

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2016
(With Auditors' Report Thereon)



INTRODUCTORY SECTION

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
FOR THE YEAR ENDED JUNE 30, 2016
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GALLUP-MCKINLEY COUNTY SCHOOLS
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STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
OFFICIAL ROSTER
JUNE 30, 2016

| <u>Name</u> | <u>Board of Education</u> | <u>Title</u> |
|-------------------------|---------------------------|---|
| Priscilla Manuelito | | President |
| Kevin Mitchell | | Vice President |
| Lynn Juenemann | | Secretary |
| Sandra Jeff | | Member |
| Jeo Menini | | Member |
| <u>School Officials</u> | | |
| Frank Chiapetti | | Superintendent |
| Pauletta White | | Associate Superintendent Support Services/Student Support Services |
| Mike Hyatt | | Associate Superintendent for Business/Human Resources |
| Joan Nez | | Associate Superintendent for Human Resources |
| Richard Chavez | | Secretary to the Superintendent |
| Evelyn E. Barreras | | Administrative Assistant |

FINANCIAL SECTION



Griego Professional Services, LLC

Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

Tim Keller, New Mexico State Auditor
The Office of Management and Budget
To the Board of Education
Gallup-McKinley County Public Schools
Gallup, New Mexico

Report on Financial Statements

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund, the aggregate remaining fund information, and the budgetary comparisons for the general funds and major special revenue funds of Gallup-McKinley County Public Schools, New Mexico, as of and for the year ended June 30, 2016, and related notes to the financial statements which collectively comprise the District's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the District's nonmajor governmental funds, and the budgetary comparisons for the major capital project funds, debt service fund and all nonmajor funds presented as supplementary information, as defined by the Government Accounting Standards Board, in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2016, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is the express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Gallup-McKinley County Public Schools, New Mexico, as of June 30, 2016, and the respective changes in financial position thereof and the respective budgetary comparisons for the general funds and major special revenue funds for the year then ended in accordance with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each

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nonmajor governmental fund of Gallup-McKinley County Public Schools, New Mexico as of June 30, 2016, and the respective changes in financial position thereof and the respective budgetary comparisons for the major capital project funds, debt service funds and all nonmajor funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Management has omitted *Management's Discussion and Analysis* that accounting principles generally accepted in the United States of America requires to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Government Accounting Standards Board, who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Accounting principles generally accepted in the United States of America also require that the Schedule of Proportionate Share of the Net Pension Liability and Schedule of Contributions on page 50 be represented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the *Governmental Accounting Standard Board* who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the basic financial statements and the combining and individual fund financial statements and budgetary comparisons. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code Federal regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is not a required part of the financial statements. The additional schedules listed as "Supporting Schedules" in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

The Schedule of Vendor Information, Schedule V, has not been subjected to auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 31, 2017 on our consideration of Gallup-McKinley County Public Schools, New Mexico's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.



Albuquerque, New Mexico
January 31, 2017

**BASIC
FINANCIAL STATEMENTS**

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
STATEMENT OF NET POSITION
JUNE 30, 2016

Exhibit A-1
(Page 1 of 2)

| | Primary Government | | Governmental | | Component |
|--|---------------------------|--|---------------------|--|------------------|
| ASSETS | Activities | | Unit | | Unit |
| Current assets: | | | | | |
| Cash and cash equivalents | \$ 59,167,041 | | \$ | | 301,391 |
| Property taxes receivable | 1,056,720 | | | | - |
| Intergovernmental receivables | 7,587,399 | | | | 6,949 |
| Other receivables | 1,173,600 | | | | - |
| Inventory | 666,156 | | | | - |
| Total current assets | 69,650,916 | | | | 308,340 |
| Noncurrent assets: | | | | | |
| Restricted cash and cash equivalents | 14,040,814 | | | | - |
| Restricted investments | 2,008,367 | | | | - |
| Bond issuance costs (net amortization of \$33,560) | 140,743 | | | | - |
| Capital assets (net of accumulated depreciation): | | | | | |
| Land | 11,016,096 | | | | - |
| Buildings and building improvements | 474,036,030 | | | | - |
| Furniture, fixtures and equipment | 26,169,946 | | | | 209,270 |
| Construction in progress | 30,590,284 | | | | - |
| Less: accumulated depreciation | (153,957,565) | | | | (48,589) |
| Total noncurrent assets | 404,044,715 | | | | 160,681 |
| Total assets | \$473,695,631 | | | | \$ 469,021 |
| Deferred outflow of resources | | | | | |
| Related to pension | 15,087,954 | | | | 308,522 |
| Total assets and deferred outflow of resources | \$488,783,585 | | | | \$ 777,543 |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
STATEMENT OF NET POSITION
JUNE 30, 2016

Exhibit A-1
(Page 2 of 2)

| | Primary Government | | Governmental | | Component |
|--|---------------------------|--|---------------------|--|------------------|
| LIABILITIES AND NET POSITION | Activities | | Unit | | Unit |
| Current liabilities | | | | | |
| Accounts payable | \$ 2,380,974 | | \$ - | | |
| Accrued payroll liabilities | 5,627,240 | | 14,588 | | |
| Deposit payable | 67,899 | | - | | |
| Deferred revenue | 180 | | - | | |
| Accrued interest | 761,169 | | - | | |
| Current portion of compensated absences | 423,704 | | - | | |
| Current portion of bonds payable | 6,710,000 | | - | | |
| Total current liabilities | 15,971,166 | | 14,588 | | |
| Noncurrent liabilities: | | | | | |
| Bond underwriter premiums | | | | | |
| (net of amortization of \$535,298) | 1,808,815 | | - | | |
| Bonds Payable | 60,455,000 | | - | | |
| Net pension liability | 154,763,267 | | 1,070,044 | | |
| Accrued compensated absences | 190,360 | | 8,579 | | |
| Total noncurrent liabilities | 217,217,442 | | 1,078,623 | | |
| Total liabilities | 233,188,608 | | 1,093,211 | | |
| Deferred inflow of resources: | | | | | |
| Related to pensions | 9,488,380 | | 91,452 | | |
| Net Position: | | | | | |
| Net investment in capital assets | 319,021,719 | | 160,681 | | |
| Restricted for: | | | | | |
| Debt service | 15,046,542 | | - | | |
| Capital projects | 9,999,503 | | - | | |
| Special revenue | 15,885,959 | | - | | |
| Unrestricted | (113,847,126) | | (567,801) | | |
| Total net position | 246,106,597 | | (407,120) | | |
| Total liabilities, deferred inflow of resources and net position | \$488,783,585 | | \$ 777,543 | | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2016

| <u>Functions/Programs</u> | <u>Expenses</u> | <u>Program Revenues</u> |
|----------------------------------|-----------------------|----------------------------|
| Primary Government | | Charges for Service |
| Governmental activities: | | |
| Instruction | \$ 80,619,267 | \$ 1,793,165 |
| Support services: | | |
| Students | 12,037,701 | - |
| Instruction | 3,868,746 | - |
| General Administration | 1,793,567 | - |
| School Administration | 7,116,472 | - |
| Other Support Services | 79,358 | - |
| Central Services | 3,565,692 | - |
| Operation & Maintenance of Plant | (2,968,938) | - |
| Student Transportation | 6,192,348 | - |
| Food Services Operation | 7,725,932 | 174,793 |
| Community Services | 9,335 | - |
| Interest on long-term debt | 1,830,910 | - |
| Capital outlay: | | |
| Depreciation - unallocated | - | - |
| Total Primary Government | \$ 121,870,390 | \$ 1,967,958 |
| Component Unit | | |
| Charter School | 1,056,339 | - |

The accompanying notes are an integral part of these financial statements

| <u>Program Revenues</u> | | | <u>Net (Expenses) Revenues and Changes in Net Position</u> | <u>Component Unit</u> |
|---|---|--|--|---------------------------|
| <u>Operating Grants and Contributions</u> | <u>Capital Grants and Contributions</u> | | | |
| \$ 51,775,769 | \$ - | | \$ (27,050,333) | \$ - |
| 4,085,683 | - | | (7,952,018) | - |
| 1,991,372 | - | | (1,877,374) | - |
| - | - | | (1,793,567) | - |
| - | - | | (7,116,472) | - |
| - | - | | (79,358) | - |
| - | - | | (3,565,692) | - |
| 150 | 18,150 | | 2,987,238 | - |
| 5,150,998 | - | | (1,041,350) | - |
| 7,134,748 | - | | (416,391) | - |
| - | - | | (9,335) | - |
| - | - | | (1,830,910) | - |
| - | - | | - | - |
| <u>\$ 70,138,720</u> | <u>\$ 18,150</u> | | <u>(49,745,562)</u> | <u>-</u> |
| <u>8,273</u> | <u>9,812</u> | | | <u>\$ (1,038,254)</u> |
| General Revenues: | | | | |
| Property taxes: | | | | |
| Levied for general purposes | | | \$ 356,918 | \$ - |
| Levied for debt service | | | 6,927,765 | - |
| Levied for capital projects | | | 1,665,416 | - |
| Oil and gas taxes | | | 10,337 | - |
| State Equalization Guarantee | | | 63,878,592 | 928,552 |
| Investment income | | | 6,388 | - |
| Loss on asset disposal | | | (14,951) | - |
| Miscellaneous | | | 114,612 | - |
| Total general revenues | | | <u>72,945,077</u> | <u>928,552</u> |
| Change in net position | | | 23,199,515 | (109,702) |
| Net position - beginning | | | <u>222,907,082</u> | <u>(297,418)</u> |
| Restatement | | | - | - |
| Net position - beginning - restated | | | <u>222,907,082</u> | <u>(297,418)</u> |
| Net position - ending | | | <u>\$ 246,106,597</u> | <u>\$ (407,120)</u> |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2016

| | Operational Fund | | | | |
|---|----------------------|---------------------|-------------------------|-------------------------------------|---------------------------|
| | General 11000 | Teacherage 12000 | Transportation 13000 | Instructional Materials 14000 | Food Services 21000 |
| ASSETS | | | | | |
| <i>Current Assets</i> | | | | | |
| Cash and temporary investments | \$ 22,368,260 | \$ 240,798 | \$ 268,299 | \$ 908,347 | \$ 1,220,261 |
| Accounts receivable | | | | | |
| Taxes | 42,369 | - | - | - | - |
| Due from other governments | - | - | - | - | - |
| Interfund receivables | 9,392,647 | - | - | - | - |
| Other | 15,901 | - | - | - | 1,157,699 |
| Inventory | 205,921 | - | - | - | 88,655 |
| <i>Total assets</i> | <u>32,025,098</u> | <u>240,798</u> | <u>268,299</u> | <u>908,347</u> | <u>2,466,615</u> |
| LIABILITIES AND FUND BALANCES | | | | | |
| <i>Current Liabilities:</i> | | | | | |
| Accounts payable | 342,777 | 13,669 | 31,507 | - | 227,047 |
| Accrued payroll liabilities | 4,304,549 | 5,123 | 145,780 | - | 49,472 |
| Deposits held for others | - | 67,899 | - | - | - |
| Interfund payables | - | - | - | - | - |
| Deferred revenue - property taxes | 36,385 | - | - | - | - |
| Deferred revenue - other | - | - | - | - | - |
| <i>Total liabilities</i> | <u>4,683,711</u> | <u>86,691</u> | <u>177,287</u> | <u>-</u> | <u>276,519</u> |
| <i>Fund balances</i> | | | | | |
| Fund Balance: | | | | | |
| Nonspendable | 205,921 | - | - | - | 88,655 |
| Restricted | - | 154,107 | 91,012 | 908,347 | 2,101,441 |
| Committed | - | - | - | - | - |
| Assigned | - | - | - | - | - |
| Unassigned | 27,135,466 | - | - | - | - |
| <i>Total fund balance</i> | <u>27,341,387</u> | <u>154,107</u> | <u>91,012</u> | <u>908,347</u> | <u>2,190,096</u> |
| <i>Total liabilities and fund balance</i> | <u>\$ 32,025,098</u> | <u>\$ 240,798</u> | <u>\$ 268,299</u> | <u>\$ 908,347</u> | <u>\$ 2,466,615</u> |

