	49,509	(671)

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 SB-9 31700	Total
-	(81,577)	(33,515)	114,036	1,197,532
2,774	153,508	-	84,015	2,684,994
2,774	71,931	(33,515)	198,051	3,882,526
(2,774)	(204,677)	-	(111,277)	(2,861,233)
-	-	-	-	103,484
-	-	-	-	-
-	(132,746)	(33,515)	86,774	1,124,777
-	132,746	33,515	-	(974)
-	-	-	86,774	1,123,803
-	51,170	-	1,352	(58,838)
-	(81,576)	(33,515)	88,126	1,065,939