STATE OF NEW MEXICO

PUBLIC EDUCATION DEPARTMENT

Financial Statements
June 30, 2014

VOLUME VIII

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
New Mexico International School
Statement of Net Position
June 30, 2014

ASSETS		
Current Assets:		
Cash	$	118,435
Receivables		
Due from Other Governments		2,704
Prepaid Expenses		19,755
Total Current Assets		140,894
Noncurrent Assets:		
Capital Assets		
Leasehold Improvements		25,193
Furniture, Fixtures, and Equipment		7,458
Less: Accumulated Depreciation		(6,519)
Total Noncurrent Assets		26,132
Total Assets		167,026
LIABILITIES		
Current Liabilities:		
Accounts Payable		29,653
Accrued Liabilities		155,579
Compensated Absences		5,603
Total Current Liabilities		190,835
Total Liabilities		190,835
NET POSITION		
Investment in Capital Assets		26,132
Restricted		31,940
Unrestricted (Deficit)		(81,881)
Total Net Position	$	(23,809)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico International School
Statement of Activities
For The Year Ended June 30, 2014

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	$ 807,275	-	32,248	-	(775,027)
Support Services:					
Students	78,613	-	-	-	(78,613)
Instruction	2,758	-	-	-	(2,758)
General Administration	14,737	-	-	-	(14,737)
School Administration	251,242	-	-	-	(251,242)
Central Services	59,511	-	-	-	(59,511)
Operation & Maintenance of Plant	240,305	-	-	-	(240,305)
Facilities Materials, Supplies & Other Services	96,194	-	-	96,194	-
Total Governmental Activities	$ 1,550,635	-	32,248	96,194	(1,422,193)
			General Revenues:		
			State Equalization Guarantee		$ 1,267,911
			Miscellaneous		16,984
			Total General Revenues		1,284,895
			Change in Net Position		(137,298)
			Net Position, Beginning		113,489
			Net Position, Ending		$ (23,809)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico International School
Balance Sheets - Governmental Funds
June 30, 2014

	Operational 11000	Instructional Materials 14000	IDEA-B Entitlement 24106
ASSETS			
Assets			
Cash and Cash Equivalents	$ 106,250	12,185	-
Accounts Receivable			
Due from Government	-	-	936
Due from Other Funds	2,704	-	-
Prepaids	19,755	-	-
Total Assets	$ 128,709	12,185	936
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts Payable	$ 29,653	-	-
Accrued Expenditures	155,579	-	-
Due to Other Funds	-	-	936
Total Liabilities	185,232	-	936
Fund Balances (Deficit)			
Fund Balance (Deficit):			
Non Spendable:			
Prepaid Expenditures	19,755	-	-
Restricted for:			
Instruction	-	12,185	-
Unassigned (Deficit)	(76,278)	-	-
Total Fund Balance (Deficit)	(56,523)	12,185	-
Total Liabilities and Fund Balances (Deficit)	$ 128,709	12,185	936

The accompanying notes are an integral part of these financial statements

IDEA-B Risk Pool 24120	Charter Planning 24146	Teacher Principal Training 24154	Public Schools Capital Outlay 31200	Total
-	-	-	-	118,435
281	-	1,487	-	2,704
-	-	-	-	2,704
-	-	-	-	19,755
281	-	1,487	-	143,598
-	-	-	-	29,653
-	-	-	-	155,579
281	-	1,487	-	2,704
281	-	1,487	-	187,936
-	-	-	-	19,755
-	-	-	-	12,185
-	-	-	-	(76,278)
-	-	-	-	(44,338)
281	-	1,487	-	143,598

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico International School
Reconciliation of the Balance Sheets - Governmental Funds
to Statement of Net Position
June 30, 2014

Fund Balances (Deficit) - Total Governmental Funds		**$ (44,338)**
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	32,651	
Accumulated depreciation	(6,519)	
		26,132
Compensated absences	(5,603)	
		(5,603)
Net Position-Total Governmental Activities		**$ (23,809)**

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico International School
Statement of Revenues, Expenditures, and Changes In Fund Balances (Deficit)
Governmental Funds
For The Year Ended June 30, 2014

	Operational 11000	Instructional Materials 14000	IDEA-B Entitlement 24106
Revenues:			
State Grant	$ 1,267,911	9,725	-
Federal Grant	-	-	20,755
Miscellaneous Income	29,248	-	-
Total Revenues	1,297,159	9,725	20,755
Expenditures:			
Current:			
Instruction	789,333	1,789	20,755
Support Services:			
Students	78,613	-	-
Instruction	2,758	-	-
General Administration	14,737	-	-
School Administration	250,652	-	-
Central Services	59,511	-	-
Operation & Maintenance of Plant	250,680	-	-
Capital Outlay	-	-	-
Total Expenditures	1,446,284	1,789	20,755
Excess (Deficiency) of Revenues Over (Under) Expenditures	(149,125)	7,936	-
Other Financing Sources (Uses):			
Operating Transfers	16,004	-	-
Total Other Financing Sources (Uses):	16,004	-	-
Net Changes in Fund Balances	(133,121)	7,936	-
Fund Balances - Beginning of Year	76,598	4,249	-
Fund Balances (Deficit) - End of Year	$ (56,523)	12,185	-

The accompanying notes are an integral part of these financial statements

IDEA-B Risk Pool 24120	Charter Planning 24146	Teacher Principal Training 24154	Public Schools Capital Outlay 31200	Total
-	-	-	96,194	1,373,830
281	-	1,487	-	22,523
-	-	-	-	29,248
281	-	1,487	96,194	1,425,601
281	-	897	-	813,055
-	-	-	-	78,613
-	-	-	-	2,758
-	-	-	-	14,737
-	-	590	-	251,242
-	-	-	-	59,511
-	-	-	-	250,680
-	-	-	96,194	96,194
281	-	1,487	96,194	1,566,790
-	-	-	-	(141,189)
-	(16,004)	-	-	-
-	(16,004)	-	-	-
-	(16,004)	-	-	(141,189)
-	16,004	-	-	96,851
-	-	-	-	(44,338)

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico International 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, 2014

Net Change in Fund Balances-Total Governmental Funds		**$ (141,189)**
Amounts reported for governmental activities in the Statement of Activities are different because:		
Change in Compensated Absences		(5,603)
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.		
Capital Outlays	25,193	
Depreciation Expense	(3,435)	
Loss on Disposal of Capital Asset	(12,264)	
		9,494
Change in Net Position-Total Governmental Activities		**$ (137,298)**

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico International School
Statement of Fiduciary Assets and Liabilities - Agency Funds
June 30, 2014

	Agency Funds
ASSETS	
Cash in Bank	$ 30,152
Total Assets	$ 30,152
LIABILITIES	
Deposits Held for Others	$ 30,152
Total Liabilities	$ 30,152

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico International School
Schedule of Changes in Assets and Liabilities - Agency Funds
For The Year Ended June 30, 2014

	Balance July 1, 2013	Additions	Deductions	Balance June 30, 2014
ASSETS				
Cash in Bank	$ 3,936	41,399	15,183	30,152
Total Assets	$ 3,936	41,399	15,183	30,152
LIABILITIES				
Deposits Held for Others	$ 3,936	41,399	15,183	30,152
Total Liabilities	$ 3,936	41,399	15,183	30,152

The accompanying notes are an integral part of these financial statements

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

Furniture, fixtures and equipment	3-15 years
Leasehold Improvements	15 years

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

NOTE 2. CAPITAL ASSETS

A summary of capital assets and changes occurring during the year ended June 30, 2014 follows:

	Balance June 30, 2013	Additions	Deletions	Balance June 30, 2014
Capital Assets being Depreciated:				
Furniture, fixtures and equipment	$ 26,822	-	19,364	7,458
Leasehold improvements	-	25,193	-	25,193
Total	26,822	25,193	19,364	32,651
Less: Accumulated Depreciation				
Furniture, fixtures and equipment	(10,184)	(3,131)	(7,100)	(6,215)
Leasehold improvements	-	(304)	-	(304)
Total	(10,184)	(3,435)	(7,100)	(6,519)
Net Capital Assets	$ 16,638	21,758	12,264	26,132

NOTE 2. CAPITAL ASSETS (Continued)

Depreciation expensed for the year ended June 30, 2014 was expensed to the following functions:

Instruction	$	3,377
Operations/Plant Maintenance		58
Total	$	3,435

NOTE 3. COMMITEMENTS AND CONTINGENCIES

A. Leases

The NMIS leases facilities under a short-term cancelable operating lease. Lease expense for the year ended June 30, 2014 was $220,406. The school's minimum future payments on this lease are as follows:

Year Ending June 30:		
2015	$	247,836
2016		258,612
Total	$	506,448

NOTE 4. DEFICIENT FUND BALANCE

The following fund had a deficient fund balance at June 30, 2014:

Operational 11000	$	(56,523)

The NMIS is addressing the negative fund balance and is planning on taking the appropriate actions to eliminate the negative balances.

NOTE 5. OVERSPENT BUDGET LINE ITEMS

As stated in the finding 2014-002, NMIS had expended in excess of the budget in the following fund:

Operational 11000		
Support Services:		
Students	$	(15,812)
Instruction	$	(1,502)
General Administration	$	(2,216)
Operation and Maintenance of Plant	$	(92,047)

NOTE 5. OVERSPENT BUDGET LINE ITEMS (Continued)

An aggregate positive variance of $25,474 caused a net budget overage of $86,103.

NOTE 6. RELATED PARTY TRANSACTIONS

Business manager services during fiscal year 2014 were performed by The Vigil Group, which performed services for multiple state charter schools.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico International School
Schedule of Budgetary Comparisons - Budgetary Basis
Operational 11000
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Revenues:				
State Grant	$ 1,334,748	1,267,911	1,267,911	-
Miscellaneous Income	-	29,148	29,248	100
Total Revenues	1,334,748	1,297,059	1,297,159	100
Expenditures:				
Current:				
Instruction	825,783	797,956	792,558	5,398
Support Services:				
Students	59,500	62,955	78,767	(15,812)
Instruction	7,295	1,256	2,758	(1,502)
General Administration	20,100	18,450	20,666	(2,216)
School Administration	232,216	260,974	250,068	10,906
Central Services	57,012	66,115	56,945	9,170
Operation & Maintenance of Plant	263,685	151,246	243,293	(92,047)
Total Expenditures	1,465,591	1,358,952	1,445,055	(86,103)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(130,843)	(61,893)	(147,896)	(86,003)
Other Financing Sources (Uses):				
Operating Transfers	-	-	16,004	16,004
Designated Cash	130,843	61,893	-	(61,893)
Total Other Financing Sources (Uses):	130,843	61,893	16,004	(45,889)
Net Changes in Fund Balances	-	-	(131,892)	(131,892)
Cash or Fund Balances - Beginning of Year	-	-	61,894	61,894
Cash or Fund Balances - End of Year	$ -	-	(69,998)	(69,998)
Reconciliation to GAAP Basis:				
Adjustments to Expenditures			(1,229)	
NET CHANGE IN FUND BALANCE			$ (133,121)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico International School
Schedule of Budgetary Comparisons - Budgetary Basis
Instructional Materials 14000
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Revenues:				
State Grant	$ 7,111	7,111	13,733	6,622
Total Revenues	7,111	7,111	13,733	6,622
Expenditures:				
Current:				
Instruction	7,352	7,352	1,789	5,563
Total Expenditures	7,352	7,352	1,789	5,563
Excess (Deficiency) of Revenues Over (Under) Expenditures	(241)	(241)	11,944	12,185
Other Financing Sources (Uses):				
Designated Cash	241	241	-	(241)
Total Other Financing Sources (Uses):	241	241	-	(241)
Net Changes in Fund Balances	-	-	11,944	11,944
Cash or Fund Balances - Beginning of Year	-	-	241	241
Cash or Fund Balances - End of Year	$ -	-	12,185	12,185
Reconciliation to GAAP Basis:				
Adjustments to Revenues			(4,008)	
NET CHANGE IN FUND BALANCE			$ 7,936	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico International School
Schedule of Budgetary Comparisons - Budgetary Basis
IDEA-B Entitlement 24106
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Revenues:				
Federal Grant	$ -	20,755	19,819	(936)
Total Revenues	-	20,755	19,819	(936)
Expenditures:				
Current:				
Instruction	-	20,755	20,755	-
Total Expenditures	-	20,755	20,755	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	(936)	(936)
Net Changes in Fund Balances	-	-	(936)	(936)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(936)	(936)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			936	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico International School
Schedule of Budgetary Comparisons - Budgetary Basis
IDEA-B Risk Pool 24120
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Revenues:				
Federal Grant	$ -	281	-	(281)
Total Revenues	-	281	-	(281)
Expenditures:				
Current:				
Instruction	-	281	281	-
Total Expenditures	-	281	281	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	(281)	(281)
Net Changes in Fund Balances	-	-	(281)	(281)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(281)	(281)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			281	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico International School
Schedule of Budgetary Comparisons - Budgetary Basis
Charter Planning 24146
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Financing Sources (Uses):				
Operating Transfers	$ -	-	(16,004)	(16,004)
Total Other Financing Sources (Uses):	-	-	(16,004)	(16,004)
Net Changes in Fund Balances	-	-	(16,004)	(16,004)
Cash or Fund Balances - Beginning of Year	-	-	16,004	16,004
Cash or Fund Balances - End of Year	$ -	-	-	-
Reconciliation to GAAP Basis:				
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ (16,004)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico International School
Schedule of Budgetary Comparisons - Budgetary Basis
Teacher Principal Training 24154
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Revenues:				
Federal Grant	$ 3,290	1,487	6,457	4,970
Total Revenues	3,290	1,487	6,457	4,970
Expenditures:				
Current:				
Instruction	2,290	897	897	-
Support Services:				
School Administration	1,000	590	590	-
Total Expenditures	3,290	1,487	1,487	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	4,970	4,970
Net Changes in Fund Balances	-	-	4,970	4,970
Cash or Fund Balances - Beginning of Year	-	-	(6,457)	(6,457)
Cash or Fund Balances - End of Year	$ -	-	(1,487)	(1,487)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			(4,970)	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico International School
Schedule of Budgetary Comparisons - Budgetary Basis
Capital Outlay 31200
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Revenues:				
State Grant	$ -	96,194	96,194	-
Total Revenues	-	96,194	96,194	-
Expenditures:				
Capital Outlay	-	96,194	96,194	-
Total Expenditures	-	96,194	96,194	-
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:				
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico International School
Schedule of Collateral Pledged by Depository
For Public Funds
June 30, 2014

Name of Depository	Security Type	CUSIP/ Security Number	Maturity Date	Fair Value June 30, 2014
N/A	N/A	N/A	N/A	$ -
				$ -

Total Cash per Schedule of Cash Accounts:	$ 152,851
Less: FDIC coverage:	(152,851)
Uninsured public funds:	-
Collateral requirement:	-
Pledged collateral held by pledging financial institution:	-
Balance (over) under collateralized:	**-**
Balance uninsured and uncollateralized at June 30, 2014:	**$ -**

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico International School
Schedule of Cash Accounts
June 30, 2014

Bank Account Type	Wells Fargo	PayPal	Total
Checking - Operational Account	$ 150,318	-	150,318
Student Activity Account	-	2,533	2,533
Total on Deposit	150,318	2,533	152,851
Reconciling Items	(4,264)	-	(4,264)
Reconciled Balance June 30, 2014	$ 146,054	2,533	148,587
Less Agency Funds			(30,152)
Total Cash			$ 118,435

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico International School
Cash Reconciliation
June 30, 2014

	Operational 11000	Materials 14000	Activity Account 23000	Federal Projects Account 24000	Public School Capital Outlay 31200	Total
Cash, June 30, 2013	$ 184,471	241	3,936	10,060	-	198,708
Add:						
2013-14 Revenues	1,297,159	13,733	41,185	26,276	96,194	1,474,547
Total Cash Available	1,481,630	13,974	45,121	36,336	96,194	1,673,255
Less:						
2013-14 Expenditures	(1,445,055)	(1,789)	(15,183)	(22,053)	(96,194)	(1,580,274)
Receivables/Payables	155,579	-	214	-	-	155,793
Adjustments	(100,187)	-	-	-	-	(100,187)
Cash June 30, 2014	91,967	12,185	30,152	14,283	-	148,587
Fund Balance Reconciliations to GAAP Basis:						
Audit Reclassifications to Cash	14,283	-	-	(14,283)	-	-
Cash per Books	106,250	12,185	30,152	-	-	148,587
Less Activity Funds per Schedule Change in Assets and Liabilities - Agency Funds:						30,152
Balance Sheets - Governmental Funds						$ 118,435
Fund Balance Reconciliation to GAAP Basis:						
Modified Accrual Adjustments	(162,773)	-	(30,152)	-	-	(192,925)
Fund Balance , Modified Accrual Basis	$ (56,523)	12,185	-	-	-	(44,338)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico School for the Arts
Statement of Net Position
June 30, 2014

ASSETS		
Current assets:		
Cash	$	593,674
Receivables		
Due from Other Governments		71,604
Due from Others		4,864
Deposits		12,704
Prepaid expenses		15,955
Total Current Assets		698,801
Noncurrent assets:		
Capital Assets		
Furniture, Fixtures, and Equipment		138,343
Less: Acumulated Depreciation		(59,523)
Total Noncurrent Assets		78,820
Total Assets		777,621
LIABILITIES		
Current Liabilities:		
Accounts Payable		3,518
Accrued Liabilities		129,049
Total Current Liabilities		132,567
Total Liabilities		132,567
NET POSITION		
Investment in Capital Assets		78,820
Restricted		268,115
Unrestricted		298,119
Total Net Position	$	645,054

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico School for the Arts
Statement of Activities
For The Year Ended June 30, 2014

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	$ 1,020,994	7,998	181,359	-	(831,637)
Support Services:					
Students	90,522	-	-	-	(90,522)
Instruction	92,471	-	-	-	(92,471)
General Administration	40,658	-	-	-	(40,658)
School Administration	303,751	-	-	-	(303,751)
Central Services	144,728	-	-	-	(144,728)
Operation & Maintenance of Plant	264,712	-	-	-	(264,712)
Food Services	57,485	20,735	14,967	-	(21,783)
Facilities Materials, Supplies & Other Services	198,072	-	-	399,797	201,725
Total Governmental Activities	$ 2,213,393	28,733	196,326	399,797	(1,588,537)
			General Revenues:		
			State Equalization Guarantee		$ 1,786,232
			Miscellaneous		1,245
			Total General Revenues		1,787,477
			Change in Net Position		198,940
			Net Position, Beginning		446,114
			Net Position, Ending		$ 645,054

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico School for the Arts
Balance Sheets - Governmental Funds
June 30, 2014