The accompanying notes are an integral part of these financial statements

| Impact Aid Indian Special Education 25147 | Bond Building 31100 | Capital Improvements SB-9 31700 | Debt Service 41000 | Other Governmental Funds | Total Primary Government |
|--|---------------------------|--|--------------------------|--------------------------------|--------------------------------|
| \$ 9,926,427 | \$ 13,508,275 | \$ 6,698,959 | \$ 14,639,277 | \$ 5,437,319 | \$ 75,216,222 |
| - | - | 196,524 | 817,827 | - | 1,056,720 |
| - | - | - | - | 7,587,399 | 7,587,399 |
| - | - | - | - | - | 9,392,647 |
| - | - | - | - | - | 1,173,600 |
| - | - | 371,580 | - | - | 666,156 |
| <u>9,926,427</u> | <u>13,508,275</u> | <u>7,267,063</u> | <u>15,457,104</u> | <u>13,024,718</u> | <u>95,092,744</u> |
| 47,976 | 645,164 | 526,564 | - | 546,270 | 2,380,974 |
| 276,875 | - | - | - | 845,441 | 5,627,240 |
| - | - | - | - | - | 67,899 |
| - | - | 3,036,242 | - | 6,356,405 | 9,392,647 |
| - | - | 164,001 | 682,488 | - | 882,874 |
| - | - | - | - | 180 | 180 |
| <u>324,851</u> | <u>645,164</u> | <u>3,726,807</u> | <u>682,488</u> | <u>7,748,296</u> | <u>18,351,814</u> |
| - | - | 371,580 | - | - | 666,156 |
| 9,601,576 | 12,863,111 | 3,168,676 | 14,774,616 | 5,296,010 | 48,958,896 |
| - | - | - | - | 13,061 | 13,061 |
| - | - | - | - | - | - |
| - | - | - | - | (32,649) | 27,102,817 |
| <u>9,601,576</u> | <u>12,863,111</u> | <u>3,540,256</u> | <u>14,774,616</u> | <u>5,276,422</u> | <u>76,740,930</u> |
| <u>\$ 9,926,427</u> | <u>\$ 13,508,275</u> | <u>\$ 7,267,063</u> | <u>\$ 15,457,104</u> | <u>\$ 13,024,718</u> | <u>\$ 95,092,744</u> |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
GOVERNMENTAL FUNDS

Exhibit B-1
(Page 2 of 2)

RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET POSITION
JUNE 30, 2016

| | Governmental Funds |
|--|-----------------------|
| Amounts reported for governmental activities in the statement of net assets are different because: | |
| Fund balances - total governmental funds | \$ 76,740,930 |
| Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. | 387,854,791 |
| Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds: | |
| Delinquent property taxes not collected within sixty days after year end are not considered "available" revenues and are considered to be deferred revenue in the fund financial statements, but are considered revenue in the Statement of Activities | 882,874 |
| Bond issuance costs, including original issue discounts and premiums are not financial resources and, therefore, are not reported in the funds | |
| Bond issuance costs net of accumulated amortization | 140,743 |
| Bond underwriter premiums net of accumulated amortization | (1,808,815) |
| Deferred inflows and outflows that are attributable to future periods and therefore, are not reported in the funds: | |
| Deferred outflows related to pension | 15,087,954 |
| Deferred inflows related to pension | (9,488,380) |
| Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds: | |
| Accrued interest | (761,169) |
| Accrued compensated absences | (614,064) |
| Net pension liability | (154,763,267) |
| General obligation bonds | (67,165,000) |
| Net Position-Total Governmental Activities | \$ 246,106,597 |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2016

| | Operational Fund | | | | Food Services 21000 |
|--|----------------------|---------------------|-------------------------|-------------------------------------|---------------------------|
| | General 11000 | Teacherage 12000 | Transportation 13000 | Instructional Materials 14000 | |
| <i>Revenues:</i> | | | | | |
| Property and other taxes | \$ 331,458 | \$ - | \$ - | \$ - | \$ - |
| State grants | 66,350,592 | - | 5,043,290 | 809,487 | - |
| Federal grants | 26,833,862 | - | - | - | 6,902,810 |
| Charges for services | 57,590 | 865,533 | - | - | 174,793 |
| Miscellaneous | 38,787 | - | - | - | - |
| Interest | 2,603 | - | - | - | - |
| <i>Total revenues</i> | <u>93,614,892</u> | <u>865,533</u> | <u>5,043,290</u> | <u>809,487</u> | <u>7,077,603</u> |
| <i>Expenditures:</i> | | | | | |
| Current: | | | | | |
| Instruction | 51,795,189 | - | - | 647,451 | - |
| Support Services | | | | | |
| Students | 5,276,658 | - | - | - | - |
| Instruction | 1,942,480 | - | - | - | - |
| General Administration | 858,336 | - | - | - | - |
| School Administration | 6,941,324 | - | - | - | - |
| Central Services | 2,496,640 | - | - | - | - |
| Operation & Maintenance of Plant | 15,494,177 | 865,407 | - | - | - |
| Student Transportation | 77,041 | - | 5,217,726 | - | - |
| Other Support Services | 79,358 | - | - | - | - |
| Food Services Operations | 60,593 | - | - | - | 7,375,495 |
| Community Service | - | - | - | - | - |
| Capital outlay | - | - | - | - | - |
| Debt service | | | | | |
| Principal | - | - | - | - | - |
| Interest | - | - | - | - | - |
| Bond Issuance Costs | - | - | - | - | - |
| <i>Total expenditures</i> | <u>85,021,796</u> | <u>865,407</u> | <u>5,217,726</u> | <u>647,451</u> | <u>7,375,495</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>8,593,096</u> | <u>126</u> | <u>(174,436)</u> | <u>162,036</u> | <u>(297,892)</u> |
| <i>Other financing sources (uses):</i> | | | | | |
| Operating transfers | (3,903,037) | - | - | - | - |
| Proceeds from bond issues | - | - | - | - | - |
| Premiums on bonds issued | - | - | - | - | - |
| Return of cash to PED | - | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>(3,903,037)</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>4,690,059</u> | <u>126</u> | <u>(174,436)</u> | <u>162,036</u> | <u>(297,892)</u> |
| <i>Fund balances - beginning of year</i> | <u>22,651,328</u> | <u>153,981</u> | <u>265,448</u> | <u>746,311</u> | <u>2,487,988</u> |
| <i>Fund balances - end of year</i> | <u>\$ 27,341,387</u> | <u>\$ 154,107</u> | <u>\$ 91,012</u> | <u>\$ 908,347</u> | <u>\$ 2,190,096</u> |

The accompanying notes are an integral part of these financial statements

| Impact Aid Indian Special Education 25147 | Bond Building 31100 | Capital Improvements SB-9 31700 | Debt Service 41000 | Other Governmental Funds | Total Primary Government |
|--|---------------------------|--|--------------------------|--------------------------------|--------------------------------|
| \$ - | \$ - | \$ 1,563,273 | \$ 6,502,957 | \$ - | \$ 8,397,688 |
| - | - | 1,695,359 | - | 3,798,235 | 77,696,963 |
| 6,549,713 | - | - | - | 18,243,723 | 58,530,108 |
| - | - | - | - | 870,042 | 1,967,958 |
| - | - | - | - | 6,180 | 44,967 |
| - | 3,676 | - | - | 109 | 6,388 |
| <u>6,549,713</u> | <u>3,676</u> | <u>3,258,632</u> | <u>6,502,957</u> | <u>22,918,289</u> | <u>146,644,072</u> |
| 846,322 | - | - | - | 17,346,000 | 70,634,962 |
| 3,339,715 | - | - | - | 3,190,942 | 11,807,315 |
| 1,003,391 | - | - | - | 826,627 | 3,772,498 |
| 314,081 | - | 15,688 | 50,000 | 436,181 | 1,674,286 |
| 169,475 | - | - | - | - | 7,110,799 |
| 673,632 | - | - | - | 227,287 | 3,397,559 |
| - | - | - | - | 14,799 | 16,374,383 |
| - | - | - | - | 405,274 | 5,700,041 |
| - | - | - | - | - | 79,358 |
| - | - | - | - | 231,938 | 7,668,026 |
| - | - | - | - | 9,335 | 9,335 |
| - | 9,117,740 | 4,595,519 | - | 352,632 | 14,065,891 |
| - | - | - | 7,995,000 | - | 7,995,000 |
| - | - | - | 1,935,996 | - | 1,935,996 |
| - | - | - | - | - | - |
| <u>6,346,616</u> | <u>9,117,740</u> | <u>4,611,207</u> | <u>9,980,996</u> | <u>23,041,015</u> | <u>152,225,449</u> |
| <u>203,097</u> | <u>(9,114,064)</u> | <u>(1,352,575)</u> | <u>(3,478,039)</u> | <u>(122,726)</u> | <u>(5,581,377)</u> |
| - | - | - | 3,903,037 | - | - |
| - | 7,750,000 | - | - | - | 7,750,000 |
| - | - | - | 410,562 | - | 410,562 |
| - | - | - | - | - | - |
| <u>-</u> | <u>7,750,000</u> | <u>-</u> | <u>4,313,599</u> | <u>-</u> | <u>8,160,562</u> |
| <u>203,097</u> | <u>(1,364,064)</u> | <u>(1,352,575)</u> | <u>835,560</u> | <u>(122,726)</u> | <u>2,579,185</u> |
| <u>9,398,479</u> | <u>14,227,175</u> | <u>4,892,831</u> | <u>13,939,056</u> | <u>5,399,148</u> | <u>74,161,745</u> |
| <u>\$ 9,601,576</u> | <u>\$ 12,863,111</u> | <u>\$ 3,540,256</u> | <u>\$ 14,774,616</u> | <u>\$ 5,276,422</u> | <u>\$ 76,740,930</u> |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2016

Exhibit B-2
 (Page 2 of 2)

| | Governmental Funds |
|--|-----------------------|
| Amounts reported for governmental activities in the statement of activities are different because: | |
| Net change in fund balances - total governmental funds | \$ 2,579,185 |
| <p>Capital Outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net assets and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities. This is the amount by which depreciation exceeds capital outlays for the period.</p> | |
| Depreciation expense | (12,146,940) |
| Capital Outlays | 33,486,485 |
| Loss on disposition of assets | (14,951) |
| <p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds</p> | |
| Change in deferred revenue related to property taxes receivable | 562,748 |
| <p>Governmental funds report district pension contributions as expenditures. However, in the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as pension expense</p> | |
| Change in pensions contributions/expense | (1,252,057) |
| <p>The issuance of long-term debt (e.g., bonds, notes, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities:</p> | |
| Amortization of bond issuance costs | (12,795) |
| Amortization of bond premiums | 153,362 |
| Bond issuance premiums | (410,562) |
| Decrease in accrued interest payable | 105,086 |
| Decrease in accrued compensated absences | (95,046) |
| Bond proceeds | (7,750,000) |
| Principal payments on bonds | 7,995,000 |
| Change in Net Position-Total Governmental Activities | \$ 23,199,515 |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
GENERAL FUND

Exhibit C-1

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | Actual | Variance |
|---|--------------------|--------------------|----------------------|----------------------|
| | Original Budget | Final Budget | | |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ 351,159 | \$ 351,159 | \$ 332,764 | \$ (18,395) |
| State grants | 67,213,920 | 63,895,797 | 66,350,592 | 2,454,795 |
| Federal grants | 24,232,251 | 28,770,414 | 28,907,731 | 137,317 |
| Miscellaneous | 228,374 | 175,374 | 362,109 | 186,735 |
| Miscellaneous | 53,000 | 53,000 | 57,577 | 4,577 |
| Interest | - | - | 1,907 | 1,907 |
| <i>Total revenues</i> | <u>92,078,704</u> | <u>93,245,744</u> | <u>96,012,680</u> | <u>2,766,936</u> |
| <i>Expenditures:</i> | | | | |
| Current: | | | | |
| Instruction | 58,468,176 | 57,995,341 | 52,427,570 | 5,567,771 |
| Support Services | | | | |
| Students | 5,769,126 | 6,082,747 | 5,254,962 | 827,785 |
| Instruction | 2,051,673 | 2,331,455 | 1,926,228 | 405,227 |
| General Administration | 1,004,173 | 1,101,840 | 827,781 | 274,059 |
| School Administration | 6,977,663 | 7,136,759 | 6,807,892 | 328,867 |
| Central Services | 2,822,071 | 2,904,918 | 2,433,928 | 470,990 |
| Operation & Maintenance of Plant | 20,229,737 | 20,826,945 | 15,551,441 | 5,275,504 |
| Student Transportation | - | 84,497 | 77,041 | 7,456 |
| Other Support Services | 255,403 | 255,403 | 76,920 | 178,483 |
| Food Services Operations | - | 78,157 | 60,593 | 17,564 |
| Community Services | - | - | - | - |
| Capital outlay | 300,000 | 300,000 | - | 300,000 |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>97,878,022</u> | <u>99,098,062</u> | <u>85,444,356</u> | <u>13,653,706</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>(5,799,318)</u> | <u>(5,852,318)</u> | <u>10,568,324</u> | <u>16,420,642</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | 5,799,318 | 5,852,318 | - | (5,852,318) |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>5,799,318</u> | <u>5,852,318</u> | <u>-</u> | <u>(5,852,318)</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>10,568,324</u> | <u>10,568,324</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>21,192,583</u> | <u>21,192,583</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 31,760,907</u> | <u>\$ 31,760,907</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (2,397,788) | |
| Adjustments to expenditures | | | (3,480,477) | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ 4,690,059</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
TEACHERAGE FUND