	Operational 11000	Instructional Materials 14000	Food Services 21000	Title I IASA 24101	IDEA-B Entitlement 24106	Teacher Principal Training 24154
ASSETS						
Cash and Cash Equivalents	$ 351,664	251	100	-	-	-
Accounts receivable						
Due from Government	-	2,221	1,953	9,678	15,263	917
Due from Other Funds	58,984	-	-	-	-	-
Other	4,864	-	-	-	-	-
Deposits	12,704	-	-	-	-	-
Prepaids	15,955	-	-	-	-	-
Total Assets	$ 444,171	2,472	2,053	9,678	15,263	917
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts Payable	$ 3,518	-	-	-	-	-
Accrued Expenses	113,875	-	9	3,763	3,794	-
Due to Other Funds	-	-	2,044	5,915	11,469	917
Total Liabilities	117,393	-	2,053	9,678	15,263	917
Fund Balances						
Fund Balance:						
Non Spendable:						
Deposits	12,704	-	-	-	-	-
Prepaid Expenditures	15,955	-	-	-	-	-
Restricted for:						
Instruction	-	2,472	-	-	-	-
Capital Improvements	-	-	-	-	-	-
Assigned to:						
Subsequent Years Expenditure and Other Programs	298,119	-	-	-	-	-
Total Fund Balance	326,778	2,472	-	-	-	-
Total Liabilities and Fund Balances	$ 444,171	2,472	2,053	9,678	15,263	917

The accompanying notes are an integral part of these financial statements

Dual Credit 27103	Advanced Placement 27122	2010 G0B Instructional Materials 27171	Private Dir Grants (Categorical) 29102	Public Schools Capital Outlay 31200	SB 9 Capital Improvements 31700	Total
-	-	-	81,663	-	159,996	593,674
65	5,000	-	-	34,408	2,099	71,604
-	-	-	-	-	-	58,984
-						4,864
-						12,704
-	-	-	-	-	-	15,955
65	5,000	-	81,663	34,408	162,095	757,785
-	-	-	-	-	-	3,518
-	834	-	6,774	-	-	129,049
65	4,166	-	-	34,408	-	58,984
65	5,000	-	6,774	34,408	-	191,551
-	-	-	-	-	-	12,704
-	-	-	-	-	-	15,955
-	-	-	74,889	-	-	77,361
-	-	-	-	-	162,095	162,095
-	-	-	-	-	-	298,119
-	-	-	74,889	-	162,095	566,234
65	5,000	-	81,663	34,408	162,095	757,785

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico School for the Arts
Reconciliation of the Balance Sheets of Governmental Funds to the Statement of Net Position
June 30, 2014

Fund Balances - Total Governmental Funds		**$ 566,234**
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	138,343	
Accumulated Depreciation	(59,523)	
		78,820
Net Position-Total Governmental Activities		**$ 645,054**

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico School for the Arts
Statement of Revenues, Expenditures, And Changes In Fund Balances
Governmental Funds
For The Year Ended June 30, 2014

	Operational 11000	Instructional Materials 14000	Food Services 21000	Title I IASA 24101	IDEA-B Entitlement 24106	Teacher Principal Training 24154
Revenues:						
Property Taxes	$ -	-	-	-	-	-
Local & County Grant	-	-	-	-	-	-
State Grant	1,786,232	12,684	-	-	-	-
Federal Grant	12,361	-	14,967	21,357	27,950	2,237
Miscellaneous	1,245	-	-	-	-	-
Fees	7,998	-	20,735	-	-	-
Total Revenues	1,807,836	12,684	35,702	21,357	27,950	2,237
Expenditures:						
Current:						
Instruction	920,708	12,830	-	21,357	23,786	2,137
Support Services:						
Students	86,358	-	-	-	4,164	-
Instruction	88,727	-	-	-	-	-
General Administration	39,026	-	-	-	-	-
School Administration	303,373	-	-	-	-	100
Central Services	144,728	-	-	-	-	-
Operation & Maintenance of Plant	259,364	-	-	-	-	-
Food Services Operations	16,323	-	41,162	-	-	-
Capital Outlay	-	-	-	-	-	-
Total expenditures	1,858,607	12,830	41,162	21,357	27,950	2,237
Excess (Deficiency) of Revenues Over (Under) Expenditures	(50,771)	(146)	(5,460)	-	-	-
Net Changes in Fund Balances	(50,771)	(146)	(5,460)	-	-	-
Fund Balances - Beginning of Year	377,549	2,618	5,460	-	-	-
Fund Balances - End of Year	$ 326,778	2,472	-	-	-	-

The accompanying notes are an integral part of these financial statements

Dual Credit 27103	Advanced Placement 27122	2010 G0B Instructional Materials 27171	Private Dir Grants (Categorical) 29102	Public Schools Capital Outlay 31200	SB 9 Capital Improvements 31700	Total
-	-	-	-	-	257,672	257,672
-	-	-	95,400	-	-	95,400
789	5,000	3,581	-	137,631	4,494	1,950,411
-	-	-	-	-	-	78,872
-	-	-	-	-	-	1,245
-	-	-	-	-	-	28,733
789	5,000	3,581	95,400	137,631	262,166	2,412,333
789	5,000	3,581	21,207	-	-	1,011,395
-	-	-	-	-	-	90,522
-	-	-	3,744	-	-	92,471
-	-	-	-	-	1,632	40,658
-	-	-	278	-	-	303,751
-	-	-	-	-	-	144,728
-	-	-	-	-	-	259,364
-	-	-	-	-	-	57,485
-	-	-	-	137,631	98,439	236,070
789	5,000	3,581	25,229	137,631	100,071	2,236,444
-	-	-	70,171	-	162,095	175,889
-	-	-	70,171	-	162,095	175,889
-	-	-	4,718	-	-	390,345
-	-	-	74,889	-	162,095	566,234

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico School for the Arts
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2014

Net change in fund balances-total governmental funds		**$ 175,889**
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	40,109	
Depreciation Expense	(17,058)	
		23,051
Change in Net Position-Total Governmental Activities		**$ 198,940**

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico School for the Arts
Statement of Fiduciary Assets and Liabilities- Agency Funds
June 30, 2014

	Agency Funds
ASSETS	
Cash in Bank	$ 10,029
Total Assets	$ 10,029
LIABILITIES	
Deposits Held for Others	$ 10,029
Total Liabilities	$ 10,029

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico School for the Arts
Schedule of Changes in Assets and Liabilities - Agency Funds
For The Year Ended June 30, 2014

	Balance July 1, 2013	Additions	Deductions	Balance June 30, 2014
ASSETS				
Cash in bank	$ 5,662	15,566	11,199	10,029
Total Assets	$ 5,662	15,566	11,199	10,029
LIABILITIES				
Deposits Held for Others	$ 5,662	15,566	11,199	10,029
Total Liabilities	$ 5,662	15,566	11,199	10,029

The accompanying notes are an integral part of these financial statements

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

Furniture, Fixtures and Equipment	5-7 years

Capital Assets for NMSFA are recorded in the Statement of Net Position.

NOTE 2. CAPITAL ASSETS

A summary of capital assets and changes occurring during the year ended June 30, 2014 follows:

	Balance June 30, 2013	Additions	Deletions	Balance June 30, 2014
Capital Assets being Depreciated:				
Furniture, Fixtures and Equipment	$ 98,234	40,109	-	138,343
Less: Accumulated Depreciation	(42,465)	(17,058)	-	(59,523)
Capital Assets, Net	$ 55,769	23,051	-	78,820

Depreciation expensed for the year ended June 30, 2014 was expensed to the following functions:

Instruction	$	9,599
Operations/Plant Maintenance		5,348
Capital outlay		2,111
Total	$	17,058

NOTE 3. COMMITMENTS AND CONTINGENCIES

A. Leases

The NMSFA leased various facilities and equipment under short-term cancelable operating leases. Rental expense for the year ending June 30, 2014 was $169,772. The NMSFA's minimum future payments on this lease are as follows:

The following is a schedule by years of future minimum lease payments under capital leases together with the present value of the net minimum lease payments as of June 30, 2014.

Year Ending June 30:		
2015	$	174,489
2016		176,360
2017		14,833
Total minimum lease payments	$	365,682

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico School for the Arts
Schedule of Budgetary Comparisons - Budgetary Basis
Operational 11000
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Varience Positive (Negative)
Revenues:				
State Grant	$ 1,710,674	1,786,231	1,786,232	1
Federal Grant	4,000	4,000	12,361	8,361
Miscellaneous	-	-	1,245	1,245
Fees	200	200	7,998	7,798
Total Revenues	1,714,874	1,790,431	1,807,836	17,405
Expenditures:				
Current:				
Instruction	932,020	976,330	920,708	55,622
Support Services:				
Students	81,570	112,992	86,358	26,634
Instruction	84,276	110,946	88,727	22,219
General Administration	25,620	56,920	39,026	17,894
School Administration	311,348	317,598	303,373	14,225
Central Services	141,341	161,506	144,728	16,778
Operation & Maintenance of Plant	389,854	370,661	259,364	111,297
Food Services Operations	20,000	40,375	16,323	24,052
Total Expenditures	1,986,029	2,147,328	1,858,607	288,721
Excess (Deficiency) of Revenues Over (Under) Expenditures	(271,155)	(356,897)	(50,771)	306,126
Other Financing Sources (Uses):				
Designated Cash	271,155	356,897	-	(356,897)
Total Other Financing Sources (Uses):	271,155	356,897	-	(356,897)
Net Changes in Fund Balances	-	-	(50,771)	(50,771)
Cash or Fund Balances - Beginning of Year	-	-	377,549	377,549
Cash or Fund Balances - End of Year	$ -	-	326,778	326,778
Reconciliation to GAAP Basis:				
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			$ (50,771)	

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico School for the Arts
Schedule of Budgetary Comparisons - Budgetary Basis
Instructional Materials 14000
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Varience Positive (Negative)
Revenues:				
State Grant	$ 10,212	10,212	13,081	2,869
Total Revenues	10,212	10,212	13,081	2,869
Expenditures:				
Current:				
Instruction	10,212	12,830	12,830	-
Total expenditures	10,212	12,830	12,830	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	(2,618)	251	2,869
Other Financing Sources (Uses):				
Designated Cash	-	2,618	-	(2,618)
Total Other Financing Sources (Uses):	-	2,618	-	(2,618)
Net Changes in Fund Balances	-	-	251	251
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	251	251
Reconciliation to GAAP Basis:				
Adjustments to revenues			(397)	
NET CHANGE IN FUND BALANCE			$ (146)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico School for the Arts
Schedule of Budgetary Comparisons - Budgetary Basis
Food Services 21000
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Varience Positive (Negative)**
Revenues:				
Federal Grant	$ 19,000	19,000	14,966	(4,034)
Fees	26,800	26,800	20,736	(6,064)
Total Revenues	45,800	45,800	35,702	(10,098)
Expenditures:				
Current:				
Food Services Operations	46,347	49,699	41,162	8,537
Total Expenditures	46,347	49,699	41,162	8,537
Deficiency of Revenues Under Expenditures	(547)	(3,899)	(5,460)	(1,561)
Other Financing Sources (Uses):				
Designated Cash	547	3,899	-	(3,899)
Total Other Financing Sources (Uses):	547	3,899	-	(3,899)
Net Changes in Fund Balances	-	-	(5,460)	(5,460)
Cash or Fund Balances - Beginning of Year	-	-	5,460	5,460
Cash or Fund Balances - End of Year	$ -	-	-	-
Reconciliation to GAAP Basis:				
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ (5,460)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico School for the Arts
Schedule of Budgetary Comparisons - Budgetary Basis
Title I IASA 24101
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Varience Positive (Negative)**
Revenues:				
Federal Grant	$ 19,569	36,595	15,586	(21,009)
Total Revenues	19,569	36,595	15,586	(21,009)
Expenditures:				
Current:				
Instruction	19,569	36,595	18,695	17,900
Total Expenditures	19,569	36,595	18,695	17,900
Deficiency of Revenues Under Expenditures	-	-	(3,109)	(3,109)
Net Changes in Fund Balances	-	-	(3,109)	(3,109)
Cash or Fund Balances - Beginning of Year	-	-	(2,806)	(2,806)
Cash or Fund Balances - End of Year	$ -	-	(5,915)	(5,915)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			5,771	
Adjustments to Expenditures			(2,662)	
NET CHANGE IN FUND BALANCE			$ -	

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico School for the Arts
Schedule of Budgetary Comparisons - Budgetary Basis
IDEA-B Entitlement 24106
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Varience Positive (Negative)**
Revenues:				
Federal Grant	$ 28,103	57,167	19,277	(37,890)
Total Revenues	28,103	57,167	19,277	(37,890)
Expenditures:				
Current:				
Instruction	23,603	40,218	21,092	19,126
Support Services:				
Students	4,500	16,949	4,164	12,785
Total Expenditures	28,103	57,167	25,256	31,911
Deficiency of Revenues				
Under Expenditures	-	-	(5,979)	(5,979)
Net Changes in Fund Balances	-	-	(5,979)	(5,979)
Cash or Fund Balances - Beginning of Year	-	-	(5,490)	(5,490)
Cash or Fund Balances - End of Year	$ -	-	(11,469)	(11,469)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			8,673	
Adjustments to Expenditures			(2,694)	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico School for the Arts
Schedule of Budgetary Comparisons - Budgetary Basis
Teacher Principal Training 24154
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Varience Positive (Negative)**
Revenues:				
Federal Grant	$ 5,211	8,297	4,151	(4,146)
Total Revenues	5,211	8,297	4,151	(4,146)
Expenditures:				
Current:				
Instruction	4,500	6,500	2,137	4,363
Support Services:				
School Administration	711	1,797	100	1,697
Total Expenditures	5,211	8,297	2,237	6,060
Excess of Revenues				
Over Expenditures	-	-	1,914	1,914
Net Changes in Fund Balances	-	-	1,914	1,914
Cash or Fund Balances - Beginning of Year	-	-	(2,831)	(2,831)
Cash or Fund Balances - End of Year	$ -	-	(917)	(917)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			(1,914)	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico School for the Arts
Schedule of Budgetary Comparisons - Budgetary Basis
Dual Credit 27103
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Varience Positive (Negative)**
Revenues:				
State Grant	$ -	789	724	(65)
Total Revenues	-	789	724	(65)
Expenditures:				
Current:				
Instruction	-	789	789	-
Total Expenditures	-	789	789	-
Deficiency of Revenues Under Expenditures	-	-	(65)	(65)
Net Changes in Fund Balances	-	-	(65)	(65)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(65)	(65)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			65	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico School for the Arts
Schedule of Budgetary Comparisons - Budgetary Basis
Advanced Placement 27122
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Varience Positive (Negative)
Revenues:				
State Grant	$ -	5,000	-	(5,000)
Total Revenues	-	5,000	-	(5,000)
Expenditures:				
Current:				
Instruction	5,000	5,000	4,166	834
Total Expenditures	5,000	5,000	4,166	834
Deficiency of Revenues Under Expenditures	(5,000)	-	(4,166)	(4,166)
Other Financing Sources (Uses):				
Designated Cash	5,000	-	-	-
Total Other Financing Sources (Uses):	5,000	-	-	-
Net Changes in Fund Balances	-	-	(4,166)	(4,166)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(4,166)	(4,166)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			5,000	
Adjustments to Expenditures			(834)	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico School for the Arts
Schedule of Budgetary Comparisons - Budgetary Basis
2010 G0B Instructional Materials 27171
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Varience Positive (Negative)**
Revenues:				
State Grant	$ 16,008	3,581	16,008	12,427
Total Revenues	16,008	3,581	16,008	12,427
Expenditures:				
Current:				
Instruction	16,008	3,581	3,581	-
Total expenditures	16,008	3,581	3,581	-
Excess of Revenues Over Expenditures	-	-	12,427	12,427
Net Changes in Fund Balances	-	-	12,427	12,427
Cash or Fund Balances - Beginning of Year	-	-	(12,427)	(12,427)
Cash or Fund Balances - End of Year	$ -	-	-	-
Reconciliation to GAAP Basis:				
Adjustments to Revenues			(12,427)	
NET CHANGE IN FUND BALANCE			$ -	

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico School for the Arts
Schedule of Budgetary Comparisons - Budgetary Basis
Private Dir Grants (Categorical) 29102
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Varience Positive (Negative)**
Revenues:				
Local & County Grant	$ -	95,400	95,400	-
Total Revenues	-	95,400	95,400	-
Expenditures:				
Current:				
Instruction	4,599	24,999	14,433	10,566
Instruction	-	75,000	3,744	71,256
School Administration	307	307	278	29
Total Expenditures	4,906	100,306	18,455	81,851
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,906)	(4,906)	76,945	81,851
Other Financing Sources (Uses):				
Designated Cash	4,906	4,906	-	(4,906)
Total Other Financing sources (Uses):	4,906	4,906	-	(4,906)
Net Changes in Fund Balances	-	-	76,945	76,945
Cash or Fund Balances - Beginning of Year	-	-	4,718	4,718
Cash or Fund Balances - End of Year	$ -	-	81,663	81,663
Reconciliation to GAAP Basis:				
Adjustments to Expenditures			(6,774)	
NET CHANGE IN FUND BALANCE			$ 70,171	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico School for the Arts
Schedule of Budgetary Comparisons - Budgetary Basis
Public Schools Capital Outlay 31200
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Varience Positive (Negative)
Revenues:				
State Grant	$ -	137,631	135,674	(1,957)
Total Revenues	-	137,631	135,674	(1,957)
Expenditures:				
Capital Outlay	-	137,631	137,631	-
Total Expenditures	-	137,631	137,631	-
Deficiency of Revenues Under Expenditures	-	-	(1,957)	(1,957)
Net Changes in Fund Balances	-	-	(1,957)	(1,957)
Cash or Fund Balances -Beginning of Year	-	-	(32,451)	(32,451)
Cash or Fund Balances - End of Year	$ -	-	(34,408)	(34,408)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			1,957	
NET CHANGE IN FUND BALANCE			$ -	

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico School for the Arts
Schedule of Budgetary Comparisons - Budgetary Basis
SB 9 Capital Improvements 31700
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Varience Positive (Negative)
Revenues:				
Property Taxes	$ 166,820	166,820	255,573	88,753
State Grant	-	4,494	4,494	-
Total Revenues	166,820	171,314	260,067	88,753
Expenditures:				
Current:				
Support Services:				
General Administration	-	2,500	1,632	868
Capital Outlay	252,653	254,647	98,439	156,208
Total Expenditures	252,653	257,147	100,071	157,076
Excess (Deficiency) of Revenues Over (Under) Expenditures	(85,833)	(85,833)	159,996	245,829
Other Financing Sources (Uses):				
Designated Cash	85,833	85,833	-	(85,833)
Total Other Financing Sources (Uses):	85,833	85,833	-	(85,833)
Net Changes in Fund Balances	-	-	159,996	159,996
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	159,996	159,996
Reconciliation to GAAP Basis:				
Adjustments to Revenues			2,099	
NET CHANGE IN FUND BALANCE			$ 162,095	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico School for the Arts
Schedule of Collateral Pledged by Depository for Public Funds
June 30, 2014

Name of Depository	Security Type	CUSIP/ Security Number	Maturity Date	Fair Value June 30,2014
Wells Fargo	FN AS0025 3.500%	3138W9A34	7/1/2043	$ 228,202
				$ 228,202

Total Cash per Schedule of Cash Accounts:	$ 639,198
Less: FDIC Coverage:	(250,000)
Uninsured Public Funds:	389,198
Collateral Requirement:	194,599
Pledged Collateral Held by Pledging Financial Institution:	228,202
Balance Over Collateralized:	**$ 33,603**
Balance Uninsured and Uncollateralized at June 30, 2014:	**$ 160,996**

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico School for the Arts
Schedule of Cash Accounts
June 30, 2014

Bank Account Type	Wells Fargo Bank
Checking - Operational Account	$ 639,198
Total on Deposit	639,198
Reconciling Items	(35,495)
Reconciled Balance June 30, 2014	603,703
Less: Agency Funds	$ 10,029
Total Cash	$ 593,674

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
New Mexico School for the Arts
Cash Reconciliation
June 30, 2014

	Operational 11100	Instructional Materials 14000	Food Services 21000	Activity Account 23000
Cash, June 30, 2013	$ 378,927	-	2,513	5,662
Add:				
2013-14 revenues	1,807,836	10,976	35,702	15,566
Total Cash Available	2,186,763	10,976	38,215	21,228
Less:				
2013-14 expenditures	(1,858,607)	(11,122)	(41,162)	(13,343)
Receivables/Payables	113,875	397	994	-
Outstanding Loans	(58,983)	-	2,053	-
Cash June 30, 2014	383,048	251	100	7,885
Fund Balance Reconciliations to GAAP Basis:				
Audit reclassifications to cash	(31,384)	-	-	2,144
Cash Per Books	351,664	251	100	10,029
Fund Balance Reconciliation to GAAP Basis:				
Modified Accrual Adjustments	(24,886)	2,221	(100)	(10,029)
Fund Balance , Modified Accrual Basis	$ 326,778	2,472	-	-

The accompanying notes are an integral part of these financial statements

Federal Projects Accounts 24000	State Flow Through Account 27000	Local / State 29000	Public School Capital Outlay 31200	SB 9 Capital Improvements 31700	Total
-	-	4,718	-	91,888	483,708
51,544	9,370	95,400	137,631	167,655	2,331,680
51,544	9,370	100,118	137,631	259,543	2,815,388
(51,544)	(9,370)	(25,229)	(137,631)	(100,071)	(2,248,079)
7,557	834	6,774	34,407	-	164,838
18,301	4,231	-	(34,407)	-	(68,805)
25,858	5,065	81,663	-	159,472	663,342
(25,858)	(5,065)	-	-	524	(59,639)
-	-	81,663	-	159,996	603,703
				Less: Activity Funds Per Schedule of Changes in Assets and Liabilities- Agency Funds:	10,029
				Balance Sheets - Governmental Funds:	$ 593,674
-	-	(6,774)	-	2,099	(37,469)
-	-	74,889	-	162,095	566,234

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
North Valley Academy
Statement of Net Position
June 30, 2014

ASSETS		
Current Assets:		
Cash	$	603,233
Receivables		
Due from Other Governments		349,492
Total Current Assets		952,725
Noncurrent Assets:		
Capital Assets		
Land		
Building and Improvements		91,474
Furniture, Fixtures, and Equipment		9,911
Less: Accumulated Depreciation		(93,918)
Total Noncurrent Assets		7,467
Total Assets		960,192
LIABILITIES		
Current Liabilities:		
Accounts Payable		10,870
Accrued Liabilities		245,784
Compensated Absences		2,787
Total Current Liabilities		259,441
Total Liabilities		259,441
NET POSITION		
Investment in Capital Assets		7,467
Restricted		135,820
Unrestricted		557,464
Total Net Position	$	700,751

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, 2014

Functions/Programs	Expenses	Program Revenues: Charges	Program Revenues: Operating	Program Revenues: Capital	Net
Governmental activities:					
Instruction	$ 1,886,208	1,197	467,388	-	(1,417,623)
Support Services:					
Students	197,905	-	-	-	(197,905)
Instruction	31,456	-	-	-	(31,456)
General Administration	62,409	-	-	-	(62,409)
School Administration	290,564	-	-	-	(290,564)
Central Services	142,336	-	-	-	(142,336)
Operation & Maintenance of Plant	369,943	-	-	-	(369,943)
Other support services	42,086	-	-	-	(42,086)
Food Services	162,457	41,613	144,701	-	23,857
Facilities Materials, Supplies & Other Services	377,425	-	-	377,425	-
Total Governmental Services	$ 3,562,789	42,810	612,089	377,425	(2,530,465)

General Revenues:	
State Equalization Guarantee	$ 2,765,397
Miscellaneous	66,250
Total General Revenues	2,831,647
Change in Net Position	301,182
Net Position, Beginning	399,569
Net Position, Ending	$ 700,751

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, 2014

	Operational 11000	Instructional Materials 14000	Food Services 21000	Title I IASA 24101
ASSETS				
Cash and Cash Equivalents	$ 465,684	44,232	80,514	-
Accounts Receivable				
Due from Government	-	-	-	38,198
Due from Other Funds	310,524	-	-	-
Total Assets	$ 776,208	44,232	80,514	38,198
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	$ 9,141	885	-	-
Accrued Expenditures	206,816	-	-	16,961
Due to Other Funds	-	-	-	21,237
Total Liabilities	215,957	885	-	38,198
Fund Balances				
Fund Balance:				
Restricted for:				
Instruction	-	43,347	-	-
Food Service Operations	-	-	80,514	-
Unassigned	560,251	-	-	-
Total Fund Balance	560,251	43,347	80,514	-
Total Liabilities and Fund Balance	$ 776,208	44,232	80,514	38,198

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120	Teacher Principal Training 24154	2010 SB-1 Student Library 27106	New Mexico Reads 27114	Incentives for School Improvements 27138
-	-	-	-	-	10,199
80,246	-	5,966	1,343	30,484	-
-	-	-	-	-	-
80,246	-	5,966	1,343	30,484	10,199
-	-	-	-	-	-
-	-	810	-	5,840	-
80,246	-	5,156	1,343	24,644	-
80,246	-	5,966	1,343	30,484	-
-	-	-	-	-	10,199
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	10,199
80,246	-	5,966	1,343	30,484	10,199

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
North Valley Academy
Balance Sheets - Governmental Funds (Continued)
June 30, 2014

	Pre-K Initiative 27149	2010 GOB Instructional Materials 27171	New Mexico Grown FVV 27183	Next Generation Assessments 27185
ASSETS				
Cash and Cash Equivalents	$ -	-	-	-
Accounts Receivable				
Due from Government	36,122	29,560	591	12,054
Due from Other Funds	-	-	-	-
Total Assets	$ 36,122	29,560	591	12,054
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	$ -	-	-	-
Accrued Expenditures	15,357	-	-	-
Due to Other Funds	20,765	29,560	591	12,054
Total Liabilities	36,122	29,560	591	12,054
Fund Balances				
Fund Balance:				
Restricted for:				
Instruction	-	-	-	-
Food Services Operations	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balance	-	-	-	-
Total Liabilities and Fund Balance	$ 36,122	29,560	591	12,054

The accompanying notes are an integral part of these financial statements

Private Dir Grants (Categorical) 29102	Public School Capital Outlay 31200	SB-9 Capital Improvements 31700	Total
2,604	-	-	603,233
-	87,499	27,429	349,492
-	-	-	310,524
2,604	87,499	27,429	1,263,249
844	-	-	10,870
-	-	-	245,784
-	87,499	27,429	310,524
844	87,499	27,429	567,178
1,760	-	-	55,306
-	-	-	80,514
-	-	-	560,251
1,760	-	-	696,071
2,604	87,499	27,429	1,263,249

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
North Valley Academy
Reconciliation of the Balance Sheets - Governmental Funds
to Statement of Net Position
June 30, 2014

Fund Balances - Total Governmental Funds		**$ 696,071**
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	101,385	
Accumulated Depreciation	(93,918)	
		7,467
Long-term liabilities are not due in the current period and, therefore, are not reported in the funds.		
Compensated Absences	(2,787)	
		(2,787)
Net Position-Total Governmental Activities		**$ 700,751**

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, 2014

	Operational 11000	Instructional Materials 14000	Food Services 21000	Title I IASA 24101
Revenues:				
Local & County Grant	$ 66,250	-	-	-
State Grant	2,765,397	28,049	-	-
Federal Grant	-	-	144,701	119,395
Charges for Services	1,197	-	41,613	-
Total Revenues	2,832,844	28,049	186,314	119,395
Expenditures:				
Current:				
Instruction	1,542,086	37,322	-	118,446
Support Services:				
Students	97,813	-	-	949
Instruction	11,917	-	-	-
General Administration	62,342	-	-	-
School Administration	282,663	-	-	-
Central Services	142,336	-	-	-
Operation & Maintenance of Plant	364,313	-	-	-
Other Support Services Operations	42,086	-	-	-
Food Services Operations	-	-	161,866	-
Capital Outlay	-	-	-	-
Total Expenditures	2,545,556	37,322	161,866	119,395
Excess (Deficiency) of Revenues Over (Under) Expenditures	287,288	(9,273)	24,448	-
Net Changes in Fund Balances	287,288	(9,273)	24,448	-
Fund Balances - Beginning of Year	272,963	52,620	56,066	-
Fund Balances - End of Year	$ 560,251	43,347	80,514	-

These accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120	Teacher Principal Training 24154	2010 SB-1 Student Library 27106	New Mexico Reads 27114	Incentives for School Improvements 27138
-	-	-	-	-	-
-	-	-	1,343	47,276	-
94,830	960	11,331	-	-	-
-	-	-	-	-	-
94,830	960	11,331	1,343	47,276	-
1,301	-	3,117	-	47,276	-
93,529	960	-	-	-	-
-	-	6,142	1,343	-	-
-	-	-	-	-	-
-	-	2,072	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
94,830	960	11,331	1,343	47,276	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	10,199
-	-	-	-	-	10,199

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, 2014

	Pre-K Initiative 27149	2010 GOB Instructional Materials 27171	New Mexico Grown FVV 27183	Next Generation Assessments 27185
Revenues:				
Local & County Grant	$ -	-	-	-
State grant	119,999	29,560	591	12,054
Federal grant	-	-	-	-
Charges for services	-	-	-	-
Total Revenues	119,999	29,560	591	12,054
Expenditures:				
Current:				
Instruction	106,256	29,560	-	-
Support Services:				
Students	4,654	-	-	-
Instruction	-	-	-	12,054
General Administration	-	-	-	-
School Administration	5,829	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	3,260	-	-	-
Other Support Services Operations	-	-	-	-
Food Services Operations	-	-	591	-
Capital Outlay	-	-	-	-
Total Expenditures	119,999	29,560	591	12,054
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-
Net Changes in Fund Balances	-	-	-	-
Fund Balances - Beginning of Year	-	-	-	-
Fund Balances - End of Year	$ -	-	-	-

These accompanying notes are an integral part of these financial statements

Private Dir Grants (Categorical) 29102	Public School Capital Outlay 31200	SB-9 Capital Improvements 31700	Total
2,000	-	-	68,250
-	349,996	27,429	3,381,694
-	-	-	371,217
-	-	-	42,810
2,000	349,996	27,429	3,863,971
844	-	-	1,886,208
-	-	-	197,905
-	-	-	31,456
-	-	-	62,342
-	-	-	290,564
-	-	-	142,336
-	-	-	367,573
-	-	-	42,086
-	-	-	162,457
-	349,996	27,429	377,425
844	349,996	27,429	3,560,352
1,156	-	-	303,619
1,156	-	-	303,619
604	-	-	392,452
1,760	-	-	696,071

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, 2014

Net Change In Fund Balances-Total Governmental Funds		**$ 303,619**
Amounts reported for governmental activities in the Statement of Activities are different because:		
Change in Compensated Absences		(67)
Capital outlays to purchase or build capital assets are reported in governmental		
Capital Outlays	-	
Depreciation Expense	(2,370)	
		(2,370)
Change In Net Position-Total Governmental Activities		**$ 301,182**

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, 2014

	Agency Funds
ASSETS	
Cash in Bank	$ 23,171
Total Assets	$ 23,171
LIABILITIES	
Deposits Held for Others	$ 23,171
Total Liabilities	$ 23,171

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, 2014

	Balance July 1, 2013	Additions	Deductions	Balance June 30, 2014
ASSETS				
Cash in Bank	$ 12,646	36,773	26,248	23,171
Total Assets	$ 12,646	36,773	26,248	23,171
LIABILITIES				
Deposits Held for Others	$ 12,646	36,773	26,248	23,171
Total Liabilities	$ 12,646	36,773	26,248	23,171

The accompanying notes are an integral part of these financial statements

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

Furniture, fixtures and equipment	10 years
Building and Improvements	15 years

NOTE 2. CAPITAL ASSETS

A summary of capital assets and changes occurring during the year ended June 30, 2014 follows:

	Balance June 30, 2013	Additions	Deletions	Balance June 30, 2014
Capital Assets being Depreciated:				
Furniture, fixtures and equipment	$ 9,911	-	-	9,911
Buildings and improvements	91,474	-	-	91,474
Total	101,385	-	-	101,385
Less: Accumulated Depreciation				
Furniture, fixtures and equipment	(87,654)	(954)	-	(88,608)
Buildings and improvements	(3,894)	(1,416)	-	(5,310)
Total	(91,548)	(2,370)	-	(93,918)
Net Fixed Assets	$ 9,837	(2,370)	-	7,467

Depreciation expensed for the year ended June 30, 2014 was expensed to the following functions:

Operations/Plant Maintenance	$ 2,370
Total	$ 2,370

NOTE 3. COMMITMENTS AND CONTINGENCIES

A. Leases

The NVA leased facilities under long-term cancelable operating leases. Rent expense for the year ended June 30, 2014 was $530,435. The school's minimum future payments on this lease are as follows:

Year Ending June 30:		
2015	$	583,670
2016		598,262
Total operating lease payments	$	1,181,932

The NVA had compensated absences balance of $2,720 at the beginning of the fiscal year. Additions to the balance were $67 which resulted in an ending balance of $2,787.

B. Contingencies

No contingencies were discovered during the audit.

NOTE 4. RELATED PARTIES

The business manager performs services for other schools on a contract basis for the consulting and business office.

NOTE 5. SUBSEQUENT EVENTS

The former Head Administrator filed a lawsuit against the school for various claims. The litigation is ongoing.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
North Valley Academy
Schedule of Budgetary Comparisons - Budgetary Basis
Operational 11000
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
Local & County Grant	$ -	114,332	116,929	2,597
State Grant	2,649,776	2,765,398	2,765,397	(1)
Charges for Services	-	-	1,197	1,197
Total Revenues	2,649,776	2,879,730	2,883,523	3,793
Expenditures:				
Current:				
Instruction	1,828,121	1,758,621	1,522,293	236,328
Support Services:				
Students	107,194	117,723	97,813	19,910
Instruction	23,050	23,050	11,917	11,133
General Administration	57,150	119,584	75,657	43,927
School Administration	286,270	286,270	282,654	3,616
Central Services	85,974	359,567	142,077	217,490
Operation & Maintenance of Plant	388,719	398,719	365,517	33,202
Other Support Services Operations	-	42,086	42,086	-
Total Expenditures	2,776,478	3,105,620	2,540,014	565,606
Excess (Deficiency) of Revenues Over (Under) Expenditures	(126,702)	(225,890)	343,509	569,399
Other Financing Sources:				
Designated Cash	126,702	225,890	-	(225,890)
Total Other Financing Sources	126,702	225,890	-	(225,890)
Net Changes in Fund Balances	-	-	343,509	343,509
Cash or Fund Balances - Beginning of Year	-	-	272,963	272,963
Cash or Fund Balances - End of Year	$ -	-	616,472	616,472
Reconciliation to GAAP Basis:				
Adjustments to Revenues			(105,205)	
Adjustments to Expenditures			48,984	
NET CHANGE IN FUND BALANCE			$ 287,288	

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, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State Grant	$ 24,127	28,049	30,188	2,139
Total Revenues	24,127	28,049	30,188	2,139
Expenditures:				
Current:				
Instruction	72,821	78,530	36,437	42,093
Total Expenditures	72,821	78,530	36,437	42,093
Excess (Deficiency) of Revenues Over (Under) Expenditures	(48,694)	(50,481)	(6,249)	44,232
Other Financing Sources:				
Designated Cash	48,694	50,481	-	(50,481)
Total Other Financing Sources	48,694	50,481	-	(50,481)
Net Changes in Fund Balances	-	-	(6,249)	(6,249)
Cash or Fund Balances - Beginning of Year	-	-	52,620	52,620
Cash or Fund Balances - End of Year	$ -	-	46,371	46,371
Reconciliation to GAAP Basis:				
Adjustments to Revenues			(2,139)	
Adjustments to Expenditures			(885)	
NET CHANGE IN FUND BALANCE			$ (9,273)	

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, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
Federal Grant	$ 140,000	144,000	148,326	4,326
Charges for Services	37,000	39,350	41,613	2,263
Total Revenues	177,000	183,350	189,939	6,589
Expenditures:				
Current:				
Food Services Operations	234,663	240,015	166,090	73,925
Total Expenditures	234,663	240,015	166,090	73,925
Excess (Deficiency) of Revenues Over (Under) Expenditures	(57,663)	(56,665)	23,849	80,514
Other Financing Sources:				
Designated Cash	57,663	56,665	-	(56,665)
Total Other Financing Sources:	57,663	56,665	-	(56,665)
Net Changes in Fund Balances	-	-	23,849	23,849
Cash or Fund Balances - Beginning of Year	-	-	56,665	56,665
Cash or Fund Balances - End of Year	$ -	-	80,514	80,514
Reconciliation to GAAP Basis:				
Adjustments to Revenues			(3,625)	
Adjustments to Expenditures			4,224	
NET CHANGE IN FUND BALANCE			$ 24,448	