Exhibit C-2

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | Actual | Variance |
|---|------------------|-----------------|-------------------|-------------------|
| | Original Budget | Final Budget | | |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | - | - | - | - |
| Miscellaneous | - | 600,000 | 866,781 | 266,781 |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>600,000</u> | <u>866,781</u> | <u>266,781</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | 615,000 | 615,000 | 462,995 | 152,005 |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>615,000</u> | <u>615,000</u> | <u>462,995</u> | <u>152,005</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>(615,000)</u> | <u>(15,000)</u> | <u>403,786</u> | <u>418,786</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | 615,000 | 15,000 | - | (15,000) |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>615,000</u> | <u>15,000</u> | <u>-</u> | <u>(15,000)</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>403,786</u> | <u>403,786</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>(162,988)</u> | <u>(162,988)</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 240,798</u> | <u>\$ 240,798</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (1,248) | |
| Adjustments to expenditures | | | (402,412) | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ 126</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
TRANSPORTATION FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | Variance |
|---|------------------|------------------|---------------------|-------------------|
| | Original Budget | Final Budget | Actual | |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | 4,538,990 | 5,037,343 | 5,157,454 | 120,111 |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>4,538,990</u> | <u>5,037,343</u> | <u>5,157,454</u> | <u>120,111</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | 4,538,990 | 5,037,343 | 4,910,227 | 127,116 |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>4,538,990</u> | <u>5,037,343</u> | <u>4,910,227</u> | <u>127,116</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>247,227</u> | <u>247,227</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>247,227</u> | <u>247,227</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>21,072</u> | <u>21,072</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 268,299</u> | <u>\$ 268,299</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (114,164) | |
| Adjustments to expenditures | | | (307,499) | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ (174,436)</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
INSTRUCTIONAL MATERIALS FUND

Exhibit C-4

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016**

| | Budgeted Amounts | | | Variance |
|--|------------------|--------------|------------|------------|
| | Original Budget | Final Budget | Actual | |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | 620,696 | 803,641 | 809,487 | 5,846 |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | 620,696 | 803,641 | 809,487 | 5,846 |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | 1,342,570 | 1,525,515 | 647,538 | 877,977 |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | 1,342,570 | 1,525,515 | 647,538 | 877,977 |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | (721,874) | (721,874) | 161,949 | 883,823 |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | 721,874 | 721,874 | - | (721,874) |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | 721,874 | 721,874 | - | (721,874) |
| <i>Net changes in fund balances</i> | - | - | 161,949 | 161,949 |
| <i>Fund balances - beginning of year</i> | - | - | 746,398 | 746,398 |
| <i>Fund balances - end of year</i> | \$ - | \$ - | \$ 908,347 | \$ 908,347 |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | - | |
| Adjustments to expenditures | | | 87 | |
| <i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i> | | | \$ 162,036 | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
FOOD SERVICES FUND

Exhibit C-5

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | Variance |
|---|------------------|--------------|--------------|--------------|
| | Original Budget | Final Budget | Actual | |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | 238,101 | 238,101 | 319,668 | 81,567 |
| Federal grants | 6,037,459 | 6,037,459 | 6,064,890 | 27,431 |
| Miscellaneous | 125,760 | 276,257 | 174,793 | (101,464) |
| Interest | - | - | - | - |
| <i>Total revenues</i> | 6,401,320 | 6,551,817 | 6,559,351 | 7,534 |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | 7,664,501 | 7,814,998 | 6,880,409 | 934,589 |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | 7,664,501 | 7,814,998 | 6,880,409 | 934,589 |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | (1,263,181) | (1,263,181) | (321,058) | 942,123 |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | 1,263,181 | 1,263,181 | - | (1,263,181) |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | 1,263,181 | 1,263,181 | - | (1,263,181) |
| <i>Net changes in fund balances</i> | - | - | (321,058) | (321,058) |
| <i>Fund balances - beginning of year</i> | - | - | 1,541,319 | 1,541,319 |
| <i>Fund balances - end of year</i> | \$ - | \$ - | \$ 1,220,261 | \$ 1,220,261 |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | 178,200 | |
| Adjustments to expenditures | | | (155,034) | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | \$ (297,892) | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Exhibit C-6

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
IMPACT AID INDIAN SPECIAL EDUCATION FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | Actual | Variance |
|---|--------------------|--------------------|---------------------|---------------------|
| | Original Budget | Final Budget | | |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | - | - | 7,087,700 | 7,087,700 |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>-</u> | <u>7,087,700</u> | <u>7,087,700</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | 911,445 | 948,074 | 803,065 | 145,009 |
| Support Services | | | | |
| Students | 5,333,668 | 5,060,144 | 3,339,715 | 1,720,429 |
| Instruction | 1,040,234 | 1,039,662 | 995,966 | 43,696 |
| General Administration | 357,359 | 357,359 | 310,937 | 46,422 |
| School Administration | 184,171 | 184,171 | 169,475 | 14,696 |
| Central Services | 999,816 | 962,659 | 659,113 | 303,546 |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>8,826,693</u> | <u>8,552,069</u> | <u>6,278,271</u> | <u>2,273,798</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>(8,826,693)</u> | <u>(8,552,069)</u> | <u>809,429</u> | <u>9,361,498</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | 8,826,693 | 8,552,069 | - | (8,552,069) |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>8,826,693</u> | <u>8,552,069</u> | <u>-</u> | <u>(8,552,069)</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>809,429</u> | <u>809,429</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>9,116,998</u> | <u>9,116,998</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 9,926,427</u> | <u>\$ 9,926,427</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (537,987) | |
| Adjustments to expenditures | | | (68,345) | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ 203,097</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
AGENCY FUNDS
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
JUNE 30, 2016

Exhibit D-1

| | <u>Agency Funds</u> |
|-----------------------------------|-------------------------|
| ASSETS | |
| <i>Current Assets</i> | |
| Cash | <u>\$ 700,540</u> |
| <i>Total assets</i> | <u><u>700,540</u></u> |
| LIABILITIES | |
| <i>Current Liabilities</i> | |
| Deposits held in trust for others | <u>700,540</u> |
| <i>Total liabilities</i> | <u><u>700,540</u></u> |

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

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
NOTES TO THE FINANANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1. Summary of Significant Accounting Policies

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

The School Board operates twenty schools within the District. In conjunction with the regular education programs, all of these schools offer special education. In addition, the School Board provides transportation for the students.

The summary of significant accounting policies of the District is presented to assist in the understanding of the District's financial statements. The financial statements and notes are the representation of Gallup-McKinley County Schools' management, who is responsible for their integrity and objectivity. The financial statements of the Gallup-McKinley County Schools (the "District") have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standard Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The financial statements have incorporated all applicable GASB pronouncements as well as Financial Accounting Standards Board (FASB) statements and interpretations, Accounting Principles, Board Opinions and Accounting Research Bulletins of the Committee on accounting procedures issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements. The Government-Wide financial statements have incorporated all applicable GASB pronouncements as well as Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles, Board Opinions and Accounting Research Bulletins of the Committee on Accounting Procedures issued after November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units. The more significant of the District's accounting policies are described below.

During the year ended June 30, 2016, the District adopted GASB Statements No. 72, *Fair Value Measurement and Application*, No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*, No. 79, *Certain External Investment Pools and Pool Participants*, and a portion of No 73, *Accounting and Financial Reporting for Pensions and Related Assets that are not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*. GASB Statements Nos. 72, 76, and 79, as well as the implemented portion of Statement No. 73, are required to be implemented for the fiscal year ending June 30, 2016.

GASB Statement No. 72 addresses accounting and financial reporting issues related to fair value measurements. The definition of fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. This Statement provides guidance for determining a fair value measurement for financial reporting purposes. This Statement also provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements. The requirements of this Statement will enhance comparability of financial statements among governments by requiring measurement of certain assets and liabilities at fair value using a consistent and more detailed definition of fair value and accepted valuation techniques. This Statement also will enhance fair value application guidance and related disclosures in order to provide information to financial statement users about the impact of fair value measurements on a government's financial position.

GASB Statement No. 73 establishes accounting and financial reporting standards for defined benefit pensions and defined contribution pensions that are not provided to employees of state and local government employers and are not within the scope of Statement 68. A portion of this pronouncement is effective for June 30, 2016 year end and a portion is effective for June 30, 2017 year end. Effective for June 30, 2016 are the amendments for Statement No.s 67 and 68 and assets accumulated for pensions not administered as trusts. The amendments of this pronouncement clarifies application of certain provisions of GASB 67 and 68 with regards to the following issues: (1) Information that is required to be presented as notes to the 10-year schedules of RSI about investment-related factors that significantly affect trends in reported amounts; (2) Accounting and financial reporting for separately financed specific liabilities of individual employers and nonemployer contributing entities for defined benefit pensions; and

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
NOTES TO THE FINANANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1. Summary of Significant Accounting Policies - (Continued)

(3) Timing of employer recognition of revenue for the support of nonemployer contributing entities not in a special funding situation.

In addition, effective for June 30, 2016 year ends, the requirements of this Statement extend the approach to accounting and financial reporting established in Statement 68 to all pensions, with modifications as necessary to reflect that, for accounting and financial reporting purposes, any assets accumulated for pensions that are provided through pension plans that are not administered through trusts that meet the criteria specified in Statement 68 should not be considered pension plan assets. It also requires that information similar to that required by Statement 68 be included in notes to financial statements and required supplementary information by all similarly situated employers and nonemployer contributing entities.

The objective of GASB Statement No. 76 is to identify-in the context of the current governmental financial reporting environment-the hierarchy of generally accepted accounting principles (GAAP). The "GAAP hierarchy" consists of the sources of accounting principles used to prepare financial statements of state and local governmental entities in conformity with GAAP and the framework for selecting those principles. This statement reduces the GAAP hierarchy to two categories of authoritative GAAP and addresses the use of authoritative and nonauthoritative literature in the event that the accounting treatment for a transaction or other event is not specified within a source of authoritative GAAP. The requirements in this Statement improve financial reporting by (1) raising the category of GASB Implementation Guides in the GAAP hierarchy, thus providing the opportunity for broader public input on implementation guidance; (2) emphasizing the importance of analogies to authoritative literature when the accounting treatment for an event is not specified in authoritative GAAP; and (3) requiring the consideration of consistency with the GASB Concepts Statements when evaluating accounting treatments specified in nonauthoritative literature. As a result, governments will apply financial reporting guidance with less variation, which will improve the usefulness of financial statement information for making decisions and assessing accountability and enhance the comparability of financial statement information among governments.

GASB Statement No. 79 addresses accounting and financial reporting for certain external investment pools and pool participants. Specifically, it establishes criteria for an external investment pool to qualify for making the election to measure all of its investments at amortized cost for financial reporting purposes. An external investment pool qualifies for that reporting if it meets all of the applicable criteria established in this Statement. The specific criteria address (1) how the external investment pool transacts with participants; (2) requirements for portfolio maturity, quality, diversification, and liquidity; and (3) calculation and requirements of a shadow price. Significant noncompliance prevents the external investment pool for measuring all of its investments at amortized cost for financial reporting purposes. Professional judgement is required to determine if instances of noncompliance with the criteria established by this Statement during the reporting period, individually or in the aggregate, were significant. This Statement will enhance comparability of financial statements among governments by establishing specific criteria used to determine whether a qualifying external investment pool may elect to use an amortized cost exception to fair value measurement. Those criteria will provide for qualifying external investment pools and participants in those pools with consistent application of an amortized cost-based measurement for financial reporting purposes. That measurement approximates fair value and mirrors the operations of external investment pools that transact with participants at a stable net asset value per share.

GASB Statement No. 82 objective is to address certain issues that have been raised with respect to Statements No. 67, *Financial Reporting for Pension Plans*, No. 68, *Accounting and Financial Reporting for Pensions*, and No. 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*. Specifically, this Statement addresses issues regarding (1) the presentation of payroll-related measures in required supplementary information; (2) the selection of assumptions and the treatment of deviations from the guidance in an Actuarial Standard of Practice for financial reporting purposes, and; (3) the classification of payments made by employers to satisfy employee (plan member) contribution requirements.

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
NOTES TO THE FINANANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1. Summary of Significant Accounting Policies - (Continued)

A. Financial Reporting Entity - (Continued)

In evaluating how to define the District, for financial reporting purposes, management has considered all potential component units. The decision to include any potential component units in the financial reporting entity was made by applying the criteria set forth in GASB Statements No. 14 and No. 39. Blended component units, although legally separate entities, are in substance part of the government's operations. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government.