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, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
Federal Grant	$ 124,098	138,550	185,256	46,706
Total Revenues	124,098	138,550	185,256	46,706
Expenditures:				
Current:				
Instruction	122,856	137,308	118,446	18,862
Support Services:				
Students	1,242	1,242	949	293
Total Expenditures	124,098	138,550	119,395	19,155
Excess of Revenues				
Over Expenditures	-	-	65,861	65,861
Net Changes in Fund Balances	-	-	65,861	65,861
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	65,861	65,861
Reconciliation to GAAP Basis:				
Adjustments to Revenues			(65,861)	
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, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Revenues:				
Federal Grant	$ 74,654	94,831	56,937	(37,894)
Total Revenues	74,654	94,831	56,937	(37,894)
Expenditures:				
Current:				
Instruction	-	1,302	1,301	1
Support Services:				
Students	74,654	93,529	93,529	-
Total Expenditures	74,654	94,831	94,830	1
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	(37,893)	(37,893)
Net Changes in Fund Balances	-	-	(37,893)	(37,893)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(37,893)	(37,893)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			37,893	
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, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
Federal Grant	$ -	960	1,650	690
Total Revenues	-	960	1,650	690
Expenditures:				
Current:				
Support Services:				
Students	-	960	960	-
Total Expenditures	-	960	960	-
Excess of Revenues				
Over Expenditures	-	-	690	690
Net Changes in Fund Balances	-	-	690	690
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	690	690
Reconciliation to GAAP Basis:				
Adjustments to Revenues			(690)	
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
Teacher Principal Training 24154
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
Federal Grant	$ 15,971	19,492	14,893	(4,599)
Total Revenues	15,971	19,492	14,893	(4,599)
Expenditures:				
Current:				
Instruction	6,829	6,829	3,117	3,712
Support Services:				
Instruction	6,142	6,142	6,142	-
School Administration	3,000	6,521	2,072	4,449
Total Expenditures	15,971	19,492	11,331	8,161
Excess of Revenues				
Over Expenditures	-	-	3,562	3,562
Net Changes in Fund Balances	-	-	3,562	3,562
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	3,562	3,562
Reconciliation to GAAP Basis:				
Adjustments to Revenues			(3,562)	
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
2010 Student Library Fund SB-1 27106
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State Grant	$ 1,343	1,343	554	(789)
Total Revenues	1,343	1,343	554	(789)
Expenditures:				
Current:				
Support Services:				
Instruction	1,343	1,343	1,343	-
Total Expenditures	1,343	1,343	1,343	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	(789)	(789)
Net Changes in Fund Balances	-	-	(789)	(789)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(789)	(789)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			789	
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
New Mexico Reads 27114
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Revenues:				
State Grant	$ -	47,277	46,192	(1,085)
Total Revenues	-	47,277	46,192	(1,085)
Expenditures:				
Current:				
Instruction	-	47,277	47,276	1
Total Expenditures	-	47,277	47,276	1
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	(1,084)	(1,084)
Net Changes in Fund Balances	-	-	(1,084)	(1,084)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(1,084)	(1,084)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			1,084	
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
Incentives for School Improvements 27138
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
Property Taxes	$ -	-	-	-
Total Revenues	-	-	-	-
Expenditures:				
Current:				
Instruction	-	10,199	-	10,199
Total Expenditures	-	10,199	-	10,199
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	(10,199)	-	10,199
Other Financing Sources (Uses):				
Designated Cash	-	10,199	-	(10,199)
Total Other Financing Sources (Uses)	-	10,199	-	(10,199)
Net Changes in Fund Balances	-	-	-	-
Cash or Fund Balances - Beginning of Year	-	-	10,199	10,199
Cash or Fund Balances - End of Year	$ -	-	10,199	10,199
Reconciliation to GAAP Basis:				
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
North Valley Academy
Schedule of Budgetary Comparisons - Budgetary Basis
Pre-K Initiative 27149
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Revenues:				
State Grant	$ 120,000	119,999	113,347	(6,652)
Total Revenues	120,000	119,999	113,347	(6,652)
Expenditures:				
Current:				
Instruction	116,097	106,256	106,256	-
Support Services:	-	-		
Students	3,903	4,654	4,654	-
School Administration	-	5,829	5,829	-
Operation & Maintenance of Plant	-	3,260	3,260	-
Total Expenditures	120,000	119,999	119,999	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	(6,652)	(6,652)
Net Changes in Fund Balances	-	-	(6,652)	(6,652)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(6,652)	(6,652)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			6,652	
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
2010 GOB Instructional Materials 27171
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Revenues:				
State Grant	$ 29,560	29,560	-	(29,560)
Total Revenues	29,560	29,560	-	(29,560)
Expenditures:				
Current:				
Instruction	29,560	29,560	29,560	-
Total Expenditures	29,560	29,560	29,560	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	(29,560)	(29,560)
Net Changes in Fund Balances	-	-	(29,560)	(29,560)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(29,560)	(29,560)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			29,560	
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
New Mexico Grown FVV 27183
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Revenues:				
State Grant	$ -	591	-	(591)
Total Revenues	-	591	-	(591)
Expenditures:				
Current:				
Food Services Operations	-	591	591	-
Total Expenditures	-	591	591	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	(591)	(591)
Net Changes in Fund Balances	-	-	(591)	(591)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(591)	(591)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			591	
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
Next Generation Assessments 27185
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Revenues:				
State Grant	$ -	12,054	-	(12,054)
Total Revenues	-	12,054	-	(12,054)
Expenditures:				
Current:				
Support Services:	-	-		
Instruction	-	12,054	12,054	-
Total Expenditures	-	12,054	12,054	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	(12,054)	(12,054)
Net Changes in Fund Balances	-	-	(12,054)	(12,054)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(12,054)	(12,054)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			12,054	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integarl 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, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
Local & County Grant	$ -	2,000	2,000	-
Total Revenues	-	2,000	2,000	-
Expenditures:				
Current:				
Instruction	-	2,000	-	2,000
Support Services:				
Students	604	604	-	604
Total Expenditures	604	2,604	-	2,604
Excess (Deficiency) of Revenues Over (Under) Expenditures	(604)	(604)	2,000	2,604
Other Financing Sources (Uses):				
Designated Cash	604	604	-	(604)
Total Other Financing Sources (Uses)	604	604	-	(604)
Net Changes in Fund Balances	-	-	2,000	2,000
Cash or Fund Balances - Beginning of Year	-	-	604	604
Cash or Fund Balances - End of Year	$ -	-	2,604	2,604
Reconciliation to GAAP Basis:				
Adjustments to Expenditures			(844)	
NET CHANGE IN FUND BALANCE			$ 1,156	

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, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Revenues:				
State Grant	$ -	349,996	262,497	(87,499)
Total Revenues	-	349,996	262,497	(87,499)
Expenditures:				
Capital Outlay	-	349,996	349,996	-
Total Expenditures	-	349,996	349,996	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	(87,499)	(87,499)
Net Changes in Fund Balances	-	-	(87,499)	(87,499)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(87,499)	(87,499)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			87,499	
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, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State Grant	$ -	28,243	21,856	(6,387)
Total Revenues	-	28,243	21,856	(6,387)
Expenditures:				
Capital Outlay	-	28,243	27,429	814
Total Expenditures	-	28,243	27,429	814
Deficiency of Revenues Under Expenditures	-	-	(5,573)	(5,573)
Net Changes in Fund Balances	-	-	(5,573)	(5,573)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(5,573)	(5,573)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			5,573	
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, 2014

Name of Depository	Security Type	CUSIP/ Security Number	Maturity Date	Fair Value June 30, 2014
New Mexico Bank & Trust	Belen NM - Bond	077581LJ3	8/1/2015	$ 200,000
				$ 200,000

Total Per Schedule of Cash Accounts:	$ 721,816
Less: FDIC Coverage:	(250,000)
Uninsured Public Funds:	471,816
Collateral Requirement:	235,908
Pledged Collateral Held by Pledging Financial Institution:	200,000
Balance Under Collateralized:	**$ (35,908)**
Balance Uninsured and Uncollateralized at June 30, 2014:	**$ 271,816**

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
North Valley Academy
Schedule of Cash Accounts
June 30, 2014

Bank Account Type	NM Bank & Trust
Checking - Operational Account	$ 721,816
Total on Deposit	721,816
Reconciling Items	(95,412)
Reconciled Balance June 30, 2014	626,404
Less Agency Funds	(23,171)
Total Cash	$ 603,233

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, 2014

	Operational 11000	Instructional Materials 14000	Food Services 21000	Federal Projects Account 24000
Cash, June 30, 2013	$ 225,883	50,481	56,665	(156,630)
Add:				
2013-14 Revenues	2,883,523	30,188	189,939	258,736
	3,109,406	80,669	246,604	102,106
Less:				
2013-14 Expenditures	(2,540,014)	(36,437)	(166,090)	(226,516)
Receivables/Payables	206,816	-	-	17,771
Cash June 30, 2014	776,208	44,232	80,514	(106,639)
Fund Balance Reconciliations to GAAP Basis:				
Audit Reclassifications to Cash	(310,524)	-	-	106,639
Cash per Books	465,684	44,232	80,514	-
Fund Balance Reconciliation to GAAP Basis:				
Modified Accrual Adjustments	94,567	(885)	-	-
Fund Balance , Modified Accrual Basis	$ 560,251	43,347	80,514	-

The accompanying notes are an integral part of these financial statements

State Flow Through Fund 27000	Local/State 29000	Public School Capital Outlay 31200	SB-9 Capital Improvements 31700	Total
(49,224)	604	-	(21,856)	105,923
160,093	2,000	262,497	21,856	3,808,832
110,869	2,604	262,497	-	3,914,755
(210,823)	-	(349,996)	(27,429)	(3,557,305)
21,196	-	-	-	245,783
(78,758)	2,604	(87,499)	(27,429)	603,233
88,957	-	87,499	27,429	-
10,199	2,604	-	-	603,233
-	(844)	-	-	92,838
10,199	1,760	-	-	696,071

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Ralph J Bunche Academy
Statement of Net Position
June 30, 2014

ASSETS		
Current Assets:		
Cash	$	29,728
Receivables		
Due from Other Governments		238,563
Other		3,229
Total Current Assets		271,520
Noncurrent Assets:		
Capital Assets		
Furniture, Fixtures, and Equipment		88,405
Less: Accumulated Depreciation		(33,439)
Total Noncurrent assets		54,966
Total Assets		326,486
LIABILITIES		
Current Liabilities:		
Accounts Payable		67,287
Accrued Liabilities		16,106
Due to Government		161,685
Compensated Absenses		19,670
Total Current Liabilities		264,748
Total Liabilities		264,748
NET POSITION		
Investment in Capital Assets		54,966
Restricted		33,843
Unrestricted (Deficit)		(27,071)
Total Net position	$	61,738

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Ralph J Bunche Academy
Statement of Activities
For The Year Ended June 30, 2014

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	$ 443,243	-	150,149	-	(293,094)
Support Services:					
Students	67,800	-	-	-	(67,800)
Instruction	7,853	-	-	-	(7,853)
General Administration	56,448	-	-	-	(56,448)
School Administration	155,096	-	-	-	(155,096)
Central Services	81,083	-	-	-	(81,083)
Operation & Maintenance of Plant	86,621	-	-	-	(86,621)
Food Services	63,576	4,200	55,869	-	(3,507)
Facilities Materials, Supplies & Other Services	62,873	-	-	62,873	-
Total Governmental Activities	$ 1,024,593	4,200	206,018	62,873	(751,502)

General Revenues:	
State Equalization Guarantee	$ 750,372
State Appropriations	24,770
Miscellaneous	8,389
Total General Revenues	783,531
Change in Net Position	32,029
Net Position-Beginning	29,709
Net Position-Ending	$ 61,738

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
RALPH J BUNCHE ACADEMY
Balance Sheets - Governmental Funds
June 30, 2014

	Operational 11000	Instructional Materials 14000	Food Services 21000	Title I IASA 24101	IDEA-B Entitlement 24106
ASSETS					
Assets					
Cash and Cash Equivalents	$ 4,958	-	-	-	-
Accounts receivable					
Due from Government	188,737	-	-	7,937	1,682
Due from Other Funds	51,644	6,164	-	-	-
Other	3,229	-	-	-	-
Total Assets	$ 248,568	6,164	-	7,937	1,682
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	$ 67,287	-	-	-	-
Accrued Expenses	14,063	-	-	1,556	-
Due to Government	161,685	-	-	-	-
Due to Other Funds	-	-	12,934	6,381	1,682
Total Liabilities	243,035	-	12,934	7,937	1,682
Fund Balances					
Fund Balance (Deficit):					
Restricted for:					
Instruction	-	6,164	-	-	-
Capiltal Improvements	-	-	-	-	-
Assigned to:					
Subsequent Years Expenditure and Other Programs	5,533	-	-	-	-
Unassigned (Deficit):	-	-	(12,934)	-	-
Total Fund Balance (Deficit)	5,533	6,164	(12,934)	-	-
Total Liabilities and Fund Balance (Deficit)	$ 248,568	6,164	-	7,937	1,682

The accompanying notes are an integral part of these financial statements

IDEA-B Risk Pool 24120	Teacher Principal Training 24154	Medicaid 3 - 21 Years 25153	New Mexico Reads 27114	K-3 Plus 27166	Public School Capital Outlay 31200	SB-9 Capital Improvements 31700	Total
-	-	-	-	-	-	24,770	29,728
-	4,000	-	18,273	-	15,025	2,909	238,563
-	-	-	-	-	-	-	57,808
-	-	-	-	-	-	-	3,229
-	4,000	-	18,273	-	15,025	27,679	329,328
-	-	-	-	-	-	-	67,287
-	-	-	487	-	-	-	16,106
-	-	-	-	-	-	-	161,685
-	4,000	-	17,786	-	15,025	-	57,808
-	4,000	-	18,273	-	15,025	-	302,886
-	-	-	-	-	-	-	6,164
-	-	-	-	-	-	27,679	27,679
-	-	-	-	-	-	-	5,533
-	-	-	-	-	-	-	(12,934)
-	-	-	-	-	-	27,679	26,442
-	4,000	-	18,273	-	15,025	27,679	329,328

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Ralph J Bunche Academy
Reconciliation of the Balance Sheet of Governmental Funds to
The Statement of Net Position
June 30, 2014

Fund Balances - Total Governmental Funds		**$ 26,442**
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		
Capital Assets	88,405	
Accumulated Depreciation	(33,439)	
		54,966
Long-term liabilities are not due in the current period and, therefore, are not reported in the funds.		
Compensated Absences	(19,670)	
		(19,670)
Net Position-Total Governmental Activities		**$ 61,738**

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Ralph J Bunche Academy
Statement of Revenues, Expenditures, and Changes In Fund Balances (Deficit)
Governmental Funds
For The Year Ended June 30, 2014

	Operational 11000	Instructional Materials 14000	Food Services 21000	Title I IASA 24101	IDEA-B Entitlement 24106
Revenues:					
Property Taxes	$ -	-	-	-	-
Local & County Grant	8,389	-	-	-	-
State Grant	750,372	5,561	-	-	-
Federal Grant	-	-	55,869	36,453	20,273
Charges for Services	4,186	-	14	-	-
Total Revenues	762,947	5,561	55,883	36,453	20,273
Expenditures:					
Current:					
Instruction	313,137	818	-	36,453	20,273
Support Services:					
Students	40,568	-	-	-	-
Instruction	7,853	-	-	-	-
General Administration	56,448	-	-	-	-
School Administration	150,082	-	-	-	-
Central Services	81,083	-	-	-	-
Operation & Maintenance of Plant	86,621	-	-	-	-
Food Services Operations	4,930	-	58,646	-	-
Capital Outlay	-	-	-	-	-
Total Expenditures	740,722	818	58,646	36,453	20,273
Excess (Deficiency) of Revenues Over (Under) Expenditures	22,225	4,743	(2,763)	-	-
Net Changes in Fund Balances	22,225	4,743	(2,763)	-	-
Fund Balances (Deficit)- Beginning of Year	(16,692)	1,421	(10,171)	-	-
Fund Balances (Deficit) - End of Year	$ 5,533	6,164	(12,934)	-	-

The accompanying notes are an integral part of these financial statements

IDEA-B Risk Pool 24120	Teacher Principal Training 24154	Medicaid 3 - 21 Years 25153	New Mexico Reads 27114	K-3 Plus 27166	Public School Capital Outlay 31200	SB-9 Capital Improvements 31700	Total
-	-	-	-	-	-	27,835	27,835
-	-	-	-	-	-	-	8,389
-	-	-	48,673	32,060	59,808	2,909	899,383
220	4,000	-	-	-	-	-	116,815
-	-	-	-	-	-	-	4,200
220	4,000	-	48,673	32,060	59,808	30,744	1,056,622
220	3,900	1,417	25,909	24,827	-	-	426,954
-	-	2,249	22,764	2,219	-	-	67,800
-	-	-	-	-	-	-	7,853
-	-	-	-	-	-	-	56,448
-	-	-	-	5,014	-	-	155,096
-	-	-	-	-	-	-	81,083
-	-	-	-	-	-	-	86,621
-	-	-	-	-	-	-	63,576
-	-	-	-	-	59,808	3,065	62,873
220	3,900	3,666	48,673	32,060	59,808	3,065	1,008,304
-	100	(3,666)	-	-	-	27,679	48,318
-	100	(3,666)	-	-	-	27,679	48,318
-	(100)	3,666	-	-	-	-	(21,876)
-	-	-	-	-	-	27,679	26,442

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Ralph J Bunche Academy
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficit) of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2014

Net Change in Fund Balances-Total Governmental Funds		**$**	**48,318**
Amounts reported for governmental activities in the Statement of Activities are different because:			
Change in Compensated Absences			(8,707)
Capital Outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the Statement of Net Position and allocated over their estimated useful lives as annual depreciation expenses in the Statement of Activities. This is the amount by which capital outlay exceeds depreciation for the period			
Capital Outlays	-		
Depreciation Expense	(7,582)		
			(7,582)
Change in Net Position-Total Governmental Activities		**$**	**32,029**

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
RALPH J BUNCHE ACADEMY
Statement of Fiduciary Assets and Liabilities- Agency Funds
June 30, 2014

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

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
RALPH J BUNCHE ACADEMY
Schedule of Changes in Assets and Liabilities - Agency Funds
For The Year Ended June 30, 2014

	Balance July 1, 2013	Additions	Deductions	Balance June 30, 2014
ASSETS				
Cash in Bank	$ -	53	53	-
Total Assets	$ -	53	53	-
LIABILITIES				
Deposits Held for Others	$ -	53	53	-
Total Liabilities	$ -	53	53	-

The accompanying notes are an integral part of these financial statements

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

Playground Equipment	10 years
Phone System	3 years

NOTE 2. CAPITAL ASSETS

A summary of capital assets and changes occurring during the year ended June 30, 2014 follows:

	Balance June 30, 2013	Additions	Deletions	Balance June 30, 2014
Capital Assets being Depreciated:				
Furniture, fixtures and equipment	88,405	-	-	88,405
Total	88,405	-	-	88,405
Less: Accumulated Depreciation				
Furniture, fixtures and equipment	(25,857)	(7,582)	-	(33,439)
Total	(25,857)	(7,582)	-	(33,439)
Net Fixed Assets	$ 62,548	(7,582)	-	54,966

Depreciation expensed for the year ended June 30, 2014 was expensed to the following functions:

Instruction	$ 7,582
Total	$ 7,582

NOTE 3. COMMITMENTS AND CONTINGENCIES

A. Leases

The RBA leased facilities under long-term cancelable operating leases. Rent expense for the year ended June 30, 2014 was $59,808. The RBA has no minimum future payments.

The RBA had a compensated absences balance of $10,963 at the beginning of the fiscal year. Additions to the balance were $8,707 which resulted in an ending balance of $19,670. All of this balance is considered to be current.

B. Contingencies

No contingencies discovered during the audit.

NOTE 4. RELATED PARTIES

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

NOTE 5. SUBSEQUENT EVENTS

After fiscal year 2014 NM PED did not renew the RBAs charter agreement. The governing council has filed a law suit against NM PED, outcome unknown.

The RBA had filed amended payroll tax returns for a Section 218 agreement that was accepted by the IRS. The full refund of $188,737 was received after the end of the fiscal year and has been recorded as accounts receivable. The RBA received $161,685 for the employer portion and the remainder of $27,052 was distributed to employees. The employer portion is recorded on the financials as due to government, to be reverted back to NM PED.

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Ralph J Bunche Academy
Schedule of Budgetary Comparisons - Budgetary Basis
Operational 11000
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Revenues:				
State Grant	$ 789,094	750,373	750,372	(1)
Charges for Services	-	-	4,186	4,186
Other Miscellaneous	6,400	-	-	-
Total Revenues	795,494	750,373	754,558	4,185
Expenditures:				
Current:				
Instruction	381,058	329,118	310,414	18,704
Support Services:				
Students	94,718	67,046	44,849	22,197
Instruction	3,000	1,241	1,231	10
General Administration	26,357	38,198	36,265	1,933
School Administration	146,190	156,433	151,243	5,190
Central Services	86,375	89,776	88,184	1,592
Operation & Maintenance of Plant	77,796	94,961	82,415	12,546
Total Expenditures	815,494	776,773	714,601	62,172
Excess (Deficiency) of Revenues Over (Under) Expenditures	(20,000)	(26,400)	39,957	66,357
Other Financing Sources (Uses):				
Designated Cash	20,000	26,400	-	(26,400)
Total Other Financing Sources (Uses):	20,000	26,400	-	(26,400)
Net Changes in Fund Balances	-	-	39,957	39,957
Cash or Fund Balances - Beginning of Year	-	-	21,210	21,210
Cash or Fund Balances - End of Year	$ -	-	61,167	61,167
Reconciliation to GAAP Basis:				
Adjustments to revenues			8,389	
Adjustments to expenditures			(26,121)	
NET CHANGE IN FUND BALANCE			$ 22,225	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Ralph J Bunche Academy
Schedule of Budgetary Comparisons - Budgetary Basis
Instructional Materials 14000
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Revenues:				
State Grant	$ 5,561	5,561	6,963	1,402
Total Revenues	5,561	5,561	6,963	1,402
Expenditures:				
Current:				
Instruction	6,982	6,982	818	6,164
Total Expenditures	6,982	6,982	818	6,164
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,421)	(1,421)	6,145	7,566
Other Financing Sources (Uses):				
Designated Cash	1,421	1,421	-	(1,421)
Total Other Financing Sources (Uses):	1,421	1,421	-	(1,421)
Net Changes in Fund Balances	-	-	6,145	6,145
Cash or Fund Balances - Beginning of Year	-	-	1,421	1,421
Cash or Fund Balances - End of Year	$ -	-	7,566	7,566
Reconciliation to GAAP Basis:				
Adjustments to Revenues			(1,402)	
NET CHANGE IN FUND BALANCE			$ 4,743	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Ralph J Bunche Academy
Schedule of Budgetary Comparisons - Budgetary Basis
Food Services 21000
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Revenues:				
Federal Grant	$ 68,439	68,439	62,918	(5,521)
Charges for Services	-	-	14	14
Total Revenues	68,439	68,439	62,932	(5,507)
Expenditures:				
Current:				
Food Services Operations	68,439	68,439	66,037	2,402
Total Expenditures	68,439	68,439	66,037	2,402
Deficiency of Revenues				
Under Expenditures	-	-	(3,105)	(3,105)
Net Changes in Fund Balances	-	-	(3,105)	(3,105)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(3,105)	(3,105)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			(7,049)	
Adjustments to Expenditures			7,391	
NET CHANGE IN FUND BALANCE			$ (2,763)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Ralph J Bunche Academy
Schedule of Budgetary Comparisons - Budgetary Basis
Title I IASA 24101
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Revenues:				
Federal Grant	$ 38,668	36,453	33,610	(2,843)
Total Revenues	38,668	36,453	33,610	(2,843)
Expenditures:				
Current:				
Instruction	38,668	36,453	36,453	-
Total Expenditures	38,668	36,453	36,453	-
Deficiency of Revenues				
Under Expenditures	-	-	(2,843)	(2,843)
Net Changes in Fund Balances	-	-	(2,843)	(2,843)
Cash or Fund Balances - Beginning of Year	-	-	5,095	5,095
Cash or Fund Balances - End of Year	$ -	-	2,252	2,252
Reconciliation to GAAP Basis:				
Adjustments to Revenues			2,843	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Ralph J Bunche Academy
Schedule of Budgetary Comparisons - Budgetary Basis
IDEA-B Entitlement 24106
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Revenues:				
Federal Grant	$ -	20,273	18,591	(1,682)
Total Revenues	-	20,273	18,591	(1,682)
Expenditures:				
Current:				
Instruction	-	20,273	20,273	-
Total Expenditures	-	20,273	20,273	-
Deficiency of Revenues				
Under Expenditures	-	-	(1,682)	(1,682)
Net Changes in Fund Balances	-	-	(1,682)	(1,682)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(1,682)	(1,682)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			1,682	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Ralph J Bunche Academy
Schedule of Budgetary Comparisons - Budgetary Basis
IDEA-B Risk Pool 24120
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Revenues:				
Federal Grant	$ -	220	359	139
Total Revenues	-	220	359	139
Expenditures:				
Current:				
Instruction	-	220	220	-
Total Expenditures	-	220	220	-
Excess of Revenues				
Over Expenditures	-	-	139	139
Net Changes in Fund Balances	-	-	139	139
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	139	139
Reconciliation to GAAP Basis:				
Adjustments to Revenues			(139)	
NET CHANGE IN FUND BALANCE			$ -	

The acccompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Ralph J Bunche Academy
Schedule of Budgetary Comparisons - Budgetary Basis
Teacher Principal Training 24154
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Revenues:				
Federal Grant	$ 3,865	4,366	-	(4,366)
Total Revenues	3,865	4,366	-	(4,366)
Expenditures:				
Current:				
Instruction	3,865	4,241	4,000	241
Support Services:				
School Administration	-	125	-	125
Total Expenditures	3,865	4,366	4,000	366
Deficiency of Revenues				
Under Expenditures	-	-	(4,000)	(4,000)
Net Changes in Fund Balances	-	-	(4,000)	(4,000)
Cash or Fund Balances - Beginning of Year	-	-	(100)	(100)
Cash or Fund Balances - End of Year	$ -	-	(4,100)	(4,100)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			4,000	
Adjustments to Expenditures			100	
NET CHANGE IN FUND BALANCE			$ 100	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Ralph J Bunche Academy
Schedule of Budgetary Comparisons - Budgetary Basis
Medicaid 3 - 21 Years 25153
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Revenues:				
Federal Grant	$ -	3,666	3,666	-
Total Revenues	-	3,666	3,666	-
Expenditures:				
Current:				
Instruction	-	1,417	1,417	-
Support Services:				
Students	-	2,249	2,249	-
Total Expenditures	-	3,666	3,666	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-
Net Changes in Fund Balances	-	-	-	-
Cash or Fund Balances - Beginning of Year	-	-	3,666	3,666
Cash or Fund Balances - End of Year	$ -	-	3,666	3,666
Reconciliation to GAAP Basis:				
Adjustments to Revenues			(3,666)	
NET CHANGE IN FUND BALANCE			$ (3,666)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
RALPH J BUNCHE ACADEMY
Schedule of Budgetary Comparisons - Budgetary Basis
New Mexico Reads 27114
For The Year Ended June 30,2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Revenues:				
State Grant	$ -	48,674	30,400	(18,274)
Total Revenues	-	48,674	30,400	(18,274)
Expenditures:				
Current:				
Instruction	-	25,909	25,909	-
Support Services:				
Students	-	22,765	22,764	1
Total Expenditures	-	48,674	48,673	1
Deficiency of Revenues				
Under Expenditures	-	-	(18,273)	(18,273)
Net changes in fund balances	-	-	(18,273)	(18,273)
Cash or fund balances - beginning of year	-	-	-	-
Cash or fund balances - end of year	$ -	-	(18,273)	(18,273)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			18,273	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Ralph J Bunche Academy
Schedule of Budgetary Comparisons - Budgetary Basis
K-3 Plus 27166
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Revenues:				
State Grant	$ 45,800	32,060	41,660	9,600
Total Revenues	45,800	32,060	41,660	9,600
Expenditures:				
Current:				
Instruction	34,233	24,827	24,827	-
Support Services:				
Students	2,619	2,219	2,219	-
School Administration	8,948	5,014	5,014	-
Total Expenditures	45,800	32,060	32,060	-
Excess of Revenues				
Over Expenditures	-	-	9,600	9,600
Net Changes in Fund Balances	-	-	9,600	9,600
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	9,600	9,600
Reconciliation to GAAP Basis:				
Adjustments to Revenues			(9,600)	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Ralph J Bunche Academy
Schedule of Budgetary Comparisons - Budgetary Basis
Public School Capital Outlay 31200
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Revenues:				
State Grant	$ -	60,100	44,783	(15,317)
Total Revenues	-	60,100	44,783	(15,317)
Expenditures:				
Capital Outlay	-	60,100	59,808	292
Total Expenditures	-	60,100	59,808	292
Deficiency of Revenues				
Under Expenditures	-	-	(15,025)	(15,025)
Net Changes in Fund Balances	-	-	(15,025)	(15,025)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(15,025)	(15,025)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			15,025	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Ralph J Bunche Academy
Schedule of Budgetary Comparisons - Budgetary Basis
SB-9 Capital Improvements 31700
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Revenues:				
Property Taxes	$ 29,292	29,292	27,835	(1,457)
State Grant	2,910	2,910	-	(2,910)
Total Revenues	32,202	32,202	27,835	(4,367)
Expenditures:				
Current:				
Support Services:				
General Administration	293	293	-	293
Capital Outlay	31,909	31,909	3,065	28,844
Total Expenditures	32,202	32,202	3,065	29,137
Excess of Revenues				
Over Expenditures	-	-	24,770	24,770
Net Changes in Fund Balances	-	-	24,770	24,770
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	24,770	24,770
Reconciliation to GAAP Basis:				
Adjustments to Revenues			2,909	
NET CHANGE IN FUND BALANCE			$ 27,679	

The acompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Ralph J Bunche Academy
Schedule of Collateral Pledged by Depository for Public Funds
June 30, 2014

Name of Depository	Security Type	CUSIP/ Security Number	Maturity Date	Fair Value June 30, 2014
N/A	N/A	N/A	N/A	$ -
				$ -

Total Cash per Schedule of Cash Accounts:	$ 35,117
Less: FDIC Coverage:	(35,117)
Uninsured Public Funds:	-
Collateral Requirement:	-
Pledged Collateral Held by Pledging Financial Institution:	-
Balance (Over) Under Collateralized:	**$ -**
Balance Uninsured and Uncollateralized at June 30, 2014:	**$ -**

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Ralph J Bunche Academy
Schedule of Cash Accounts
June 30, 2014

Bank Account Type	Wells Fargo
Checking - Operational Account	$ 35,117
Total on Deposit	35,117
Reconciling Items	(5,389)
Reconciled Balance June 30, 2014	29,728
Less Agency Funds	-
Total Cash	$ 29,728

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Ralph J Bunche Academy
Cash Reconciliation
June 30, 2014

	Operational 11000	Instructional Materials 14000	Food Services 21000
Cash, June 30, 2013	$ 12,618	19	(2,780)
Add:			
2013-14 Revenues	759,718	5,561	62,932
Total Cash Available	772,336	5,580	60,152
Less:			
2013-14 Expenditures	(714,601)	(818)	(66,037)
Receivables/Payables	11,747	(4,762)	(7,049)
Outstanding Loans	(58,014)	-	-
Cash June 30, 2014	11,468	-	(12,934)
Fund Balance Reconciliations to GAAP Basis:			
Audit Reclassifications to Cash	(6,510)	-	12,934
Cash per Books	4,958	-	-
Fund Balance Reconciliation to GAAP Basis:			
Modified Accrual Adjustments	575	6,164	(12,934)
Fund Balance (Deficit), Modified Accrual Basis	$ 5,533	6,164	(12,934)

The accompanying notes are an integral part of these fiancial statements

Activity Fund 23000	Federal FlowThrough 24000	Federal Direct Fund 25000	State FlowThrough 27000	Public School Capital Outlay 31200	Capital Improv. SB9 31700	Total
(259)	-	-	-	-	-	9,598
53	52,559	3,666	72,059	44,783	27,835	1,029,166
(206)	52,559	3,666	72,059	44,783	27,835	1,038,764
-	(60,945)	(3,666)	(80,734)	(59,808)	(3,065)	(989,674)
-	1,555	-	487	-	-	1,978
-	(5,231)	-	(9,599)	-	-	(72,844)
(206)	(12,062)	-	(17,787)	(15,025)	24,770	(21,776)
206	12,062	-	17,787	15,025	-	51,504
-	-	-	-	-	24,770	29,728
					Less: Activity Funds Per Schedule of Changes in Assets and Liabilities- Agency Fund:	-
					Balance Sheets - Governmental Funds:	$ 29,728
-	-	-	-	-	2,909	(3,286)
-	-	-	-	-	27,679	26,442

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Statement of Net Position
June 30, 2014

ASSETS		
Current Assets:		
Cash and Cash Equivalents	$	99,861
Receivables		
Due from Other Governments		41,388
Total Current Assets		141,249
Noncurrent Assets:		
Capital Assets		
Leasehold Improvements		79,052
Furniture, Fixtures, and Equipment		206,215
Less: Accumulated Depreciation		(250,326)
Total Noncurrent Assets		34,941
Total Assets		176,190
LIABILITIES		
Current Liabilities:		
Accounts Payable		2,487
Accrued Liabilities		4,144
Due to Government		5,938
Total Current Liabilities		12,569
Total Liabilities		12,569
NET POSITION		
Investment in Capital Assets		34,941
Restricted		49,176
Unrestricted		79,504
Total Net Position	$	163,621

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, 2014

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	$ 411,221	4,871	76,883	-	(329,467)
Support Services:					
Students	62,590	-	-	-	(62,590)
Instruction	2,125	-	-	-	(2,125)
General Administration	70,991	-	-	-	(70,991)
School Administration	61,872	-	-	-	(61,872)
Central Services	30,667	-	-	-	(30,667)
Operation & Maintenance of Plant	40,348	-	-	-	(40,348)
Student Transportation	36,141	-	36,141	-	-
Food Service Operations	21,933	-	-	-	(21,933)
Facilities Materials, Supplies & Other Services	54,314	-	-	54,314	-
Total Governmental Activities	$ 792,202	4,871	113,024	54,314	(619,993)
General Revenues:					
State Equalization Guarantee					$ 665,499
Miscellaneous					-
Total General Revenues					665,499
Change in Net Position					45,506
Net Position, Beginning					118,115
Net Position, Ending					$ 163,621

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, 2014

	Operational 11000	Pupil Transportation 13000	Instructional Materials 14000	Title I IASA 24101	IDEA-B Entitlement 24106
ASSETS					
Cash and Cash Equivalents	$ 44,747	50,948	4,166	-	-
Accounts Receivable					
Due from Government	-	-	-	2,536	931
Due from Other Funds	55,395	-	-	-	-
Total Assets	$ 100,142	50,948	4,166	2,536	931
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	$ 2,487	-	-	-	-
Accrued Expenditures	4,144	-	-	-	-
Due to Government	-	5,938	-	-	-
Due to Other Funds	-	-	-	2,536	931
Total Liabilities	6,631	5,938	-	2,536	931
Fund Balances (Deficit)					
Fund Balance (Deficit):					
Restricted for:					
Student Transportation	-	45,010	-	-	-
Student Instruction	-	-	4,166	-	-
Assigned to:					
Subsequent Years Expenditures and Other Programs	93,511	-	-	-	-
Unassigned (Deficit)	-	-	-	-	-
Total Fund Balances (Deficit)	93,511	45,010	4,166	-	-
Total Liabilities and Fund Balances (Deficit)	$ 100,142	50,948	4,166	2,536	931

The accompanying notes are an integral part of these financial statements

IDEA-B Risk Pool 24120	Teacher and Principal Training 24154	Rural Education Achievement 25233	2012 GO Bond Student Library SB-66 27107	NM Reads to Leads 27114
-	-	-	-	-
-	1,261	-	1,100	7,707
-	-	-	-	-
-	1,261	-	1,100	7,707
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	1,261	13,037	1,100	7,707
-	1,261	13,037	1,100	7,707
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	(13,037)	-	-
-	-	(13,037)	-	-
-	1,261	-	1,100	7,707

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Balance Sheets - Governmental Funds
June 30, 2014

	Pre-K Initiative 27149	Public Schools Capital Outlay 31200	SB-9 Capital Improvements 31700	Total
ASSETS				
Cash and Cash Equivalents	$ -	-	-	99,861
Accounts Receivable				
Due from Government	10,941	12,467	4,445	41,388
Due from Other Funds	-	-	-	55,395
Total Assets	$ 10,941	12,467	4,445	196,644
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	$ -	-	-	2,487
Accrued Expenditures	-	-	-	4,144
Due to Government	-	-	-	5,938
Due to Other Funds	10,941	12,467	5,415	55,395
Total Liabilities	10,941	12,467	5,415	67,964
Fund Balances (Deficit)				
Fund Balance (Deficit):				
Restricted for:				
Student Transportation	-	-	-	45,010
Student Instruction	-	-	-	4,166
Assigned to:				
Subsequent Years Expenditures and Other Programs	-	-	-	93,511
Unassigned (Deficit)	-	-	(970)	(14,007)
Total Fund Balances (Deficit)	-	-	(970)	128,680
Total Liabilities and Fund Balances (Deficit)	$ 10,941	12,467	4,445	196,644

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Reconciliation of the Balance Sheets - Governmental Funds to the Statement of Net Position
June 30, 2014

Fund Balances - Total Governmental Funds		**$**	**128,680**
Amounts reported for governmental activities in the Statement of Net Position are different because:			
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.			
Capital Assets	285,267		
Accumulated Depreciation	(250,326)		
			34,941
Net Position-Total Governmental Activities		**$**	**163,621**