The basic – but not the only – criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the government and/or its citizens. A third criterion used to evaluate the potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Finally, the nature and significance of a potential component unit to the primary government could warrant its inclusion within the reporting entity. Based upon the application of these criteria, the District has two discretely presented component units as described in the following paragraphs, and is not a component unit of another governmental agency.

Middle College High School is a discretely presented component unit of the District, as defined by GASB Statements No. 14 and 39, and has a separate governing board. The Charter School does not issue separate financial statements. Charter Schools operate under the Senate Bill 192, Chapter 281, Laws of 1999, and are responsible for maintaining separate accounting records, and are component units of the school districts they operate within.

B. Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities and changes in net position) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. Gallup-McKinley County Schools does not have business-type activities as of June 30, 2016.

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

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

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

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
NOTES TO THE FINANANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1. Summary of Significant Accounting Policies - (Continued)

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

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets and liabilities resulting from non-exchange transactions are recognized in accordance with the requirements of GASB Statement No. 33, *Accounting and Financial Reporting for Non-Exchange Transactions*. Property taxes are recognized as revenues in the year for which the taxes are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

GASB No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, and GASB No. 65, *Items Previously Reported as Assets and Liabilities*, amend GASB No. 34, *Basic Financial Statements – and Management’s Discussion and Analysis for State and Local Governments*, to incorporate deferred outflows of resources and deferred inflows of resources in the financial reporting model.

Deferred outflows of resources – a consumption of net position by the government that is applicable to a future reporting period. It has a positive effect on net position, similar to assets.

Deferred inflows of resources – an acquisition of net position by the government that is applicable to a future reporting period. It has a negative effect on net position, similar to liabilities.

Net position – the residual of the net effects of assets, deferred outflows of resources, liabilities, and deferred inflows of resources.

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

However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Sales and use taxes are classified as derived tax revenues and are recognized as revenue when the underlying exchange takes place and the revenues are measurable and available. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met and the susceptible to accrual criteria have been met. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

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

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

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
NOTES TO THE FINANANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1. Summary of Significant Accounting Policies - (Continued)

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

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

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

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

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

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

The District reports the following major governmental funds:

The *General Fund* is the District's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. Revenues are provided by School tax levy, state equalization and transportation funds, state instructional material allocations, and earnings from investments. Expenditures include all costs associated with the daily operations of the District except for those items included in other funds. The General Fund includes the *Transportation Fund*, which is used to account for the transportation Distribution received from the New Mexico Public Education Department which is used to pay for the costs associated with transporting school age children. It also includes the Instructional Materials Fund, which is used to account for the monies received from the New Mexico Public Education Department for the purposes of purchasing instructional materials (books, manuals, periodicals, etc.) used in the education of students.

The *Food Service Fund* is used to account for income from meal sales, State and Federal reimbursements and to make cash disbursements for activities dealing with preparation and serving of meals.

The *Impact Aid Indian Education Special Revenue Fund* is used to account for resources provided to the District which are to be used for supplemental special education for students in federally impacted areas. Funding is provided by PL 81-874.

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

The *Capital Improvements Capital Projects Fund* is to account for funds received from the New Mexico Public School Facilities Authority (PFSA) for: capital expenditures for an adequate education program, core administrative function of the public school facilities authority and for project management expense upon approval of the council; and for the purpose of demolishing abandoned school district facilities. Funding authority is Chapter 22, Article 24, NMSA 1978.

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

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
NOTES TO THE FINANANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1. Summary of Significant Accounting Policies - (Continued)

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

Additionally, the government reports the following fund types:

Fiduciary Funds:

The fiduciary funds are purely custodial (assets equal liabilities) and do not involve measurement of results of operations. These funds account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, or student organizations.

The fiduciary funds account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments and/or other funds. The fiduciary funds are for student activities.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Program revenues included in the Statement of Activities derive directly from the program itself or from parties outside the District's taxpayer or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the District's general revenues. Program revenues are categorized as (a) charges for services, which include revenues collected for cafeteria fees and lost books, etc., (b) program-specific operating grants, which includes revenues received from state and federal sources such as Title I and IDEA-B to be used as specified within each program grant agreement, and (c) program-specific capital grants and contributions, which include revenues from the state resources such as SB-9 and HB-33 funding to be used for capital projects. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes and other items not properly included among program revenues.

Private-sector standards of accounting and financial reporting issued prior to November 30, 1989, generally are followed in both the government-wide financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The District has elected not to follow subsequent private-sector guidance.

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

Proprietary funds distinguish operating revenues and expenses from the non-operating items. Operating revenues and expenses generally result from providing services in connection with the fund's principal ongoing operations. The principal operating revenue of the District's enterprise fund is fees. Operating expenses for enterprise funds include the cost of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

D. Assets, Liabilities and Net Position or Equity

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

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
NOTES TO THE FINANANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1. Summary of Significant Accounting Policies - (Continued)

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

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

Investments for the District are reported at fair value. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties. The State Treasurer's Investment Pool operates in accordance with appropriate state laws and regulations. The reported value of the Pool is the same as the fair value of the pool shares.

Restricted Assets: Restricted assets consist of those funds expendable for operating purposes but restricted by donors or other outside agencies as to the specific purpose for which they may be expended. The District's restricted assets are made up of all capital project and debt service funds.

Receivables and Payables: Interfund activity is reported as either loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related costs as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or between proprietary funds are netted as part of the reconciliation to the government-wide financial statements. All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

The District receives monthly income from a tax levy in McKinley County. The funds are collected by the County Treasurer and are remitted to the District in the following month. Under the modified accrual method of accounting, the amount remitted by the McKinley County Treasurer's in July and August 2016 is considered 'measurable and available' and, accordingly, is recorded as revenue in the governmental fund financial statements during the year ended June 30, 2016.

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

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

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

downs, or transfer to the fifty percent account for requisition of material from the adopted list. The Districts are allowed to carry forward unused textbook credits from year to year.

Inventory: Inventory is valued at lower of cost (first-in, first-out) or market. Inventory in the General and Food Services funds consists of expendable supplies held for consumption and related supplies. The cost is recorded as an expenditure at the time individual inventory items are purchased. The reported inventories are equally offset by a fund balance reserve, which indicates that they do not constitute "available spendable resources" even though they are a component of net position.

STATE OF NEW MEXICO
 GALLUP-MCKINLEY COUNTY SCHOOLS
 NOTES TO THE FINANANCIAL STATEMENTS
 JUNE 30, 2016

NOTE 1. Summary of Significant Accounting Policies - (Continued)

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

Capital Assets: Capital assets, which include property, plant, and equipment, are reported in the applicable governmental column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000, per section 12-6-10 NMSA 1978, and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Pursuant to the implementation of GASB Statement No. 34, the historical cost of infrastructure assets, (retroactive to 1979) are to be included as part of the governmental capital assets reported in the government wide statements. Donated capital assets are recorded at estimated fair market value at the date of donation. Information Technology Equipment including software is being capitalized and included in furniture, fixtures, and equipment in accordance with NMAC 2.20.1.9 C (5).

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. Library books are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. No interest was included as part of the cost of capital assets under construction during the year ended June 30, 2016.

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

| | |
|---------------------------------|-------------|
| Buildings/building improvements | 20-40 years |
| Furniture and equipment | 3-12 years |

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

Compensated Absences: Twelve-month employees are entitled to accumulate annual leave up to 15 days (20 days for Superintendent, Associate Superintendent and Chief Financial Officer) per year. Days earned will be prorated based upon hire date. Annual leave is supposed to be taken in the year earned or the succeeding fiscal year; however, a maximum of 15 days (20 days for Superintendent, Associate Superintendent and Chief Financial Officer), depending on the employment status of the employee, may be carried over to the succeeding year. Administrators may also choose to put days into the employee’s annual leave bank. Administrative employee’s annual leave ban may accumulate up to a maximum of 30 working days. Any additional days over the 30 days are lost. Once days are banked they may not be withdrawn, except for use under FMLA provisions or other extenuating circumstances approved by the Superintendent. Upon termination, employees are paid for their accrued annual leave, up to a maximum of 30 days.

Qualified employees are entitled to 12 to 15 days of sick leave per year depending upon length of contract and hire date. There is no limit to the amount of sick leave which an employee may accumulate; however, the only employees that are eligible to be paid out are those that are retiring that have provided a written notice of an intent to retire to the personnel office no later than April 15 of the current fiscal year. The rate of payment is determined annually based upon current budgetary consideration and is announced by a memo from the Superintendent.

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. In

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
NOTES TO THE FINANANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1. Summary of Significant Accounting Policies - (Continued)

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

prior years, substantially all of the related expenditures have been liquidated by the general fund. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the government-wide statement of net position.

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

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the period the bonds are issued. The face amount of the debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt services expenditures.

Net Position and Fund Equity: Governmental funds report fund balance classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The detail of the County's fund balances is presented in Note 16.

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

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

Restricted Net Position: Consists of net position with constraints "legally enforceable" constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulation of other governments; or (2) law through constitutional provisions or enabling legislation. Legally Enforceable is means that a government can be compelled by an external party – such as citizens, public interest groups, or the judiciary to use resources created by enabling legislation, only for the purposes specified by the legislation. Generally, the enforceability of an enabling legislation restriction is determined by professional judgment. If it is determined that the restrictions continue to be legally enforceable, then for the purposes of financial reporting, the restricted net position should not reflect and reduction for resources used for purposes not stipulated by the enabling legislation. Descriptions for the related restrictions for net position are restricted for "debt service or capital projects."

Unrestricted Net Position: All other net position that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

The Government-wide Statement of Net Position reports \$37,286,541 of restricted net position related to grants of which \$20,939,098 relates to restricted enabling legislation.

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

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
NOTES TO THE FINANANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1. Summary of Significant Accounting Policies - (Continued)

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

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

E. Revenues

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

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

A school district's program costs are determined through the use of various formulas using 'program units' which take into consideration 1) early childhood education; 2) basic education; 3) special education; 4) bilingual-multicultural education; 5) size, etc. Payment is made from the public school fund under the authority of the Director of Public School Finance. The Schools received \$63,878,592 in state equalization guarantee distributions during the year ended June 30, 2016.

Tax Revenues: The District receives mill levy and ad-valorem tax revenues primarily for debt service and capital outlay purposes. Tax revenues are recognized when they are in the hands of the collecting agency. The District records only the portion of the taxes considered to be 'measurable' and 'available' on a modified accrual basis. The District recognized \$8,220,800 in tax revenues during the year ended June 30, 2016. Descriptions of the individual debt service and capital outlay funds contained in these financial statements include information regarding the authority for the collection and use of these taxes.

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

Transportation Distribution: School districts in the State of New Mexico receive student transportation distributions. The transportation distribution is allocated to each school district in accordance with formulas developed by the State Transportation Director and the Director of Public School Finance. The funds shall be used only for the purpose of making payments to each school district for the to-and-from school transportation costs of students in grades K through twelve attending public school within the school district. The District received \$5,157,454 in transportation distributions during the year ended June 30, 2016.

Instructional Materials: The New Mexico Public Education Department (PED) receives federal material leasing funds from which it makes annual allocations to the various school districts for the purchase of educational materials. Of each allocation, fifty percent is restricted to the requisition of materials listed in the State Board of Education "State Adopted Instructional Material" list, while fifty percent of each allocation is available for purchases directly from vendors. Allocations received from the State for the year ended June 30, 2016 totaled \$809,487.

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
NOTES TO THE FINANANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1. Summary of Significant Accounting Policies - (Continued)

E. Revenues - (Continued)

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

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

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

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

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

During the year ended June 30, 2016, the District did not receive funds for special capital outlay funds.

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

capital improvement funds to make the state distribution provided for in this section, the dollar per program unit figure shall be reduced as necessary.

The district received \$1,695,359 in state SB-9 matching during the year end June 30, 2016.

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

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
NOTES TO THE FINANANCIAL STATEMENTS
JUNE 30, 2016

NOTE 1. Summary of Significant Accounting Policies - (Continued)

E. Revenues - (Continued)

The District also receives revenues from Federal department which are unrestricted to expenditures for special purposes. These revenues are reported in the Operational Fund.

NOTE 2. Stewardship, Compliance and Accountability

Budgetary Information

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

These budgets are prepared on the Non-GAAP (Cash) budgetary basis, excluding encumbrances, and secure appropriation of funds for only one year. Carryover funds must be re-appropriated in the budget of the subsequent fiscal year. Because the budget process in the State of New Mexico requires that the beginning cash balance be appropriated in the budget of the subsequent fiscal year, such appropriated balance is legally restricted and is therefore presented as a designated portion of the fund balance.

Actual expenditures may not exceed the budget at the function level. Budgets may be amended in two ways. If a budget transfer is necessary within a major category called a 'series,' this may be accomplished with only local Board of Education approval. If a transfer between 'series' or a budget increase is required, approval must also be obtained from Public School Finance Division.