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, 2014

	Operational 11000	Pupil Transportation 13000	Instructional Materials 14000	Title I IASA 24101	IDEA-B Entitlement 24106
Revenues:					
State Grant	$ 665,499	36,141	4,626	-	-
Federal Grant	-	-	-	6,509	15,161
Fees	4,871	-	-	-	-
Total Revenues	670,370	36,141	4,626	6,509	15,161
Expenditures:					
Current:					
Instruction	341,376	-	4,001	6,509	-
Support Services:					
Students	35,621	-	-	-	15,161
Instruction	-	-	1,025	-	-
General Administration	70,991	-	-	-	-
School Administration	61,872	-	-	-	-
Central Services	30,667	-	-	-	-
Operation & Maintenance of Plant	40,348	-	-	-	-
Student Transportation	-	36,141	-	-	-
Food Services Operations	21,933	-	-	-	-
Capital Outlay	-	-	-	-	-
Total Expenditures	602,808	36,141	5,026	6,509	15,161
Excess (Deficiency) of Revenues Over (Under) Expenditures	67,562	-	(400)	-	-
Net Changes in Fund Balances	67,562	-	(400)	-	-
Fund Balances (Deficit) - Beginning of Year	25,949	45,010	4,566	-	-
Fund Balances (Deficit) - End of Year	$ 93,511	45,010	4,166	-	-

The accompanying notes are an integral part of these financial statements

IDEA-B Risk Pool 24120	Teacher and Principal Training 24154	Rural Education Achievement 25233	2012 GO Bond Student Library SB-66 27107	NM Reads to Leads 27114
-	-	-	1,100	7,707
11,808	1,261	-	-	-
-	-	-	-	-
11,808	1,261	-	1,100	7,707
-	1,261	13,037	-	7,707
11,808	-	-	-	-
-	-	-	1,100	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
11,808	1,261	13,037	1,100	7,707
-	-	(13,037)	-	-
-	-	(13,037)	-	-
-	-	-	-	-
-	-	(13,037)	-	-

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficit)
Governmental Funds
For the Year Ended June 30, 2014

	Pre-K Initiative 27149	Public Schools Capital Outlay 31200	SB-9 Capital Improvements 31700	Total
Revenues:				
State Grant	$ 28,711	49,868	4,446	798,098
Federal Grant	-	-	-	34,739
Fees	-	-	-	4,871
Total Revenues	28,711	49,868	4,446	837,708
Expenditures:				
Current:				
Instruction	28,711	-	-	402,602
Support Services:				
Students	-	-	-	62,590
Instruction	-	-	-	2,125
General Administration	-	-	-	70,991
School Administration	-	-	-	61,872
Central Services	-	-	-	30,667
Operation & Maintenance of Plant	-	-	-	40,348
Student Transportation	-	-	-	36,141
Food Services Operations	-	-	-	21,933
Capital Outlay	-	49,868	4,446	54,314
Total Expenditures	28,711	49,868	4,446	783,583
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	54,125
Net Changes in Fund Balances	-	-	-	54,125
Fund Balances (Deficit) - Beginning of Year	-	-	(970)	74,555
Fund Balances (Deficit) - End of Year	$ -	-	(970)	128,680

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances (Deficit) of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2014

Net Change in Fund Balances-Total Governmental Funds		**$ 54,125**
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	(8,619)	
		(8,619)
Change in Net Position-Total Governmental Activities		**$ 45,506**

The accompanying notes are an integral part of these financial statements

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

Furniture, Fixtures and Equipment	5-20 years
Leasehold Improvements	10-25 years

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

NOTE 2. CAPITAL ASSETS

A summary of capital assets and changes occurring during the year ended June 30, 2014 follows:

	Balance June 30, 2013	Additions	Deletions	Balance June 30, 2014
Capital Assets being Depreciated:				
Buildings and Improvements	$ 79,052	-	-	79,052
Furniture, Fixtures and Equipment	206,215	-	-	206,215
Total	285,267	-	-	285,267
Less: Accumulated Depreciation				
Buildings and Improvements	(50,965)	(3,206)	-	(54,171)
Furniture, Fixtures and Equipment	(190,742)	(5,413)	-	(196,155)
Total	(241,707)	(8,619)	-	(250,326)
Capital Assets, Net	$ 43,560	(8,619)	-	34,941

NOTE 2. CAPITAL ASSETS (CONTINUED)

Depreciation expensed for the year ended June 30, 2014 was expensed to the following function:

Instruction	$	8,619
Total	$	8,619

NOTE 3. COMMITMENTS AND CONTINGENCIES

A. Leases

The RRVCS leased facilities and equipment under short-term cancelable operating leases. Rental expense for the year was $49,868. The RRVCS's minimum future payments are based on the total allocation from the Public School Capital Outlay Funds.

NOTE 4. FUND BALANCE DEFICIT

The following funds had deficient fund balances at June 30, 2014:

Rural Education Achievement - 25233	$	(13,037)
SB-9 Capital Improvements - 31700	$	(970)

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, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State Grant	$ 572,609	665,503	665,499	(4)
Fees	3,300	3,300	4,871	1,571
Total Revenues	575,909	668,803	670,370	1,567
Expenditures:				
Current:				
Instruction	357,071	371,697	341,376	30,321
Support Services:				
Students	34,659	40,330	35,621	4,709
General Administration	67,382	72,840	70,991	1,849
School Administration	83,874	88,223	61,872	26,351
Central Services	22,658	40,792	30,667	10,125
Operation & Maintenance of Plant	46,066	74,525	40,348	34,177
Food Services Operations	3,818	23,852	21,933	1,919
Total Expenditures	615,528	712,259	602,808	109,451
Excess (Deficiency) of Revenues Over (Under) Expenditures	(39,619)	(43,456)	67,562	111,018
Other Financing Sources (Uses):				
Designated Cash	39,619	43,456	-	(43,456)
Total Other Financing Sources (Uses):	39,619	43,456	-	(43,456)
Net Changes in Fund Balances	-	-	67,562	67,562
Cash or Fund Balances - Beginning of Year	-	-	32,580	32,580
Cash or Fund Balances - End of Year	$ -	-	100,142	100,142
Reconciliation to GAAP Basis:				
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ 67,562	

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, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State Grant	$ 40,810	36,141	36,141	-
Total Revenues	40,810	36,141	36,141	-
Expenditures:				
Current:				
Student Transportation	40,810	75,215	75,215	-
Total Expenditures	40,810	75,215	75,215	-
Deficiency of Revenues Under Expenditures	-	(39,074)	(39,074)	-
Other Financing Sources (Uses):				
Designated Cash	-	39,074	-	(39,074)
Total Other Financing Sources (Uses):	-	39,074	-	(39,074)
Net Changes in Fund Balances	-	-	(39,074)	(39,074)
Cash or Fund Balances - Beginning of Year	-	-	90,022	90,022
Cash or Fund Balances - End of Year	$ -	-	50,948	50,948
Reconciliation to GAAP Basis:				
Adjustments to Expenditures			39,074	
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
Instructional Materials 14000
For the Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State Grant	$ 4,046	4,046	5,522	1,476
Total Revenues	4,046	4,046	5,522	1,476
Expenditures:				
Current:				
Instruction	4,046	4,046	4,001	45
Support Services:				
Instruction	2,715	2,715	1,025	1,690
Total Expenditures	6,761	6,761	5,026	1,735
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,715)	(2,715)	496	3,211
Other Financing Sources (Uses):				
Designated Cash	2,715	2,715	-	(2,715)
Total Other Financing Sources (Uses):	2,715	2,715	-	(2,715)
Net Changes in Fund Balances	-	-	496	496
Cash or Fund Balances - Beginning of Year	-	-	3,670	3,670
Cash or Fund Balances - End of Year	$ -	-	4,166	4,166
Reconciliation to GAAP Basis:				
Adjustments to Revenues			(896)	
NET CHANGE IN FUND BALANCE			$ (400)	

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, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Revenues:				
Federal Grant	$ -	25,514	5,119	(20,395)
Total Revenues	-	25,514	5,119	(20,395)
Expenditures:				
Current:				
Instruction	-	25,514	6,509	19,005
Total Expenditures	-	25,514	6,509	19,005
Deficiency of Revenues Under Expenditures	-	-	(1,390)	(1,390)
Net Changes in Fund Balances	-	-	(1,390)	(1,390)
Cash or Fund Balances - Beginning of Year	-	-	(1,146)	(1,146)
Cash or Fund Balances - End of Year	$ -	-	(2,536)	(2,536)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			1,390	
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, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
Federal Grant	$ -	15,161	21,843	6,682
Total Revenues	-	15,161	21,843	6,682
Expenditures:				
Current:				
Support Services:				
Students	-	15,161	15,161	-
Total Expenditures	-	15,161	15,161	-
Excess of Revenues				
Over Expenditures	-	-	6,682	6,682
Net Changes in Fund Balances	-	-	6,682	6,682
Cash or Fund Balances - Beginning of Year	-	-	(7,613)	(7,613)
Cash or Fund Balances - End of Year	$ -	-	(931)	(931)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			(6,682)	
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, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
Federal Grant	$ -	11,808	31,040	19,232
Total Revenues	-	11,808	31,040	19,232
Expenditures:				
Current:				
Support Services:				
Students	-	11,808	11,808	-
Total Expenditures	-	11,808	11,808	-
Excess of Revenues Over Expenditures	-	-	19,232	19,232
Net Changes in Fund Balances	-	-	19,232	19,232
Cash or Fund Balances - Beginning of Year	-	-	(19,232)	(19,232)
Cash or Fund Balances - End of Year	$ -	-	-	-
Reconciliation to GAAP Basis:				
Adjustments to Revenues			(19,232)	
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 and Principal Training 24154
For the Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
Federal Grant	$ -	2,950	-	(2,950)
Total Revenues	-	2,950	-	(2,950)
Expenditures:				
Current:				
Instruction	-	2,950	1,261	1,689
Total Expenditures	-	2,950	1,261	1,689
Deficiency of Revenues Under Expenditures	-	-	(1,261)	(1,261)
Net Changes in Fund Balances	-	-	(1,261)	(1,261)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(1,261)	(1,261)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			1,261	
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, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
Federal Grant	$ -	13,274	-	(13,274)
Total Revenues	-	13,274	-	(13,274)
Expenditures:				
Current:				
Instruction	-	13,274	13,037	237
Total Expenditures	-	13,274	13,037	237
Deficiency of Revenues Over Expenditures	-	-	(13,037)	(13,037)
Net Changes in Fund Balances	-	-	(13,037)	(13,037)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(13,037)	(13,037)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ (13,037)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Red River Valley Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
2012 GO Bond Student Library SB-66 27107
For the Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Revenues:				
State Grant	$ 3,077	3,077	-	(3,077)
Total Revenues	3,077	3,077	-	(3,077)
Expenditures:				
Current:				
Support Services:				
Instruction	3,077	3,077	1,100	1,977
Total Expenditures	3,077	3,077	1,100	1,977
Deficiency of Revenues Under Expenditures	-	-	(1,100)	(1,100)
Net Changes in Fund Balances	-	-	(1,100)	(1,100)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(1,100)	(1,100)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			1,100	
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 Reads to Leads 27114
For the Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State Grant	$ -	23,051	-	(23,051)
Total Revenues	-	23,051	-	(23,051)
Expenditures:				
Current:				
Instruction	-	23,051	7,707	15,344
Total Expenditures	-	23,051	7,707	15,344
Deficiency of Revenues Under Expenditures	-	-	(7,707)	(7,707)
Net Changes in Fund Balances	-	-	(7,707)	(7,707)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(7,707)	(7,707)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			7,707	
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, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State Grant	$ 40,000	40,000	26,173	(13,827)
Total Revenues	40,000	40,000	26,173	(13,827)
Expenditures:				
Current:				
Instruction	30,000	30,000	28,711	1,289
Student Transportation	10,000	10,000	-	10,000
Total Expenditures	40,000	40,000	28,711	11,289
Deficiency of Revenues Under Expenditures	-	-	(2,538)	(2,538)
Net Changes in Fund Balances	-	-	(2,538)	(2,538)
Cash or Fund Balances - Beginning of Year	-	-	(8,403)	(8,403)
Cash or Fund Balances - End of Year	$ -	-	(10,941)	(10,941)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			2,538	
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 Schools Capital Outlay 31200
For the Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State Grant	$ -	49,868	48,860	(1,008)
Total Revenues	-	49,868	48,860	(1,008)
Expenditures:				
Capital Outlay	-	49,868	49,868	-
Total Expenditures	-	49,868	49,868	-
Deficiency of Revenues Under Expenditures	-	-	(1,008)	(1,008)
Net Changes in Fund Balances	-	-	(1,008)	(1,008)
Cash or Fund Balances - Beginning of Year	-	-	(11,459)	(11,459)
Cash or Fund Balances - End of Year	$ -	-	(12,467)	(12,467)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			1,008	
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, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State Grant	$ 1,915	5,319	3,458	(1,861)
Total Revenues	1,915	5,319	3,458	(1,861)
Expenditures:				
Current:				
Operation & Maintenance of Plant	-	873	-	873
Capital Outlay	1,915	4,446	4,446	-
Total Expenditures	1,915	5,319	4,446	873
Deficiency of Revenues Under Expenditures	-	-	(988)	(988)
Net Changes in Fund Balances	-	-	(988)	(988)
Cash or Fund Balances - Beginning of Year	-	-	(4,427)	(4,427)
Cash or Fund Balances - End of Year	$ -	-	(5,415)	(5,415)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			988	
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, 2014

Name of Depository	Security Type	CUSIP/ Security Number	Maturity Date	Fair Value June 30, 2014
				$ -
				$ -

Total Cash per Schedule of Cash Accounts:	$ 121,409
Less: FDIC Coverage:	(121,409)
Uninsured Public Funds:	-
Collateral Requirement:	-
Pledged Collateral Held by Pledging Financial Institution:	-
Balance (Over) Under Collateralized:	**-**
Balance Uninsured and Uncollateralized at June 30, 2014:	**$ -**

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, 2014

Bank Account Type	Peoples Bank
Checking - Operational Account	$ 121,309
Petty Cash	100
Total on Deposit	121,409
Reconciling Items	(21,548)
Reconciled Balance June 30, 2014	99,861
Total Cash	$ 99,861

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, 2014

	Operational 11000	Pupil Transportation 13000	Instructional Materials 14000	Federal Project Accounts 24000
Cash, June 30, 2013	$ -	70,424	3,669	-
Add:				
2013-14 Revenues	670,370	36,141	5,522	58,002
Total Cash Available	670,370	106,565	9,191	30,011
Less:				
2013-14 Expenditures	(602,808)	(75,215)	(5,025)	(34,739)
Total Outstanding Loans	(55,395)	19,598	-	(23,263)
Receivables/Payables	(102)	-	-	-
Cash June 30, 2014	44,747	50,948	4,166	-
Fund Balance Reconciliations to GAAP Basis:				
Audit Reclassifications to Cash	-	-	-	-
Cash per Books	44,747	50,948	4,166	-
Fund Balance Reconciliation to GAAP Basis:				
Modified Accrual Adjustments	48,764	(5,938)	-	-
Fund Balance , Modified Accrual Basis	$ 93,511	45,010	4,166	-

The accompanying notes are an integral part of these financial statements

Federal Direct Account 25000	State Flow Through Fund 27000	Public School Capital Outlay 31200	Capital Improvements SB-9 31700	Total
-	-	-	-	74,094
-	26,173	48,860	3,458	848,526
-	26,173	48,860	3,458	922,620
(13,037)	(37,518)	(49,868)	(4,446)	(822,657)
13,037	11,345	1,008	988	-
-	-	-	-	(102)
-	-	-	-	99,861
-	-	-	-	-
-	-	-	-	99,861
(13,037)	-	-	(970)	28,819
(13,037)	-	-	(970)	128,680

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sage Montessori Charter School
Statement of Net Position
June 30, 2014

ASSETS		
Current Assets:		
Cash and Cash Equivalents	$	129,629
Receivables		
Due from Other Governments		118,025
Deposits		33,000
Total Current Assets		280,654
Noncurrent Assets:		
Capital Assets		
Furniture, Fixtures, and Equipment		23,261
Less: Accumulated Depreciation		(7,246)
Total Noncurrent Assets		16,015
Total Assets		296,669
LIABILITIES		
Current Liabilities:		
Accounts Payable		17,447
Accrued Liabilities		63,942
Total Current Liabilities		81,389
Total Liabilities		81,389
NET POSITION		
Investment in Capital Assets		16,015
Restricted		91,468
Unrestricted		107,797
Total Net Position	$	215,280

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, 2014

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	$ 829,935	775	163,572	-	(665,588)
Support Services:					
Students	49,451	-	-	-	(49,451)
Instruction	44,705	-	-	-	(44,705)
General Administration	22,534	-	-	-	(22,534)
School Administration	154,022	-	-	-	(154,022)
Central Services	111,611	-	-	-	(111,611)
Operation & Maintenance of Plant	206,220	-	-	-	(206,220)
Facilities Materials, Supplies & Other Services	104,333	-	-	104,333	-
Total Governmental Activities	$ 1,522,811	775	163,572	104,333	(1,254,131)
			General Revenues:		
			State Equalization Guarantee		$ 1,376,264
			Total General Revenues		1,376,264
			Change in Net Position		122,133
			Net Position, Beginning		93,147
			Net Position, Ending		$ 215,280

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, 2014

	Operational 11000	Instructional Materials 14000	IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120
ASSETS				
Assets				
Cash and Cash Equivalents	$ 114,069	15,350	-	-
Accounts Receivable				
Due from Government	-	-	33,954	419
Due from Other Funds	74,799	-	-	-
Deposits	-	-	-	-
Total Assets	$ 188,868	15,350	33,954	419
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	$ 17,129	-	-	-
Accrued Expenditures	63,942	-	-	-
Due to Other Funds	-	-	33,954	419
Total Liabilities	81,071	-	33,954	419
Fund Balances				
Fund Balance:				
Non Spendable:				
Deposits	-	-	-	-
Restricted for:				
Instruction	-	15,350	-	-
Assigned to:				
Subsequent Years Expenditures and Other Programs	107,797	-	-	-
Total Fund Balance	107,797	15,350	-	-
Total Liabilities and Fund Balance	$ 188,868	15,350	33,954	419

The accompanying notes are an integral part of these financial statements

Federal Charter Planning 24146	Teacher and Principal Training 24154	Reads to Leads 27114	Public Schools Capital Outlay 31200	Total
210	-	-	-	129,629
43,226	-	40,426	-	118,025
-	-	-	-	74,799
33,000	-	-	-	33,000
76,436	-	40,426	-	355,453
318	-	-	-	17,447
-	-	-	-	63,942
-	-	40,426	-	74,799
318	-	40,426	-	156,188
33,000	-	-	-	33,000
43,118	-	-	-	58,468
-	-	-	-	107,797
76,118	-	-	-	199,265
76,436	-	40,426	-	355,453

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sage Montessori Charter School
Reconciliation of the Balance Sheets - Government Funds to the Statement of Net Position
June 30, 2014

Fund Balances - Total Governmental Funds		**$ 199,265**
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	(7,246)	
		16,015
Net Position-Total Governmental Activities		**$ 215,280**

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 (Deficit)
Governmental Funds
For the Year Ended June 30, 2014

	Operational 11000	Instructional Materials 14000	IDEA-B Entitlement 24106	IDEA-B Risk Pool 24120
Revenues:				
Local & County Grant	$ 775	-	-	-
State Grant	1,376,264	362	-	-
Federal Grant	-	-	33,954	419
Total Revenues	1,377,039	362	33,954	419
Expenditures:				
Current:				
Instruction	669,610	7,780	32,179	-
Support Services:				
Students	44,912	-	1,775	419
Instruction	44,677	-	-	-
General Administration	22,534	-	-	-
School Administration	154,022	-	-	-
Central Services	102,504	-	-	-
Operation & Maintenance of Plant	201,568	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	1,239,827	7,780	33,954	419
Excess (Deficiency) of Revenues Over (Under) Expenditures	137,212	(7,418)	-	-
Net Changes in Fund Balances	137,212	(7,418)	-	-
Fund Balances (Deficit) - Beginning of Year	(29,415)	22,768	-	-
Fund Balances - End of Year	$ 107,797	15,350	-	-

The accompanying notes are an integral part of these financial statements

Federal Charter Planning 24146	Teacher and Principal Training 24154	Reads to Leads 27114	Public Schools Capital Outlay 31200	Total
-	-	-	-	775
-	-	44,292	104,333	1,525,251
83,820	725	-	-	118,918
83,820	725	44,292	104,333	1,644,944
75,349	725	44,292	-	829,935
2,345	-	-	-	49,451
28	-	-	-	44,705
-	-	-	-	22,534
-	-	-	-	154,022
9,107	-	-	-	111,611
-	-	-	-	201,568
-	-	-	104,333	104,333
86,829	725	44,292	104,333	1,518,159
(3,009)	-	-	-	126,785
(3,009)	-	-	-	126,785
79,127	-	-	-	72,480
76,118	-	-	-	199,265

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sage Montessori Charter School
Reconciliation of the Statement of Revenues, Expenditures, and Changes
In Fund Balances (Deficit) - Government Funds to the Statement of Activities
For the Year Ended June 30, 2014

Net Change in Fund Balances-Total Governmental Funds		**$ 126,785**
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	(4,652)	
		(4,652)
Change in Net Position-Total Governmental Activities		**$ 122,133**

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, 2014

	Agency Funds
ASSETS	
Cash in Bank	$ 12,447
Total Assets	$ 12,447
LIABILITIES	
Deposits Held for Others	$ 12,447
Total Liabilities	$ 12,447

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, 2014

	Balance July 1, 2013	Additions	Deductions	Balance June 30, 2014
ASSETS				
Cash in Bank	$ 2,910	14,157	4,620	12,447
Total Assets	$ 2,910	14,157	4,620	12,447
LIABILITIES				
Deposits Held for Others	$ 2,910	14,157	4,620	12,447
Total Liabilities	$ 2,910	14,157	4,620	12,447

The accompanying notes are an integral part of these financial statements

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Depreciation on all assets is provided on the straight-line basis over the estimated useful lives with no salvage value. The SMCS 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 SMCS are recorded in the Statement of Net Position.