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

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

1. In April or May, the local school board submits to the District Budget Planning Unit (DBPU) of the New Mexico Public Education Department a proposed operating budget for the ensuing fiscal year commencing July 1. The operating budget includes proposed expenditures and the means of financing them. All budgets submitted to the State of New Mexico Public Education Department (PED) by the District shall contain headings and details as described by law and have been approved by the Public Education Department.
2. In May or June of each year, the proposed "operating" budget will be reviewed and approved by the DBPU and certified and approved by the local school board at a public hearing of which notice has been published by the local school board who fixes the estimated budget for the District for the ensuing fiscal year.
3. The school board meeting, while not intended for the general public, is open for the general public unless a closed meeting has been called.
4. The "operating" budget will be used by the District until they have been notified that the budget has been approved by the DBPU and the local school board. The budget shall be integrated formally into the accounting system. Encumbrances shall be used as an element of control and shall be integrated into the budget system.
5. The District shall make corrections, revisions and amendments to the estimated budgets fixed by the local school board to recognize actual cash balances and carryover funds, if any. These adjustments shall be reviewed and approved by the DBPU.

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
NOTES TO THE FINANANCIAL STATEMENTS
JUNE 30, 2016

NOTE 2. Stewardship, Compliance and Accountability (Continued)

Budgetary Information (Continued)

6. The superintendent is authorized to transfer budgeted amounts between departments within any fund; however, any revisions that alter the total expenditures of any fund must be approved by the school board and the State of New Mexico Public Education Department.
7. Budget change requests are processed in accordance with Supplement 1 (Budget Preparation and Maintenance) of the Manual of Procedures Public School Accounting and Budgeting. Such changes are initiated by the District and approved by the DBPU.
8. Legal budget control for expenditures is by function.
9. Appropriations lapse at fiscal year end. Funds unused during the fiscal year may be carried over into the next fiscal year by budgeting those in the subsequent fiscal year's budget. The budget of Gallup-McKinley County Schools has been amended during the current fiscal year in accordance with these procedures. The budget schedules included in the accompanying financial statements reflect the approved budget and amendments thereto.
10. Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, Debt Service Funds and Capital Projects Funds.
11. Budgets for the General, Special Revenue, Capital Projects, and Debt Service Funds are adopted on a basis not consistent with generally accepted accounting principles (GAAP). Encumbrances are treated the same way for GAAP purposes and for budget purposes.

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

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

Since accounting principles applied for purposes of developing data on a budgetary basis differ significantly from those used to present financial statements in conformity with generally accepted accounting principles, a reconciliation of resultant basis, perspective, equity, and timing differences in the excess (deficiency) of revenues and other sources of financial resources for the year ended June 30, 2016, is presented.

The District is required to balance its budgets each year. Accordingly, amounts in excess or deficient are presented as changes in cash designated for expenditures, not as an excess or deficiency of revenues over expenditures.

NOTE 3. Cash and Investments

State statutes authorize the investment of the District's funds in a wide variety of instruments including certificates of deposit and other similar obligations, state investment pool, money market accounts, and United States Government obligations. All invested funds of the District properly followed State investment requirements as of June 30, 2016.

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

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
NOTES TO THE FINANANCIAL STATEMENTS
JUNE 30, 2016

NOTE 3. Cash and Investments – (Continued)

The rate of interest in non-demand interest-bearing accounts shall be set by the State Board of Finance, but in no case shall the rate of interest be less than one hundred percent of the asked price on United States treasury bills of the same maturity on the day of deposit.

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

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

According to the Federal Deposit Insurance Corporation, public unit deposits are funds owned by the public unit. Time deposits, savings deposits and interest bearing NOW accounts of a public unit in an institution in the same state will be insured up to \$250,000 in aggregate and separate from the \$250,000 coverage for public unit demand deposits at the same institution. Also, until December 31, 2016 all funds in a "noninterest-bearing transaction account" are insured in full by the Federal Deposit Insurance Corporation.. This temporary unlimited coverage is in addition to, and separate from, the coverage of at least \$250,000 available to depositors under the FDIC's general deposit insurance rules.

Primary Government

Deposits:

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of bank failure, the District's deposits may not be returned to it. The District does not have a deposit policy for custodial credit risk, other than the following state statutes as put forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978.) At June 30, 2016, \$76,120,254 of the District's deposits of \$76,870,254 was exposed to custodial credit risk. \$50,065,992 was uninsured and collateralized by collateral held by the pledging bank's trust department, not in the District's name. \$35,280,466 of the District's deposits was uninsured and uncollateralized at June 30, 2016.

| | <u>Wells Fargo</u> | <u>Bank of America</u> | <u>Pinnacle Bank</u> | <u>Total</u> |
|---|------------------------|----------------------------|--------------------------|----------------------|
| Total amounts of deposits | \$ 427,252 | \$ 2,311,238 | \$ 74,131,764 | \$ 76,870,254 |
| FDIC coverage | <u>(250,000)</u> | <u>(250,000)</u> | <u>(250,000)</u> | <u>\$ (750,000)</u> |
| Total uninsured public funds | <u>\$ 177,252</u> | <u>\$ 2,061,238</u> | <u>\$ 73,881,764</u> | <u>\$ 76,120,254</u> |
| Pledged collateral held by pledging bank's trust department or agent but not in agency's name | <u>108,667</u> | <u>11,287,442</u> | <u>38,669,883</u> | <u>\$ 50,065,992</u> |
| Uninsured and uncollateralized | <u>\$ 68,585</u> | <u>\$ —</u> | <u>\$ 35,211,881</u> | <u>\$ 35,280,466</u> |
| Collateral requirement (50% of uninsured public funds) | \$ 88,626 | \$ 1,030,619 | \$ 36,940,882 | \$ 38,060,127 |
| Pledged security | <u>108,667</u> | <u>11,287,442</u> | <u>38,669,883</u> | <u>50,065,992</u> |
| Total under (over) collateralized | <u>\$ (20,041)</u> | <u>\$ (10,256,823)</u> | <u>\$ (1,729,001)</u> | <u>(12,005,865)</u> |

STATE OF NEW MEXICO
 GALLUP-MCKINLEY COUNTY SCHOOLS
 NOTES TO THE FINANANCIAL STATEMENTS
 JUNE 30, 2016

NOTE 3. Cash and Investments – (Continued)

Investments:

Investments Custodial Credit Risk – For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District does not have an investment policy for custodial credit risk. New Mexico State Statutes require collateral pledged to be delivered for securities underlying an overnight repurchase agreement, or a joint safekeeping receipt be issued to the District for at least one hundred two percent of the fair value of the securities underlying overnight repurchase accounts invested with the institution. At June 30, 2016, The Districts’s investment balances were expected to cu custodial credit risk as follows:

| <u>Investment Types</u> | <u>Maturities</u> | <u>Fair Value</u> | <u>Rating</u> |
|-------------------------------|-------------------|-------------------|---------------|
| U.S. Treasury MM Mutual Funds | >365 days | \$ 2,008,367 | Aaa* |

*Based on Moody’s Rating

The investments are listed on Schedule III of this report. The types of investment, interest rate, maturity date and fair value per security are included in the schedule.

Interest Rate Risk – Investments. The District does not have a formal policy limiting investment maturities that would help manage its exposure to fair value losses from increasing interest rates.

Custodial credit risk - Investments. For an investment, concentration credit risk is when any one issuer is 5% or more of the investment portfolio of the District. The investments in US Treasury Money Market Mutual Funds represent 100% of the District’s investment portfolio. Since the District only purchases investments with the highest credit rating, the additional concentration is not viewed to be an additional risk by the District. The District’s policy related to concentration credit risk is to comply with the state statute as put forth in the Public Money Act (Section 6-10 to 6-10-63, NMSA 1978).

Reconciliation of Cash and Temporary Investments

Statement of Net Position

| | |
|--|-----------------------------|
| Cash and temporary investments per Exhibit B-1 | |
| Governmental Activities | \$ 75,216,222 |
| Statement of Fiduciary Net Position – cash per Exhibit D-1 | <u>700,540</u> |
| | 75,916,762 |
| Outstanding checks and other reconciling items | <u>2,961,859</u> |
| Bank balance of deposits and investments | <u><u>\$ 78,878,621</u></u> |

Component Unit

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of bank failure, the Charter Schools deposits may not be returned to it. The Charter School does not have a deposit policy for custodial credit risk. At June 30, 2016, \$54,391 of the Charter School’s deposits of \$304,391 was exposed to custodial credit risk as it was uninsured and uncollateralized. As of June 30, 2016, the carrying amount of these deposits was \$301,391. The Charter School is a 501(c) (3) tax exempt organization not subject to the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978).

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
NOTES TO THE FINANANCIAL STATEMENTS
JUNE 30, 2016

NOTE 3. Cash and Temporary Investments - (Continued)

Reconciliation of Cash and Investments

| | Wells Fargo Bank, N.A. |
|--|---------------------------|
| Total amounts of deposits | \$ 304,391 |
| FDIC coverage | (250,000) |
| Total uninsured public funds | \$ 54,391 |
| Pledged collateral held by pledging bank's trust department or agent but not in agency's name | 35,354 |
| Collateral requirement (50% of uninsured public funds) | \$ 27,196 |
| Pledged security | 35,354 |
| Under (over) collateralized | \$ (8,158) |
| Statement of Net Position | |
| Cash and cash equivalents per Exhibit A-1 | |
| Component Unit (including restricted cash) | \$ 301,391 |
| Statement of Fiduciary Net Position – cash per Statement F-4 | — |
| | 301,391 |
| Outstanding checks and other reconciling items | 3,000 |
| | 304,391 |
| Less petty cash | — |
| Bank balance of deposits and temporary investments | \$ 304,391 |

NOTE 4. Receivables

Receivables as of June 30, 2016 are as follows:

Primary Government:

| | General | Food Service | Capital Impr. SB-9 |
|--------------------|------------|--------------------------------|--------------------------------|
| Property taxes | \$ 42,369 | \$ — | \$ 196,524 |
| Intergovernmental | — | — | — |
| Other | 15,901 | 1,157,699 | — |
| Totals by category | \$ 58,270 | \$ 1,157,699 | \$ 196,524 |
| | | Other Governmental Funds | Total Primary Government |
| Property taxes | \$ 817,827 | \$ — | \$ 1,056,720 |
| Intergovernmental | — | 7,587,399 | 7,587,399 |
| Other | — | — | 1,173,600 |
| Totals by category | \$ 817,827 | \$ 7,587,399 | \$ 9,817,719 |

The above receivables are deemed 100% collectible. In accordance with GASB #33, property tax receivables are presented net of deferred revenue in the amount of \$882,874 on the governmental fund financial statements. "Other" receivables consist of insurance reimbursements.

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
NOTES TO THE FINANANCIAL STATEMENTS
JUNE 30, 2016

NOTE 4. Receivables (Continued)
Component Unit:

| | 2012 GO Bond SB-66 | Public School Capital Outlay | Capital Impts SB-9 | Total |
|-------------------|-----------------------|---------------------------------|-----------------------|-----------------|
| Intergovernmental | \$ 3,198 | \$ 27 | \$ 3,724 | \$ 6,949 |
| Totals | <u>\$ 3,198</u> | <u>\$ 27</u> | <u>\$ 3,724</u> | <u>\$ 6,949</u> |

NOTE 5. Interfund Receivables, Payables, and Transfers

The District did had the following operating transfers for the year ended June 30, 2016.

| Governmental Activities: | <u>Transfers Out</u> | <u>Transfers In</u> |
|---------------------------------|----------------------|---------------------|
| General Fund | \$ 3,903,037 | \$ — |
| Debt Service Fund | — | 3,903,037 |

The District records temporary interfund receivable and payables to enable the funds to operate until grant monies are received. The composition of interfund balances as of June 30, 2016 is as follows:

| Governmental Activities: | <u>Interfund Receivables</u> | <u>Interfund Payables</u> |
|---------------------------------|----------------------------------|-------------------------------|
| Major Funds: | | |
| General Fund | \$ 9,392,647 | \$ — |
| Capital Improvements Fund | — | 3,036,242 |
| Bond Building Fund | — | — |
| Nonmajor Funds: | | |
| Special Revenue Funds | — | 6,356,405 |
| Total Governmental Activities | <u>9,392,647</u> | <u>9,392,647</u> |

Component Unit:

| Governmental Activities: | <u>Interfund Receivables</u> | <u>Interfund Payables</u> |
|---------------------------------|----------------------------------|-------------------------------|
| General Fund | \$ 6,949 | \$ — |
| Special Revenue Funds | — | 6,949 |
| Total Governmental Activities | <u>\$ 6,949</u> | <u>\$ 6,949</u> |

All Interfund balances are to be paid within one year.

NOTE 6. Capital Assets

A summary of capital assets and changes occurring during the year ended June 30, 2016 follows. Land and construction in progress are not subject to depreciation.

| | Balance June 30, 2015 | Additions | Deletions | Adjustments/ Transfers | Balance June 30, 2016 |
|--|--------------------------|----------------------|-----------------------|---------------------------|--------------------------|
| Capital Assets used in Governmental Activities: | | | | | |
| Capital assets not being depreciated: | | | | | |
| Land | \$ 11,016,096 | \$ — | \$ — | \$ — | \$ 11,016,096 |
| Construction in progress | 15,752,976 | 26,900,683 | — | (12,063,375) | 30,590,284 |
| Total assets not being depreciated | <u>26,769,072</u> | <u>26,900,683</u> | <u>—</u> | <u>(12,063,375)</u> | <u>41,606,380</u> |
| Buildings and building improvements | \$ 457,074,073 | \$ 4,898,582 | \$ — | \$ 12,063,375 | \$ 474,036,030 |
| Furniture, fixtures & equipment | 25,489,235 | 1,644,255 | (1,099,952) | 136,408 | 26,169,946 |
| Total assets being depreciated | <u>482,563,308</u> | <u>6,542,837</u> | <u>(1,099,952)</u> | <u>12,199,783</u> | <u>500,205,976</u> |
| Total assets | <u>\$ 509,332,380</u> | <u>\$ 33,443,520</u> | <u>\$ (1,099,952)</u> | <u>\$ 136,408</u> | <u>\$ 541,812,356</u> |

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
NOTES TO THE FINANANCIAL STATEMENTS
JUNE 30, 2016

NOTE 6. Capital Assets (Continued)

Less Accumulated Depreciation:

| | | | | | |
|-------------------------------------|---------------------------|--------------------------|------------------------|----------------------|---------------------------|
| Buildings and building improvements | \$ 123,125,279 | \$ 10,768,395 | \$ | (77) | \$ 133,893,597 |
| Furniture, fixtures & equipment | <u>19,676,904</u> | <u>1,378,545</u> | <u>(1,085,001)</u> | <u>93,520</u> | <u>20,063,968</u> |
| Total accumulated depreciation | <u>\$ 142,802,183</u> | <u>\$ 12,146,940</u> | <u>\$ (1,085,001)</u> | <u>\$ 93,443</u> | <u>\$ 153,957,565</u> |
| Net Capital Assets | <u>\$ 366,530,197</u> | <u>\$ 21,296,580</u> | <u>\$ (14,951)</u> | <u>\$ 42,965</u> | <u>\$ 387,854,791</u> |

Capital assets, net of accumulated depreciation, at June 30, 2016 appear in the Statement of Net Position and/or the Fund Statements Balance Sheets as follows: Governmental activities \$12,146,940.

Depreciation expense for the year ended June 30, 2016 was charged to governmental activities as follows:

| | |
|---|--------------------------|
| Instruction | \$ 10,899,733 |
| Support Services – Students | 230,386 |
| Support Services – Instruction | 96,248 |
| Support Services – General Administration | 119,281 |
| Support Services – School Administration | 5,673 |
| Central Services | 168,133 |
| Operations / Maintenance of Plant | 77,273 |
| Transportation Services | 492,307 |
| Food Services | <u>57,906</u> |
| Total depreciation expense | <u>\$ 12,146,940</u> |

Component Unit:

| | Balance June 30, 2015 | Additions | Deletions | Adjustments/ Transfers | Balance June 30, 2016 |
|--|--------------------------|--------------|-----------|---------------------------|--------------------------|
| Capital Assets used in Governmental Activities: | | | | | |
| Buildings & building improvements | \$ 187,941 | — | — | — | 187,941 |
| Furniture, fixtures & equipment | <u>26,427</u> | <u>—</u> | <u>—</u> | <u>1,034</u> | <u>27,461</u> |
| Total assets | <u>\$ 214,368</u> | <u>—</u> | <u>—</u> | <u>1,034</u> | <u>215,402</u> |
| Less Accumulated Depreciation: | | | | | |
| Buildings & building improvement | \$ 23,754 | 4,699 | — | — | 28,453 |
| Furniture, fixtures & equipment | <u>23,933</u> | <u>1,301</u> | <u>—</u> | <u>1,034</u> | <u>26,268</u> |
| Total accumulated depreciation | <u>\$ 47,687</u> | <u>6,000</u> | <u>—</u> | <u>1,034</u> | <u>54,721</u> |
| Net Capital Assets | <u>\$ 166,681</u> | <u>6,000</u> | <u>—</u> | <u>—</u> | <u>160,681</u> |

Capital assets, net of accumulated depreciation, at June 30, 2016 appear in the Statement of Net Position and/or the Fund Statements Balance Sheets as follows: Governmental activities \$6,000.

STATE OF NEW MEXICO
 GALLUP-MCKINLEY COUNTY SCHOOLS
 NOTES TO THE FINANANCIAL STATEMENTS
 JUNE 30, 2016

NOTE 6. Capital Assets (Continued)

Depreciation expense for the year ended June 30, 2016 was charged to governmental activities as follows:

| | |
|----------------------------|----------|
| Instruction | \$ 6,000 |
| Total depreciation expense | \$ 6,000 |

NOTE 7. Long-Term Debt

During the year ended June 30, 2016 the following changes occurred in the liabilities reported in the government-wide statement of net position:

| | Series 3/3/2008 | Series 1/6/2009 | Series 5/3/2010 | Series 11/12/2010 |
|-----------------|------------------------|------------------------|------------------------|------------------------|
| Original Issue: | \$ 5,500,000 | \$ 6,000,000 | \$ 4,750,000 | \$ 8,200,000 |
| Principal: | August 1 | August 1 | August 1 | August 1 |
| Interest: | February 1 August 1 | February 1 August 1 | February 1 August 1 | February 1 August 1 |
| Interest Rates: | 3.45%-4.00% | 3.45%-5.00% | 1.33%-4.35% | .836-3.77% |
| Maturity Date: | 8/1/2021 | 8/1/2022 | 8/1/2023 | 8/1/2027 |

| | Series 10/25/2011 | Series 10/25/2011 | Series 8/6/2013 | Series 10/21/2014 |
|-----------------|------------------------|------------------------|------------------------|------------------------|
| Original Issue: | \$ 7,050,000 | \$ 10,850,000 | \$ 1 3,025,000 | \$ 9,000,000 |
| Principal: | August 1 | August 1 | August 1 | August 1 |
| Interest: | February 1 August 1 | February 1 August 1 | February 1 August 1 | February 1 August 1 |
| Interest Rates: | 2.00%-3.25% | 2.00%-3.00% | 3.00%-5.00% | 2.00%-4.00% |
| Maturity Date: | 8/1/2027 | 8/1/2020 | 8/1/2028 | 8/1/2027 |

| | Series 3/16/2012 |
|-----------------|------------------------|
| Original Issue: | \$ 24,765,000.00 |
| Principal: | August 1 |
| Interest: | February 1 August 1 |
| Interest Rates: | 0.80%-3.05% |
| Maturity Date: | 8/1/2026 |

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
NOTES TO THE FINANANCIAL STATEMENTS
JUNE 30, 2016

NOTE 7. Long-Term Debt (Continued)

| | Balance <u>June 30, 2015</u> | <u>Additions</u> | <u>Deletions</u> | Balance <u>June 30, 2016</u> | Due within <u>One Year</u> |
|--------------------------|---------------------------------|---------------------|---------------------|---------------------------------|-------------------------------|
| General Obligation Bonds | \$ 47,815,000 | \$ 7,750,000 | \$ 6,230,000 | \$ 49,335,000 | \$ 4,925,000 |
| Revenue Bonds | 19,595,000 | | 1,765,000 | 17,830,000 | 1,785,000 |
| Compensated Absences | <u>359,773</u> | <u>677,995</u> | <u>423,704</u> | <u>614,064</u> | <u>423,704</u> |
| Total | <u>\$ 67,769,773</u> | <u>\$ 8,427,995</u> | <u>\$ 8,418,704</u> | <u>\$ 67,779,064</u> | <u>\$ 7,133,704</u> |

The annual requirements to amortize the Bonds and Revenue Bonds payable as of June 30, 2016, including interest payments are as follows. The interest rates range for .80% - 5.00% with maturity dates until August 1, 2028.

| Fiscal Year <u>Ending June 30,</u> | <u>Principal</u> | <u>Interest</u> | <u>Total Debt Service</u> |
|---------------------------------------|----------------------|---------------------|-------------------------------|
| 2017 | \$ 4,925,000 | \$ 1,511,420 | \$ 6,436,420 |
| 2018 | 5,355,000 | 1,357,743 | 6,712,743 |
| 2019 | 4,830,000 | 1,206,853 | 6,036,853 |
| 2020 | 4,225,000 | 1,061,251 | 5,286,251 |
| 2021 | 4,345,000 | 920,465 | 5,265,465 |
| 2022-2026 | 18,245,000 | 2,490,772 | 20,735,772 |
| 2026-2031 | <u>7,410,000</u> | <u>247,561</u> | <u>7,657,561</u> |
| Totals | <u>\$ 49,335,000</u> | <u>\$ 8,796,065</u> | <u>\$ 58,131,065</u> |

| Fiscal Year <u>Ending June 30,</u> | <u>Principal</u> | <u>Interest</u> | <u>Total Debt Service</u> |
|---------------------------------------|----------------------|---------------------|-------------------------------|
| 2017 | \$ 1,785,000 | \$ 383,125 | \$ 2,168,125 |
| 2018 | 1,805,000 | 358,161 | 2,163,161 |
| 2019 | 1,835,000 | 328,662 | 2,163,662 |
| 2020 | 1,865,000 | 294,418 | 2,159,418 |
| 2021 | 1,900,000 | 254,769 | 2,154,769 |
| 2022-2026 | 7,720,000 | 585,768 | 8,305,768 |
| 2026-2031 | <u>920,000</u> | <u>14,030</u> | <u>934,030</u> |
| Totals | <u>\$ 17,830,000</u> | <u>\$ 2,204,902</u> | <u>\$ 20,034,902</u> |

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

Compensated Absences – Administrative employees of the Schools are able to accrue a limited amount of vacation and other compensatory time during the year. During fiscal year June 30, 2016, compensated absences increased \$95,046 over the prior year accrual. See Note 1 for more details.

Operating Leases – The District leases office equipment under short-term cancelable operating leases. Rental cost for the year ended June 30, 2016 was \$43,340.

STATE OF NEW MEXICO
 GALLUP-MCKINLEY COUNTY SCHOOLS
 NOTES TO THE FINANANCIAL STATEMENTS
 JUNE 30, 2016

NOTE 7. Long-Term Debt (Continued)

Component Unit:

Compensated Absences – Two employees of the Charter are able to accrue a limited amount of vacation and other compensatory time during the year. During fiscal year June 30, 2016, compensated absences increased \$226 over the prior year accrual. Changes to compensated absences occurring during the year ended June 30, 2016 are as follows:

| | Balance June 30, 2015 | Additions | Deletions | Balance June 30, 2013 | Due within One Year |
|----------------------|--------------------------|-----------|------------|--------------------------|------------------------|
| Compensated Absences | \$ 4,535 | \$ 8,380 | \$ (4,336) | \$ 8,579 | \$ — |
| Total | \$ 4,535 | \$ 8,380 | \$ (4,336) | \$ 8,579 | \$ — |

NOTE 8. Risk Management

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

The NMPSIA provides coverage for up to a maximum of \$750,000,000 for each property damage claim with a \$750 deductible for each building. General liability coverage is afforded to all employees, volunteers and school board members and the limit is subject to the NMSA Tort Claims Act on a per occurrence basis. The automobile and property liability limit is subject to the provisions of the Tort Claims Act. The crime limit is \$250,000 per occurrence for Faithful Performance. A limit of \$250,000 applies to Depositor’s Forgery, Credit Card Forgery and Money Orders. A limit of \$100,000 applies to Money and Security, which includes a \$750 deductible.

In case the NMPSIA’s assets are not sufficient to meet its liability claims, the agreement provides that subscribers, including the District, cannot be assessed additional premiums to cover the shortfall. As of June 30, 2016, there have been no claims that have exceeded insurance coverage.

NOTE 9. Other Required Individual Fund Disclosures

Generally accepted accounting principles require disclosures of certain information concerning individual funds including:

- A.** Deficit fund balance of individual funds. The following funds reported a deficit fund balance at June 30, 2016:

Governmental Funds

Nonmajor Funds:

| | |
|-------------------------------|-----------|
| Save the Children | \$ 14,841 |
| Pump up the volume Preschools | 10,263 |
| Smart Start K-3 Utah | 7,545 |

Total Governmental Funds \$ 32,649

These deficits are expected to be funded by additional grant funds and charges for services, where applicable. The Charter School did not have any funds with deficit balances.