NOTE 2. CAPITAL ASSETS

A summary of capital assets and changes occurring during the year ended June 30, 2014 follows:

	Balance June 30, 2013	Additions	Deletions	Balance June 30, 2014
Capital Assets being Depreciated:				
Furniture, Fixtures and Equipment	$ 23,261	-	-	23,261
Less: Accumulated Depreciation	(2,594)	(4,652)	-	(7,246)
Capital Assets, Net	$ 20,667	(4,652)	-	16,015

Depreciation expensed for the year ended June 30, 2014 was expensed to the following function:

Operations/Plant Maintenance	$ 4,652
Total	$ 4,652

NOTE 3. COMMITMENTS AND CONTINGENCIES

A. Leases

The SMCS leases facilities under short-term cancelable operating leases. Rental expense for the year ended June 30, 2014 was $226,088. The SMCS's minimum future payments on this lease are as follows:

Year Ending June 30:		
2015	$	233,036
2016		239,984
2017		246,932
Total	$	719,952

NOTE 4. RELATED PARTIES

The Business Manager services are performed by the Vigil Group which performs services for multiple state charter schools.

NOTE 5. SUBSEQUENT EVENTS

In December 2014, the SMCS ceased making payments on one of its building leases and subsequently vacated the property. The SMCS paid the November 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 of 2015, the Property Manager's Attorney sent the SMCS 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 SMCS was in default of rent payments in the amount of $135,938. Additionally, the letter states the SMCS owes the scheduled rent payment on the first of each month pursuant to the terms of the agreement. The SMCS does not intend on paying the amount demanded but intends on retaining council to negotiate a settlement.

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, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
Local & County Grant	$ -	775	775	-
State Grant	1,309,431	1,376,264	1,376,264	-
Total Revenues	1,309,431	1,377,039	1,377,039	-
Expenditures:				
Current:				
Instruction	701,679	757,744	668,583	89,161
Support Services:				
Students	37,500	53,938	46,307	7,631
Instruction	45,573	45,954	41,910	4,044
General Administration	24,500	24,375	22,367	2,008
School Administration	152,731	153,651	144,258	9,393
Central Services	102,000	120,173	109,653	10,520
Operation & Maintenance of Plant	245,448	221,204	203,317	17,887
Total Expenditures	1,309,431	1,377,039	1,236,395	140,644
Excess of Revenues				
Over Expenditures	-	-	140,644	140,644
Net Changes in Fund Balances	-	-	140,644	140,644
Cash or Fund Balances - Beginning of Year	-	-	(29,415)	(29,415)
Cash or Fund Balance - End of Year	$ -	-	111,229	111,229
Reconciliation to GAAP Basis:				
Adjustments to Expenditures			(3,432)	
NET CHANGE IN FUND BALANCE			$ 137,212	

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, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State Grant	$ 7,363	7,363	11,801	4,438
Total Revenues	7,363	7,363	11,801	4,438
Expenditures:				
Current:				
Instruction	30,131	18,692	7,780	10,912
Total Expenditures	30,131	18,692	7,780	10,912
Excess (Deficiency) of Revenues Over (Under) Expenditures	(22,768)	(11,329)	4,021	15,350
Other Financing Sources (Uses):				
Designated Cash	22,768	11,329	-	(11,329)
Total Other Financing Sources (Uses):	22,768	11,329	-	(11,329)
Net Changes in Fund Balances	-	-	4,021	4,021
Cash or Fund Balances - Beginning of Year	-	-	11,329	11,329
Cash or Fund Balance - End of Year	$ -	-	15,350	15,350
Reconciliation to GAAP Basis:				
Adjustments to Revenues			(11,439)	
NET CHANGE IN FUND BALANCE			$ (7,418)	

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, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Revenues:				
Federal Grant	$ -	33,954	-	(33,954)
Total Revenues	-	33,954	-	(33,954)
Expenditures:				
Current:				
Instruction	-	32,179	32,179	-
Support Services:				
Students	-	1,775	1,775	-
Total Expenditures	-	33,954	33,954	-
Deficiency of Revenues Under Expenditures	-	-	(33,954)	(33,954)
Net Changes in Fund Balances	-	-	(33,954)	(33,954)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(33,954)	(33,954)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			33,954	
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 Risk Pool 24120
For the Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Revenues:				
Federal Grant	$ -	419	-	(419)
Total Revenues	-	419	-	(419)
Expenditures:				
Current:				
Support Services:				
Students	-	419	419	-
Total Expenditures	-	419	419	-
Deficiency of Revenues				
Under Expenditures	-	-	(419)	(419)
Net Changes in Fund Balances	-	-	(419)	(419)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	$ -	-	(419)	(419)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			419	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sage Montessori Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Federal Charter Planning 24146
For the Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Revenues:				
Federal grant	$ -	109,724	161,032	51,308
Total Revenues	-	109,724	161,032	51,308
Expenditures:				
Current:				
Instruction	-	95,384	75,032	20,352
Support Services:				
Students	-	2,345	2,345	-
Instruction	-	2,888	2,888	-
Central Services	-	9,107	9,107	-
Total Expenditures	-	109,724	89,372	20,352
Excess of Revenues				
Over Expenditures	-	-	71,660	71,660
Net Changes in Fund Balances	-	-	71,660	71,660
Cash or Fund Balances - Beginning of Year	-	-	(71,450)	(71,450)
Cash or Fund Balances - End of Year	$ -	-	210	210
Reconciliation to GAAP Basis:				
Adjustments to Revenues			(77,212)	
Adjustments to Expenditures			2,543	
NET CHANGE IN FUND BALANCE			$ (3,009)	

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 and Principal Training 24154
For the Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Revenues:				
Federal Grant	$ 3,686	7,421	725	(6,696)
Total Revenues	3,686	7,421	725	(6,696)
Expenditures:				
Current:				
Instruction	3,686	7,421	725	6,696
Total Expenditures	3,686	7,421	725	6,696
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-
Net Changes in Fund Balances	-	-	-	-
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash of Fund Balances - End of Year	$ -	-	-	-
Reconciliation to GAAP Basis:				
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sage Montessori Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Reads to Leads 27114
For the Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State Grant	$ -	50,169	3,866	(46,303)
Total Revenues	-	50,169	3,866	(46,303)
Expenditures:				
Current:				
Instruction	-	50,169	44,292	5,877
Total Expenditures	-	50,169	44,292	5,877
Deficiency of Revenues Under Expenditures	-	-	(40,426)	(40,426)
Net Changes in Fund Balances	-	-	(40,426)	(40,426)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash of Fund Balances - End of Year	$ -	-	(40,426)	(40,426)
Reconciliation to GAAP Basis:				
Adjustments to Revenues			40,426	
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 Schools Capital Outlay 31200
For the Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	**Final Budget**	**Actual Amount**	**Variance Positive (Negative)**
Revenues:				
State Grant	$ -	104,333	104,333	-
Total Revenues	-	104,333	104,333	-
Expenditures:				
Capital Outlay	-	104,333	104,333	-
Total Expenditures	-	104,333	104,333	-
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:				
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sage Montessori Charter School
Schedule of Collateral Pledged by Depository
For Public Funds
June 30, 2014

Name of Depository	Security Type	CUSIP/ Security Number	Maturity Date	Fair Value June 30, 2014
N/A	N/A	N/A	N/A	$ -
				$ -

Total Cash per Schedule of Cash AccountsL	$ 196,443
Less: FDIC Coverage:	(196,443)
Uninsured Public Funds:	-
Collateral Requirement:	-
Pledged Collateral Held by Pledging Financial Institution:	-
Balance (Over) Under Collateralized:	**-**
Balance Uninsured and Uncollateralized at June 30, 2014:	**$ -**

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, 2014

Bank Account Type	Wells Fargo
Checking - Operational Account	$ 196,443
Total on Deposit	196,443
Reconciling Items	(54,367)
Reconciled Balance June 30, 2014	142,076
Less: Agency Funds	(12,447)
Total Cash	$ 129,629

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, 2014

	Operational 11000	Instructional Materials 14000	Student Activities Account 23000
Cash, June 30, 2013	$ 49,153	22,768	2,910
Add:			
2013-14 Revenues	1,377,039	11,801	14,157
Total Cash Available	1,426,192	34,569	17,067
Less:			
2013-14 Expenditures	(1,236,395)	(7,780)	(4,620)
Receivables/Payables	(929)	-	-
Outstanding Loans	(74,799)	-	-
Cash June 30, 2014	114,069	26,789	12,447
Fund Balance Reconciliations to GAAP Basis:			
Audit Reclassifications to Cash	-	(11,439)	-
Cash per Books	114,069	15,350	12,447
Fund Balance Reconciliation to GAAP Basis:			
Modified Accrual Adjustments	(6,272)	-	(12,447)
Fund Balance, Modified Accrual Basis	$ 107,797	15,350	-

The accompanying notes are an integral part of these financial statements

Federal Projects Account 24000	State Projects Fund 27000	Public Schools Capital Outlay 31200	Total
(71,125)	-	-	3,706
161,757	3,866	104,333	1,672,953
90,632	3,866	104,333	1,676,659
(124,470)	(44,292)	(104,333)	(1,521,890)
(325)	-	-	(1,254)
34,373	40,426	-	-
210	-	-	153,515
-	-	-	(11,439)
210	-	-	142,076
		Less: Activity Funds per Schedule of Changes in Assets and Liabilities- Agency Funds:	(12,447)
		Balance Sheets - Governmental Funds:	$ 129,629
75,908	-	-	57,189
76,118	-	-	199,265

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Statement of Net Position
June 30, 2014

ASSETS		
Current assets:		
Cash	$	652,280
Receivables		
Due from other governments		56,441
Other		850
Total current assets		709,571
Noncurrent assets:		
Capital assets		
Vehicles		215,719
Furniture, fixtures, and equipment		247,807
Less: accumulated depreciation		(249,875)
Total noncurrent assets		213,651
Total Assets		923,222
LIABILITIES		
Current liabilities:		
Accounts payable		3,715
Current portion of compensated absences		6,110
Total current liabilities		9,825
Noncurrent liabilities:		
Compensated absences		18,331
Total noncurrent liabilities		18,331
Total liabilities		28,156
NET POSITION		
Investment in capital assets		213,651
Restricted		396,260
Unrestricted		285,155
Total net position	$	895,066

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, 2014

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	$ 1,561,137	-	239,038	-	(1,322,099)
Support services:					
Students	369,213	-	-	-	(369,213)
General Administration	130,332	-	-	-	(130,332)
School Administration	234,076	-	-	-	(234,076)
Central Services	58,851	-	-	-	(58,851)
Operation & Maintenance of Plant	644,247	-	-	-	(644,247)
Community Services Operations	8,097	-	-	-	(8,097)
Other support services	3,189	-	-	-	(3,189)
Facilities Materials, Supplies & Other Services	234,514	-	-	477,097	242,583
Total governmental activities	$ 3,243,656	-	239,038	477,097	(2,527,521)
General Revenues:					
State Equalization Guarantee					$ 2,781,046
Miscellaneous					5,655
Total general revenues					2,786,701
Change in net position					259,180
Net position-beginning					580,008
Restatement (Note 6)					55,878
Net position - beginning, restated					635,886
Net position-ending					$ 895,066

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, 2014

	Operational 11000	Instructional Materials 14000	Title I IASA 24101	IDEA-B Entitlement 24106
ASSETS				
Assets				
Cash and Cash Equivalents	$ 440,364	11,838	-	-
Restricted Cash	-	-	-	-
Accounts receivable				
Due from Government	-	-	3,174	7,563
Due from other funds	58,176	-	-	-
Other	-	-	-	-
Total Assets	$ 498,540	11,838	3,174	7,563
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	$ 3,715	-	-	-
Due to other funds	-	-	4,754	7,563
Total Liabilities	3,715	-	4,754	7,563
Fund Balances (Deficit)				
Fund Balance (Deficit):				
Restricted for:				
Instruction	237,878	11,838	-	-
Capital improvements	-	-	-	-
Assigned to:				
Subsequent years expenditures and other programs	256,947	-	-	-
Unassigned	-	-	(1,580)	-
Total Fund Balance (Deficit)	494,825	11,838	(1,580)	-
Total Liabilities and Fund Balance (deficit)	$ 498,540	11,838	3,174	7,563

The accompanying notes are an integral part of these financial statements

IDEA-B Risk Pool 24120	Teacher Principal Training 24154	Title XIX Medicaid 25153	Dual Credit 27103	2010 GO Bonds 27106	2013 Robotics 27116	Public Schools Capital Outlay 31200
-	-	8,879	-	-	-	-
-	-	-	-	-	-	-
-	4,855	-	285	-	40,564	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	4,855	8,879	285	-	40,564	-
-	-	-	-	-	-	-
155	4,855	-	285	-	40,564	-
155	4,855	-	285	-	40,564	-
-	-	8,879	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(155)	-	-	-	-	-	-
(155)	-	8,879	-	-	-	-
-	4,855	8,879	285	-	40,564	-

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Balance Sheets - Governmental Funds (Continued)
June 30, 2014

	Special Capital Outlay 31400	HB 33 Capital Outlay 31600	SB 9 Capital Improvements 31700	Foundation	Total Government
ASSETS					
Assets					
Cash and Cash Equivalents	$ 7,199	114,040	40,867	19,093	642,280
Restricted Cash	-	-	-	10,000	10,000
Accounts receivable					
Due from Government	-	-	-	-	56,441
Due from other funds	-	-	-	-	58,176
Other	-	-	-	850	850
Total Assets	$ 7,199	114,040	40,867	29,943	767,747
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	$ -	-	-	-	3,715
Due to other funds	-	-	-	-	58,176
Total Liabilities	-	-	-	-	61,891
Fund Balances (Deficit)					
Fund Balance (Deficit):					
Restricted for:					
Instruction	-	-	-	-	258,595
Capital improvements	7,199	114,040	40,867	-	162,106
Assigned to:					
Subsequent years expenditures and other programs	-	-	-	-	256,947
Unassigned	-	-	-	29,943	28,208
Total Fund Balance (Deficit)	7,199	114,040	40,867	29,943	705,856
Total Liabilities and Fund Balance (deficit)	$ 7,199	114,040	40,867	29,943	767,747

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Reconciliation of the Balance Sheet Governmental Funds to the Statement of Net Position
June 30, 2014

Fund balances - total governmental funds		**$ 705,856**
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		
Capital assets	463,526	
Accumulated depreciation	(249,875)	
		213,651
Long-term liabilities are not due in the current period and, therefore, are not reported in the funds.		
Compensated absences	(24,441)	
		(24,441)
Net Position-total Governmental Activities		**$ 895,066**

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, 2014

	Operational 11000	Instructional Materials 14000	Title I IASA 24101	IDEA-B Entitlement 24106
Revenues:				
Property Taxes	$ -	-	-	-
Local & County Grant	5,655	-	-	-
State grant	2,781,046	23,691	-	-
Federal grant	-	-	37,456	45,608
Total Revenues	2,786,701	23,691	37,456	45,608
Expenditures:				
Current:				
Instruction	1,399,712	35,404	16,862	-
Support Services:				
Students	294,477	-	22,174	45,608
General Administration	72,424	-	-	-
School Administration	216,865	-	-	-
Central Services	57,484	-	-	-
Operation & Maintenance of Plant	641,189	-	-	-
Other Support Services Operations	3,189	-	-	-
Community Services	8,097	-	-	-
Capital outlay	-	-	-	-
Total expenditures	2,693,437	35,404	39,036	45,608
Excess (deficiency) of revenues over (under) expenditures	93,264	(11,713)	(1,580)	-
Other financing sources (uses):				
Operating transfers	-	-	-	-
Total other financing sources (uses):	-	-	-	-
Net changes in fund balances	93,264	(11,713)	(1,580)	-
Fund balances (Deficit) - beginning of year	401,561	23,551	-	-
Restatement (Note 6)	-	-	-	-
Fund balances (Deficit) - restated	401,561	23,551	-	-
Fund balances (Deficit) - end of year	$ 494,825	11,838	(1,580)	-