- B.** Excess of expenditures over appropriations. The District and the Charter School did not have any funds which exceeded approved budgetary authority for the year ended June 30, 2016.

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
NOTES TO THE FINANANCIAL STATEMENTS
JUNE 30, 2016

NOTE 9. Other Required Individual Fund Disclosures (Continued)

- C. In the budget, designated cash appropriations exceeded prior year available balances. The District maintained one fund in which designated cash appropriations exceeded prior year available balances; Public School Capital Outlay - \$4,305,213 (designated cash), \$2,925,423 (prior cash balance) totals \$1,379,790 excess designated cash. The Charter School did not have any funds which designated cash appropriations exceeded prior year available balances for the year ended June 30, 2016.

NOTE 10. Pension Plan – Educational Retirement Board

Plan Description. Substantially all of Gallup-Mckinley County School's full-time employees participate in a public employee retirement system authorized under the Educational Retirement Act (Chapter 22, Article 11, NMSA 1978.) The Educational Retirement Board (ERB) is the administrator of the plan, which is a cost-sharing multiple-employer defined benefit retirement plan. The plan provides for retirement benefits, disability benefits, survivor benefits and cost-of-living adjustments to plan members (certified teachers, and other employees of State public school districts, colleges and universities, and some state agency employees) and beneficiaries. ERB issues a separate, publicly available financial report that includes financial statements and required supplementary information for the plan. That report may be obtained by writing to ERB, P.O. Box 26129, Santa Fe, NM 87502. The report is also available on ERB's website at www.nmerb.org.

Membership in the Plan is a condition of employment. Employees of public schools, universities, regional cooperatives, special schools and state agencies providing educational programs, who are employed at more than 25% of a full-time equivalency, are required to be members of the Plan. There were 146,089 active, retired and inactive members in fiscal year 2015; there were 140,008 active, retired and inactive members in fiscal year 2014.

Benefits provided. The Plan provides for retirement benefits, disability benefits, survivor benefits and cost-of-living adjustments to plan members (certified teachers, and other employees of State public school districts, colleges and universities) and beneficiaries. Benefits are based on three components: the member's final average salary (FAS), the number of years of service credit, and a 2.35% factor. The gross annual benefit is determined by multiplying the three components together. The FAS is the average of the member's salaries for the previous 20 quarters of service prior to retirement or the highest average annual earnings for any 20 consecutive calendar quarters.

For members employed before July 1, 2010, a member is eligible to retire when one of the following events occurs: the member's age and earned service credit add up to the sum or 75 or more; the member is at least sixty-five years of age and has five or more years of earned service credit; or the member has service credit totaling 25 years or more. Chapter 288, Laws of 2009 changed the eligibility requirements for new members first employed on or after July 1, 2010. The eligibility for a member who either becomes a new member on or after July 1, 2010, or at any time prior to that date refunded all member contributions and then became, or becomes, reemployed after that date is as follows: the member's age and earned service credit add up to the sum of 80 or more; the member is at least sixty-seven years of age and has five or more years of earned service credit; or the member has service credit totaling 30 years or more.

The benefit is paid as a monthly life annuity with a guarantee that, if the payments made do not exceed the member's accumulated contributions plus accumulated interest, determined as of the date of retirement, the balance will be paid in a lump sum to the member's surviving beneficiary. There are three benefit options available: single life annuity; single life annuity monthly benefit reduced to provide for a 100% survivor's benefit; or single life annuity monthly benefit is reduced to provide for a 50% survivor's benefit.

Retired members and surviving beneficiaries receiving benefits receive an automatic cost of living adjustment (COLA) to their benefit each July 1, beginning in the year the member attains or would have attained age 65 or on July 1 of the year following the member's retirement date, whichever is later. Prior to June 30, 2013 the COLA adjustment was equal to one-half the change in the Consumer Price Index (CPI), except that the COLA shall not exceed 4% nor be less than 2%, unless the change in CPI is less than 2%, in which case, the Cola would equal the change in the CPI, but never less than zero. As of July 1, 2013, for current and future retirees the COLA was immediately reduced until the plan is 100% funded. The COLA reduction was based on the median retirement

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
NOTES TO THE FINANANCIAL STATEMENTS
JUNE 30, 2016

NOTE 10. Pension Plan – Educational Retirement Board (Continued)

benefit of all retirees excluding disability retirements. Retirees with benefits at or below the median and with 25 or more years of service credit will have a 10% COLA reduction; their average COLA will be 1.8%. All other retirees will have a 20% COLA reduction; their average COLA will be 1.6%. Once the funding is greater than 90%, the COLA reductions will decrease. The retirees with benefits at or below the median and with 25 or more years of service credit will have a 5% COLA reduction; their average COLA will be 1.9%. All other retirees will have a 10% COLA reduction; their average will be 1.8%. Members on disability retirement are entitled to a COLA commencing on July 1 of the third full year following disability retirement. A member on regular retirement who can prove retirement because of a disability may qualify for a COLA beginning July 1 in the third full year of retirement.

A member is eligible for a disability benefit provided (a) he or she has credit for at least 10 years of service, and (b) the disability is approved by ERB. The monthly benefit is equal to 2% of FAS times years of service, but not less than the smaller of (a) one-third of FAS or (b) 2% of FAS times year of service projected to age 60. The disability benefit commences immediately upon the member's retirement. Disability benefits are payable as a monthly life annuity, with a guarantee that, if the payments made do not exceed the member's accumulated contributions, determined as of the date of retirement, the balance will be paid in a lump sum to the member's surviving beneficiary. If the disabled member survives to age 60, the regular optional forms of payment are then applied. A member with five or more years of earned service credit on deferred status may retire on disability retirement when eligible under the Rule of 75 or when the member attains age 65.

The member, upon retirement, has three options as to how receive the benefit.

Option A – If the member elects option A there is no reduction to the monthly benefit other than any "Rule of 75" deduction or any community property or child support reductions. There will be no continuing benefit to a beneficiary or estate upon the retiree's death, except the balance, if any, of member contributions. Those contributions are usually exhausted in the first three to four years of retirement.

Option B – If the member elects Option B, the monthly benefit is reduced to provide for a 100% survivor's benefit. The reduced benefit is payable during the life of the member and upon the retiree's death, the same benefit is paid to the beneficiary for his or her lifetime. The named beneficiary may not be changed after the effective date of retirement since the amount of the option s calculated using bit the age of the member and the beneficiary. If the beneficiary predeceases the member, the member's benefit will be adjusted by returning to Option A benefit amount. The IRS prohibits the selection of Option B for a non-spouse beneficiary more than 10 years younger than the member.

Option C – If the member elects Option C, the monthly benefit is reduced to provide a 50% survivor's benefit. The benefit is payable during the life of the member and upon the retiree's death, one half of the member's benefit is paid to the beneficiary for his or her lifetime. Here again, the named beneficiary may not be changed after the effective date of retirement. If the beneficiary predeceases the member, the member's benefit will be adjusted by returning to Option A benefit amount.

Under the provisions of Option B and Option C coverage, the beneficiary must be a person, and only one beneficiary may be named. The term beneficiary means a person having an insurable interest in the life of the member.

Contributions. The contribution requirements of defined benefit plan members and the District are established in state statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. For the fiscal year ended June 30, 2016 employers contributed 13.15% of employees' gross annual salary to the Plan. Employees earning \$20,000 or less contributed 7.90% and employees earning more than \$20,000 contributed 10.70% of their gross annual salary. For fiscal year ended June 30, 2016 employers contributed 13.90%, and employees earning \$20,000 or less continued to contribute 7.90% and employees earning more than \$20,000 contributed an increased amount of 10.70% of their gross annual salary. Contributions to the pension plan from the District and Charter Schools for the year ended June 30, 2016 were \$9,764,821 and \$68,125.

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
NOTES TO THE FINANANCIAL STATEMENTS
JUNE 30, 2016

NOTE 10. Pension Plan – Educational Retirement Board (Continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: The total ERB pension liability, net pension liability, and sensitivity information were based on an annual actuarial valuation performed as of June 30, 2015. The total ERB pension liability was rolled forward from the valuation date to the Plan year ending June 30, 2015, using generally accepted actuarial principles. Therefore, the employer’s portion was established as of the measurement date June 30, 2015. At June 30, 2016, the District reported a liability of \$154,763,267 for its proportionate share of the net pension liability. The District’s proportion of the net pension liability is based on the employer contributing entity’s percentage of total employer contributions for the fiscal year ended June 30, 2015. At June 30, 2015, the District’s proportion was 2.38933 percent, which was an decrease of .0228% from its proportion measured as of June 30, 2014.

For the year ended June 30, 2016, the District recognized pension expense of \$9,764,821. At June 30, 2016, the District reported deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

| | <u>Deferred Outflow of Resources</u> | <u>Deferred Inflow of Resources</u> |
|---|--|---|
| Differences between expected and actual experience | \$ — | \$ 1,543,493 |
| Changes of assumptions | 5,323,133 | — |
| Net difference between projected and actual Earnings on pension plan investments | — | 6,819,753 |
| Changes in proportion and differences between the District’s contributions and proportionate Share of contributions | — | 1,125,134 |
| District’s contributions subsequent to the measurement date | <u>9,764,821</u> | <u>—</u> |
| Total | <u>\$ 15,087,954</u> | <u>\$ 9,488,380</u> |

\$15,087,954 reported as deferred outflows of resources related to pensions resulting from the District contributions subsequent to the measurement date June 30, 2016 will be recognized as a reduction of the net pension liability in the year ended June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| <u>Fiscal Year Ending June 30,</u> | |
|--|----------------|
| 2017 | \$ (3,296,618) |
| 2018 | (2,905,780) |
| 2019 | (112,362) |
| 2020 | 2,149,514 |
| 2021 | — |

Actuarial assumptions. As described above, the total ERB pension liability and net pension liability are based on an actuarial valuation performed as of June 30, 2015. The total ERB pension liability was rolled forward from the valuation date to the Plan year ending June 30, 2015 using generally accepted actuarial principles. There were no significant events or changes in benefit provisions that required an adjustment to the roll-forward liabilities as of June 30, 2015. Specifically, the liabilities measured as of June 30, 2014 incorporate the following assumptions:

1. All members with an annual salary of more than \$20,000 will contribute 10.7% during the fiscal year ending June 30, 2015 and 10.7% thereafter.
2. Members hired after June 30, 2013 will have an actuarially reduced retirement benefit if they retire before age 55 and their COLA will be deferred until age 67.

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2016

NOTE 10. Pension Plan – Educational Retirement Board (Continued)

3. COLAs for most retirees are reduced until ERB attains a 100% funded status.

4. These assumptions were adopted by ERB on June 12, 2015 in conjunction with the six-year experience study period ending June 30, 2014.

For the purposes of projecting future benefits, it is assumed that the full COLA is paid in all future years. The actuarial methods and assumptions used to determine contribution rates included in the measurement are as follows:

| | |
|------------------------------------|---|
| Actuarial Cost Method | Normal |
| Amortization Method | Level Percentage of Payroll |
| Remaining Period | Amortized – closed 30 years from June 30, 2012 to June 30, 2042 |
| Asset Valuation Method (valuation) | 5 year smoothed market for funding valuation (fair value for financial valuation) |
| Inflation | 3.00% |
| Salary Increases | Composition: 3% inflation, plus 1.25% productivity increase rate, plus step rate promotional increases for members with less than 10 years of service |
| Investment Rate of Return | 7.75% |
| Retirement Age | Experience based table of age and service rates |
| Mortality | 90% of RP-2000 Combined Mortality Table with White Collar Adjustment projected to 2015 using Scale AA (one year setback for females) |

The long-term expected rate of return on pension plan investments is determined annually using a building-block approach that includes the following: 1) rate of return projections are the sum of current yield plus projected changes in price (valuation, defaults, etc.), 2) application of key economic projections (inflation, real growth, dividends, etc.), and 3) structural themes (supply and demand imbalances, capital flows, etc.). These items are developed for each major asset class. Best estimates of geometric real rates of return for each major asset class included in the Plan's target asset allocation for 2014 and 2013 for 30-year return assumptions are summarized in the following table:

| <u>Asset Class</u> | 2014 Long-term Expected <u>Real Rate of Return</u> | 2015 Long-term Expected <u>Real Rate of Return</u> |
|-----------------------------------|--|--|
| Cash | 1.50% | 3.25% |
| Treasuries | 2.00% | 3.50% |
| IG Corp Credit | 3.50% | 4.75% |
| MBS | 2.25% | 3.75% |
| Core Bonds | 2.53% | 3.98% |
| TIPS | 2.50% | 4.00% |
| High Yield Bonds | 4.50% | 5.75% |
| Bank Loans | 5.00% | 6.00% |
| Global Bonds (Unhedged) | 1.25% | 2.25% |
| Global Bonds (Hedged) | 1.38% | 2.41% |
| EMD External | 5.00% | 6.00% |
| EMD Local Currency | 5.75% | 6.75% |
| Large Cap Equities | 6.25% | 7.50% |
| Small/Mid Cap | 6.25% | 7.75% |
| International Equities (Unhedged) | 7.25% | 8.00% |
| International Equities (Hedged) | 7.50% | 8.47% |
| Emerging International Equities | 9.50% | 9.25% |
| Private Equity | 8.75% | 9.50% |
| Private Debt | 8.00% | 8.00% |
| Private Real Assets | 7.75% | 7.75% |
| Real Estate | 6.25% | 6.50% |
| Commodities | 5.00% | 5.75% |
| Hedge Funds Low Vol | 5.50% | 6.75% |
| Hedge Funds Mod Vol | 5.50% | 6.75% |

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
NOTES TO THE FINANANCIAL STATEMENTS
JUNE 30, 2016

NOTE 11. Pension Plan – Educational Retirement Board – (Continued)

Discount rate: A single discount rate of 7.75% was used to measure the total ERB pension liability as of June 30, 2015 and June 30, 2014. This single discount rate was based on the expected rate of return on pension plan investments of 7.75%. Based on the stated assumptions and the projection of cash flows, the Plan’s fiduciary net position and future contributions were projected to be available to finance all projected future benefit payments of current pension plan members. Therefore the long term expected rate of return on Plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The projection of cash flows used to determine this single discount rate assumed that Plan contributions will be made at the current statutory levels. Additionally, contributions received through the Alternative Retirement Plan (ARP), ERB’s defined contribution plan, are included in the projection of cash flows. ARP contributions are assumed to remain at a level percentage of ERB payroll, where the percentage of payroll is based on the most recent five year contribution history. Sensitivity of the District’s proportionate share of the net pension liability to changes in the discount rate.