The accompanying notes are an integral part of these financial statements

IDEA-B Risk Pool 24120	Teacher Principal Training 24154	Title XIX Medicaid 25153	Dual Credit 27103	2010 GO Bonds 27106	2013 Robotics 27116	Public Schools Capital Outlay 31200
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	6,199	285	175	40,564	224,945
519	7,330	2,282	-	-	-	-
519	7,330	8,481	285	175	40,564	224,945
-	2,140	-	285	-	40,564	-
674	-	-	-	-	-	-
-	-	-	-	-	-	-
-	5,190	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	224,945
674	7,330	-	285	-	40,564	224,945
(155)	-	8,481	-	175	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
(155)	-	8,481	-	175	-	-
-	-	398	-	(175)	-	-
-	-	-	-	-	-	-
-	-	398	-	(175)	-	-
(155)	-	8,879	-	-	-	-

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, 2014

	Special Capital Outlay 31400	HB 33 Capital Outlay 31600	SB 9 Capital Improvements 31700	Foundation	Total
Revenues:					
Property Taxes	$ -	60,230	67,589	-	127,819
Local & County Grant	-	-	-	74,929	80,584
State grant	107,199	17,134	-	-	3,201,238
Federal grant	-	-	-	-	93,195
Total Revenues	107,199	77,364	67,589	74,929	3,502,836
Expenditures:					
Current:					
Instruction	-	-	-	-	1,494,967
Support Services:					
Students	-	-	-	6,280	369,213
General Administration	-	-	-	57,908	130,332
School Administration	-	-	-	-	222,055
Central Services	-	-	-	-	57,484
Operation & Maintenance of Plant	-	-	-	-	641,189
Other Support Services Operations	-	-	-	-	3,189
Community Services	-	-	-		8,097
Capital outlay	100,000	-	26,722	-	351,667
Total expenditures	100,000	-	26,722	64,188	3,278,193
Excess (deficiency) of revenues over (under) expenditures	7,199	77,364	40,867	10,741	224,643
Other financing sources (uses):					
Operating transfers	-	-	-	-	-
Total other financing sources (uses):	-	-	-	-	-
Net changes in fund balances	7,199	77,364	40,867	10,741	224,643
Fund balances (Deficit) - beginning of year	-	-	-	-	425,335
Restatement (Note 6)	-	36,676	-	19,202	55,878
Fund balances (Deficit) - restated	-	36,676	-	19,202	481,213
Fund balances (Deficit) - end of year	$ 7,199	114,040	40,867	29,943	705,856

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities
For The Year Ended June 30, 2014

Net change in fund balances-total governmental funds		**$**	**224,643**
Amounts reported for governmental activities in the statement of activities are different because:			
Change in compensated absences			(24,441)
Capital Outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the Statement of Net Position and allocated over their estimated useful lives as annual depreciation expenses in the Statement of Activities. This is the amount by which capital outlay exceeds depreciation for the period			
Capital Outlays	124,827		
Depreciation expense	(65,849)		
			58,978
Change in Net Position-total Governmental Activities		**$**	**259,180**

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, 2014

	Agency Funds
ASSETS	
Cash in bank	$ 21,760
Total Assets	$ 21,760
LIABILITIES	
Deposits held for others	$ 21,760
Total Liabilities	$ 21,760

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, 2014

	Balance July 1, 2013	Additions	Deductions	Balance June 30, 2014
ASSETS				
Cash in bank	$ 13,087	38,856	30,183	21,760
Total assets	$ 13,087	38,856	30,183	21,760
LIABILITIES				
Deposits held for others	$ 13,087	38,856	30,183	21,760
Total liabilities	$ 13,087	38,856	30,183	21,760

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, 2014 follows:

	Balance June 30, 2013	Additions	Deletions	Balance June 30, 2014
Capital Assets being Depreciated:				
Furniture, fixtures and equipment	$ 247,807	-	-	247,807
Vehicles	90,892	124,827	-	215,719
Total	338,699	124,827	-	463,526
Less: Accumulated Depreciation	(184,026)	(65,849)	-	(249,875)
Capital assets, net	$ 154,673	58,978	-	213,651

Depreciation expensed for the year ended June 30, 2014 was expensed to the following functions:

Instruction	$ 41,729
School Administration	12,021
Central Services	1,367
Operation & Maintenance of Plant	3,058
Capital Outlay	7,674
Total	$ 65,849

NOTE 3. COMMITMENTS AND LIABILITIES

SODA leased buildings and equipment under short-term cancelable operating leases. Rental expense for the year ended June 30, 2014 was $524,031. SODA's minimum future payments on these leases are as follows:

Year Ending June 30:		
2015	$	530,820
2016		227,486
2017		7,056
2018		2,912
2019		70
Total minimum lease payments	$	768,344

NOTE 4. DEFICIENT FUND BALANCE

The following funds had deficient fund balances at June 30, 2014:

Title I IASA 24101	$	(1,580)
IDEA-B Risk Pool 24120	$	(155)

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

NOTE 5. RELATED PARTIES

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

NOTE 6. PRIOR PERIOD ADJUSTMENT

Statement of Activities. Net position at June 30, 2013 was restated in the amount of $36,676. This restatement was due to the incorrect classification of HB 33 property tax revenue as deferred revenue, instead of restricted cash in the prior year. Net position at June 30, 2013 was also restated for the Foundation in the amount of $19,202. This restatement was due to the Foundation's exclusion from the prior year financial statements, when the Foundation had activity in the prior year.

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, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
Local & County Grant	$ -	-	5,655	5,655
State grant	2,610,242	2,781,046	2,781,046	-
Total Revenues	2,610,242	2,781,046	2,786,701	5,655
Expenditures:				
Current:				
Instruction	1,421,067	1,497,871	1,412,454	85,417
Support Services:				
Students	324,717	326,757	294,477	32,280
Instruction	-	448	-	448
General Administration	88,800	97,034	72,424	24,610
School Administration	252,287	257,324	216,865	40,459
Central Services	57,500	57,500	57,484	16
Operation & Maintenance of Plant	623,439	691,680	641,189	50,491
Other Support Services Operations	2,000	7,000	3,189	3,811
Community Services	5,200	10,200	8,097	2,103
Total expenditures	2,775,010	2,945,814	2,706,179	239,635
Excess (deficiency) of revenues over (under) expenditures	(164,768)	(164,768)	80,522	245,290
Other financing sources (uses):				
Designated Cash	164,768	164,768	-	(164,768)
Total other financing sources (uses):	164,768	164,768	-	(164,768)
Net changes in fund balances	-	-	80,522	80,522
Cash or fund balances - beginning of year	-	-	418,017	418,017
Cash or fund balances - end of year	$ -	-	498,539	498,539
Reconciliation to GAAP Basis:				
Excess revenues over (under) expenditures				
Adjustments to revenues			$ -	
Adjustments to expenditures			12,742	
NET CHANGE IN FUND BALANCE			$ 93,264	

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, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State grant	$ 17,430	30,318	30,318	-
Total Revenues	17,430	30,318	30,318	-
Expenditures:				
Current:				
Instruction	22,516	35,404	35,404	-
Total expenditures	22,516	35,404	35,404	-
Excess (deficiency) of revenues over (under) expenditures	(5,086)	(5,086)	(5,086)	-
Other financing sources (uses):				
Designated Cash	5,086	5,086	-	(5,086)
Total other financing sources (uses):	5,086	5,086	-	(5,086)
Net changes in fund balances	-	-	(5,086)	(5,086)
Cash or fund balances - beginning of year	-	-	16,924	16,924
Cash or fund balances - end of year	$ -	-	11,838	11,838
Reconciliation to GAAP Basis:				
Excess revenues over (under) expenditures				
Adjustments to revenues			$ (6,627)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			$ (11,713)	

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, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
Federal grant	$ 43,396	95,077	47,253	(47,824)
Total Revenues	43,396	95,077	47,253	(47,824)
Expenditures:				
Current:				
Instruction	23,396	65,077	19,262	45,815
Support Services:				
Students	20,000	30,000	22,174	7,826
Total expenditures	43,396	95,077	41,436	53,641
Excess (deficiency) of revenues over (under) expenditures	-	-	5,817	5,817
Other financing sources (uses):				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
Total other financing sources (uses):	-	-	-	-
Net changes in fund balances	-	-	5,817	5,817
Cash or fund balances - beginning of year	-	-	(10,571)	(10,571)
Cash or fund balances - end of year	$ -	-	(4,754)	(4,754)
Reconciliation to GAAP Basis:				
Excess revenues over (under) expenditures				
Adjustments to revenues			$ (9,797)	
Adjustments to expenditures			2,400	
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, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
Federal grant	$ -	85,429	38,850	(46,579)
Total Revenues	-	85,429	38,850	(46,579)
Expenditures:				
Current:				
Support Services:				
Students	-	85,429	45,608	39,821
Total expenditures	-	85,429	45,608	39,821
Excess (deficiency) of revenues over (under) expenditures	-	-	(6,758)	(6,758)
Other financing sources (uses):				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
Total other financing sources (uses):	-	-	-	-
Net changes in fund balances	-	-	(6,758)	(6,758)
Cash or fund balances - beginning of year	-	-	(805)	(805)
Cash or fund balances - end of year	$ -	-	(7,563)	(7,563)
Reconciliation to GAAP Basis:				
Excess revenues over (under) expenditures				
Adjustments to revenues			$ 6,758	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Schedule of Budgetary Comparisons - Budgetary Basis
IDEA-B Risk Pool 24120
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
Federal grant	$ -	687	936	249
Total Revenues	-	687	936	249
Expenditures:				
Current:				
Support Services:				
Students	-	687	674	13
Total expenditures	-	687	674	13
Excess (deficiency) of revenues over (under) expenditures	-	-	262	262
Other financing sources (uses):				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
Total other financing sources (uses):	-	-	-	-
Net changes in fund balances	-	-	262	262
Cash or fund balances - beginning of year	-	-	(417)	(417)
Cash or fund balances - end of year	$ -	-	(155)	(155)
Reconciliation to GAAP Basis:				
Excess revenues over (under) expenditures				
Adjustments to revenues			$ (417)	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			$ (155)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Schedule of Budgetary Comparisons - Budgetary Basis
Teacher Principal Training 24154
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
Federal grant	$ 8,569	21,473	2,475	(18,998)
Total Revenues	8,569	21,473	2,475	(18,998)
Expenditures:				
Current:				
Instruction	4,069	10,069	2,140	7,929
Support Services:				
School Administration	4,500	11,404	5,190	6,214
Total expenditures	8,569	21,473	7,330	14,143
Excess (deficiency) of revenues over (under) expenditures	-	-	(4,855)	(4,855)
Other financing sources (uses):				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
Total other financing sources (uses):	-	-	-	-
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				
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, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State grant	$ -	8,000	6,199	(1,801)
Federal grant	-	-	2,282	2,282
Total Revenues	-	8,000	8,481	481
Expenditures:				
Current:				
Support Services:				
Students	-	8,000	-	8,000
Total expenditures	-	8,000	-	8,000
Excess (deficiency) of revenues over (under) expenditures	-	-	8,481	8,481
Other financing sources (uses):				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
Total other financing sources (uses):	-	-	-	-
Net changes in fund balances	-	-	8,481	8,481
Cash or fund balances - beginning of year	-	-	398	398
Cash or fund balances - end of year	$ -	-	8,879	8,879
Reconciliation to GAAP Basis:				
Excess revenues over (under) expenditures				
Adjustments to revenues			$ -	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			$ 8,481	

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, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State grant	$ -	1,002	-	(1,002)
Total Revenues	-	1,002	-	(1,002)
Expenditures:				
Current:				
Instruction	-	1,002	285	717
Total expenditures	-	1,002	285	717
Excess (deficiency) of revenues over (under) expenditures	-	-	(285)	(285)
Other financing sources (uses):				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
Total other financing sources (uses):	-	-	-	-
Net changes in fund balances	-	-	(285)	(285)
Cash or fund balances - beginning of year	-	-	-	-
Cash or fund balances - end of year	$ -	-	(285)	(285)
Reconciliation to GAAP Basis:				
Excess revenues over (under) expenditures				
Adjustments to revenues			$ 285	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Schedule of Budgetary Comparisons - Budgetary Basis
2010 GO Bonds 27106
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State grant	$ -	175	-	(175)
Total Revenues	-	175	-	(175)
Expenditures:				
Current:				
Instruction	-	175	-	175
Total expenditures	-	175	-	175
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
Other financing sources (uses):				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
Total other financing sources (uses):	-	-	-	-
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			$ 175	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			$ 175	

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, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State grant	$ -	40,850	-	(40,850)
Total Revenues	-	40,850	-	(40,850)
Expenditures:				
Current:				
Instruction	-	40,850	40,564	286
Total expenditures	-	40,850	40,564	286
Excess (deficiency) of revenues over (under) expenditures	-	-	(40,564)	(40,564)
Other financing sources (uses):				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
Total other financing sources (uses):	-	-	-	-
Net changes in fund balances	-	-	(40,564)	(40,564)
Cash or fund balances - beginning of year	-	-	-	-
Cash or fund balances - end of year	$ -	-	(40,564)	(40,564)
Reconciliation to GAAP Basis:				
Excess revenues over (under) expenditures				
Adjustments to revenues			$ 40,564	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
School of Dreams Academy
Schedule of Budgetary Comparisons - Budgetary Basis
Public Schools Capital Outlay 31200
For The Year Ended June 30, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State grant	$ -	224,945	224,945	-
Total Revenues	-	224,945	224,945	-
Expenditures:				
Current:				
Capital outlay	-	224,945	224,945	-
Total expenditures	-	224,945	224,945	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
Other financing sources (uses):				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
Total other financing sources (uses):	-	-	-	-
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, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
State grant	$ 100,000	100,000	107,199	7,199
Total Revenues	100,000	100,000	107,199	7,199
Expenditures:				
Current:				
Capital outlay	100,000	100,000	100,000	-
Total expenditures	100,000	100,000	100,000	-
Excess (deficiency) of revenues over (under) expenditures	-	-	7,199	7,199
Other financing sources (uses):				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
Total other financing sources (uses):	-	-	-	-
Net changes in fund balances	-	-	7,199	7,199
Cash or fund balances - beginning of year	-	-	-	-
Cash or fund balances - end of year	$ -	-	7,199	7,199
Reconciliation to GAAP Basis:				
Excess revenues over (under) expenditures				
Adjustments to revenues			$ -	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			$ 7,199	

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, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
Property Taxes	$ -	85,419	60,230	(25,189)
State grant	-	-	17,134	17,134
Total Revenues	-	85,419	77,364	(8,055)
Expenditures:				
Current:				
Capital outlay	-	85,419	-	85,419
Total expenditures	-	85,419	-	85,419
Excess (deficiency) of revenues over (under) expenditures	-	-	77,364	77,364
Other financing sources (uses):				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
Total other financing sources (uses):	-	-	-	-
Net changes in fund balances	-	-	77,364	77,364
Cash or fund balances - beginning of year	-	-	36,676	36,676
Cash or fund balances - end of year	$ -	-	114,040	114,040
Reconciliation to GAAP Basis:				
Excess revenues over (under) expenditures				
Adjustments to revenues			$ -	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			$ 77,364	

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, 2014

	Budgeted Amounts			
	Original Budget	Final Budget	Actual Amount	Variance Positive (Negative)
Revenues:				
Property Taxes	$ -	56,943	67,589	10,646
State grant	26,727	61,560	-	(61,560)
Total Revenues	26,727	118,503	67,589	(50,914)
Expenditures:				
Current:				
Capital outlay	26,727	118,503	26,722	91,781
Total expenditures	26,727	118,503	26,722	91,781
Excess (deficiency) of revenues over (under) expenditures	-	-	40,867	40,867
Other financing sources (uses):				
Operating transfers	-	-	-	-
Designated Cash	-	-	-	-
Total other financing sources (uses):	-	-	-	-
Net changes in fund balances	-	-	40,867	40,867
Cash or fund balances - beginning of year	-	-	-	-
Cash or fund balances - end of year	$ -	-	40,867	40,867
Reconciliation to GAAP Basis:				
Excess revenues over (under) expenditures				
Adjustments to revenues			$ -	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			$ 40,867	

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, 2014

Name of Depository	Security Type	CUSIP/ Security Number	Maturity Date	Fair Value June 30, 2014
Wells Fargo	FNMA	3138W9A34	7/1/2043	$ 312,538
Wells Fargo	FNMA	3138X3XU1	9/1/2043	20,347
				$ 332,885

Total cash in bank per Schedule of Cash Accounts:	$	771,805
Less: FDIC coverage:		(271,778)
Uninsured public funds:		500,027
Collateral requirement:		250,014
Pledged collateral held by pledging financial institution:		332,885
Balance over-collateralized:	**$**	**82,872**
Balance uninsured and uncollateralized at June 30, 2014:	**$**	**167,142**

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, 2014

Bank Account Type	Wells Fargo	US Bank	Total
Checking - Operational Account	$ 750,027	-	750,027
Checking - Foundation	-	21,778	21,778
Total on Deposit	750,027	21,778	771,805
Reconciling Items	(105,080)	(2,685)	(107,765)
Reconciled Balance June 30, 2014	644,947	19,093	664,040
Less Agency Funds	(21,760)	-	(21,760)
Total Cash	$ 623,187	19,093	642,280
Deposits Held in Escrow - Restricted Cash			10,000
Total Cash			$ 652,280

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, 2014

	Operational 11000	Instructional Materials 14000	Federal Flowthrough 24000	Federal Direct 25000
Cash, June 30, 2013	$ 418,017	16,924	(11,792)	398
Add:				
2013-14 revenues	2,786,701	30,318	89,514	8,481
Total cash available	3,204,718	47,242	77,722	8,879
Less:				
2013-14 expenditures	(2,706,179)	(35,404)	(95,048)	-
Receivables/Payables	-	-	-	-
Outstanding Loans	-	-	-	-
Cash June 30, 2014	498,539	11,838	(17,326)	8,879
Fund Balance Reconciliations to GAAP Basis:				
Audit reclassifications to cash	(58,175)	-	17,326	-
Cash per Books	440,364	11,838	-	8,879
Fund Balance (Deficit) Reconciliation to GAAP Basis:				
Modified Accrual Adjustments	54,461	-	(1,735)	-
Fund Balance (Deficit), Modified Accrual Basis	$ 494,825	11,838	(1,735)	8,879

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

The accompanying notes are an integral part of these financial statements

State Flowthrough 27000	Public School Capital Outlay 31200	Special Capital Outlay-State 31400	Capital Improv. HB 33 31600	Capital Improv. SB 9 31700	Total
-	-	-	36,676	-	460,223
-	224,945	107,199	77,364	67,589	3,392,111
-	224,945	107,199	114,040	67,589	3,852,334
(40,849)	(224,945)	(100,000)	-	(26,722)	(3,229,147)
-	-	-	-	-	-
-	-	-	-	-	-
(40,849)	-	7,199	114,040	40,867	623,187
40,849	-	-	-	-	-
-	-	7,199	114,040	40,867	623,187
				Foundation*:	29,093
				Total cash per books:	$ 652,280
-	-	-	-	-	52,726
-	-	7,199	114,040	40,867	675,913
				Foundation*:	29,943
				Total Fund Balance (Deficit), Modified Accrual Basis:	$ 705,856