The following table presents the District’s proportionate share of the net pension liability calculated using the discount rate of 7.75 percent, as well as what the District’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.75 percent) or 1-percentage-point higher (8.75 percent) than the current rate.

| Fiscal Year <u>Ending June 30,</u> | 1% Decrease <u>(6.75%)</u> | Current Discount <u>Rate (7.75%)</u> | 1% Increase <u>(8.75%)</u> |
|---|-------------------------------|---|-------------------------------|
| District’s proportionate share of the net pension liability | \$ 152,191,035 | \$ 154,763,267 | \$ 150,752,482 |

Component Unit, Middle College High Charter School – Pension Plan – Educational Retirement Board

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: The total ERB pension liability, net pension liability, and sensitivity information were based on an annual actuarial valuation performed as of June 30, 2015. The total ERB pension liability was rolled forward from the valuation date to the Plan year ending June 30, 2015, using generally accepted actuarial principles. Therefore, the employer’s portion was established as of the measurement date June 30, 2015. At June 30, 2016, the District reported a liability of \$1,070,044 for its proportionate share of the net pension liability. The District’s proportion of the net pension liability is based on the employer contributing entity’s percentage of total employer contributions for the fiscal year ended June 30, 2015. At June 30, 2014, the District’s proportion was .01652 percent, which was an increase of .00266% from its proportion measured as of June 30, 2015.

For the year ended June 30, 2016, the School recognized pension expense of \$134,264. At June 30, 2016, the School reported deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

| | <u>Deferred Outflow of Resources</u> | <u>Deferred Inflow of Resources</u> |
|---|--|---|
| Differences between expected and actual experience | \$ — | \$ 10,672 |
| Changes of assumptions | 36,805 | — |
| Net difference between projected and actual Earnings on pension plan investments | 59,448 | 80,780 |
| Changes in proportion and differences between the School’s contributions and proportionate Share of contributions | 124,653 | — |
| School’s contributions subsequent to the measurement date | <u>87,616</u> | <u>—</u> |
| Total | <u>\$ 308,522</u> | <u>\$ 91,452</u> |

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
NOTES TO THE FINANANCIAL STATEMENTS
JUNE 30, 2016

NOTE 11. Pension Plan – Educational Retirement Board (Continued)

\$308,522 reported as deferred outflows of resources related to pensions resulting from the District contributions subsequent to the measurement date June 30, 2016 will be recognized as a reduction of the net pension liability in the year ended June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| Fiscal Year <u>Ending June 30,</u> | | |
|---------------------------------------|----|--------|
| 2017 | \$ | 47,967 |
| 2018 | | 47,620 |
| 2019 | | 40,948 |
| 2020 | | 14,862 |
| 2021 | | — |

The following table presents the District’s proportionate share of the net pension liability calculated using the discount rate of 7.75 percent, as well as what the District’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.75 percent) or 1-percentage-point higher (8.75 percent) than the current rate.

| Fiscal Year <u>Ending June 30,</u> | 1% Decrease <u>(6.75%)</u> | Current Discount <u>Rate (7.75%)</u> | 1% Increase <u>(8.75%)</u> |
|---|-------------------------------|---|-------------------------------|
| School’s proportionate share of the net pension liability | \$ 874,475 | \$ 1,070,044 | \$ 1,042,314 |

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

Plan Description. The District and Charter School contribute to the New Mexico Retiree Health Care Fund, a cost-sharing multiple-employer defined benefit postemployment healthcare plan administered by the New Mexico Retiree Health Care Authority (RHCA). The RHCA provides health care insurance and prescription drug benefits to retired employees of participating New Mexico government agencies, their spouses, dependents, and surviving spouses and dependents. The RHCA Board was established by the Retiree Health Care Act (Chapter 10, Article 7C, NMSA 1978). The Board is responsible for establishing and amending benefit provisions of the healthcare plan and is also authorized to designate optional and/or voluntary benefits like dental, vision, supplemental life insurance, and long term care policies.

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

The RHCA issues a publicly available stand-alone financial report that includes financial statements and required supplementary information for the postemployment healthcare plan. That report and further information can be obtained by writing to the Retiree Health Care Authority at 4308 Carlisle NE, Suite 104, Albuquerque, NM 87107.

Funding Policy. The Retiree Health Care Act (Section 10-7C-13 NMSA 1978) authorizes the RHCA Board to establish the monthly premium contributions that retirees are required to pay for healthcare benefits. Each participating retiree pays a monthly premium according to a service based subsidy rate schedule for the medical plus basic life plan plus an additional participation fee of five dollars if the eligible participant retired prior to the employer’s RHCA effective date or is a former legislator or former governing authority member. Former legislators and governing authority members are required to pay 100% of the insurance premium to cover their claims and the administrative expenses of the plan. The monthly premium rate schedule can be obtained from the RHCA or viewed on their website at www.nmrhca.state.nm.us.

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
NOTES TO THE FINANANCIAL STATEMENTS
JUNE 30, 2016

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

The employer, employee and retiree contributions are required to be remitted to the RHCA on a monthly basis. The statutory requirements for the employer and employee contributions can be changed by the New Mexico State Legislature. Employers that choose to become participating employers after January 1, 1998, are required to make contributions to the RHCA fund in the amount determined to be appropriate by the board.

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. For employees that were members of an enhanced retirement plan (State police and adult correctional officer member coverage plan 1; municipal police member coverage plans 3, 4 or 5; municipal fire member coverage plans 3, 4 or 5; municipal detention officer member coverage plan 1; and members pursuant to the Judicial Retirement Act) during the fiscal year ended June 30, 2016, the statute required each participating employer to contribute 2.5% of each participating employee’s annual salary; and each participating employee was required to contribute 1.25% of their salary. For employees that were not members of an enhanced retirement plan during the fiscal year ended June 30, 2016, the statute required each participating employer to contribute 2.0% of each participating employee’s annual salary; each participating employee was required to contribute 1.0% of their salary. In addition, pursuant to Section 10-7C-15(G) NMSA 1978, at the first session of the Legislature following July 1, 2016, the legislature shall review and adjust the distributions pursuant to Section 7-1-6.1 NMSA 1978 and the employer and employee contributions to the authority in order to ensure the actuarial soundness of the benefits provided under the Retiree Health Care Act.

The District’s contributions to the RHCA for the years ended June 30, 2016, 2015 and 2014 were \$1,409,829, \$1,362,228, and \$1,333,657, respectively, which equal the required contributions for each year.

The Charter School’s contributions to the RHCA for the years ended June 30, 2016, 2015 and 2014 were \$9,802, \$9,390, and \$5,456, respectively, which equal the required contributions for each year.

NOTE 13. Commitments

The District has various contracts (primarily construction) they are committed to complete totaling approximately \$8,913,565 as of June 30, 2016. The funding to cover these commitments is through legislative grants and cash reserves.

| Project | District Funding | Paid 6/30/16 | Remaning Balance |
|---------------------------------------|---------------------|--------------------|--------------------|
| Del Norte Elementary | \$3,622,919 | \$675,933 | \$2,946,986 |
| Thoreau Elementary Design | 163,240 | 100,333 | 62,907 |
| Lincoln Elementary Design | 215,927 | 126,492 | 89,435 |
| Ramah Elementary | 3,163,901 | 1,326,358 | 1,837,543 |
| Church Rock Elementary | 2,539,449 | 2,203,201 | 336,248 |
| Jefferson Elementary | 3,279,863 | 2,403,248 | 876,615 |
| Gallup High Concession Remodel | 1,769,161 | 267,890 | 1,501,271 |
| District Track resurfacing | 1,423,268 | 903,781 | 519,487 |
| Jefferson Abatement | 438,353 | 434,013 | 4,340 |
| Thoreau Softball Field | 726,744 | - | 726,744 |
| Field Design for HMH and Thoreau High | 75,169 | 63,180 | 11,989 |
| | <u>\$17,417,994</u> | <u>\$8,504,429</u> | <u>\$8,913,565</u> |

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
NOTES TO THE FINANANCIAL STATEMENTS
JUNE 30, 2016

NOTE 14. Contingent Liabilities

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

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

NOTE 15. Joint Powers Agreement

Cooperative Procurement Agreement

Participants: Mckinley County
City of Gallup
Gallup-McKinley County Public Schools
Responsible Party: All Participants
Description: To conduct cooperative procurement utilizing services of each entity.
Begin date: May 2, 2002
Ending date: Until notified
Estimated amount of project: Unknown
Amount contributed: None
Audit responsibility: Each Participant
Fiscal Agent: Not applicable

Resolution of the Intergovernmental Relations Committee of the Navajo Nation Council

Participants: Navajo Nation of Dine Education
Gallup-McKinley County Public Schools
Responsible Party: Navajo Nation of Dine Education
Description: To collaborate on and endorse a relevant curriculum that increases the awareness of students, teachers and employee to cultural diversity and provides opportunities for staff development to enhance that relationship.
Begin date: May 2, 2002
Ending date: Until notified
Estimated amount of project: Unknown
Amount contributed: None
Audit responsibility: Each Participant
Fiscal Agent: Navajo Nation of Dine Education

JPA for Shared Use of Facilities

Participants: City of Gallup
Gallup-McKinley County Public Schools
Responsible Party: Each Participant
Description: To share both school district and city recreational, training, and educational facilities.
Begin date: 1977
Ending date: Unknown
Estimated amount of project: None
Amount contributed: None
Audit responsibility: Each Participant
Fiscal Agent: Not applicable

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
NOTES TO THE FINANANCIAL STATEMENTS
JUNE 30, 2016

NOTE 15. Joint Powers Agreement (Continued)

Memorandum of Understanding with University of New Mexico-Gallup Campus

Participants: Center for Career & Technical Education /University of New Mexico
-Gallup Campus
Gallup McKinley County Public Schools
Responsible party: Both
Description: For instructional services provided by teacher within the Culinary Arts program of study
Beginning date: May 13, 2015
Ending date: February 28, 2016
Estimated amount of project: \$58,951.09
Amount contributed: \$29,475.54
Audit responsibility: Both
Fiscal agent: Gallup McKinley County Public Schools

Memorandum of Understanding with Gallup Lions Club Operations KidSight

Participants: Gallup-McKinley County Public Schools
Gallup Lions Club Operation KidSight
Responsible Party: Both
Description: Lions club will provide free phot eye screening for children 3 to 6 years of age in NM
Begin date: October 23, 2014
Ending date: Unknown
Estimated amount of project: Unknown
Amount contributed: None
Audit responsibility: Both

Memorandum of Understanding with New Mexico Mathematics, Engineering, Science Achievement, Inc. (MESA)

Participants: Gallup-McKinley County Public Schools
MESA
Responsible Party: Both
Description: Stipends to be provided to MESA advisor working with a minimum of 20 students.
Begin date: September 6, 2014
Ending date: Unknown
Estimated amount of project: Unknown
Amount contributed: Unknown
Audit responsibility: Both
Fiscal Agent: Gallup-McKinley County Public Schools

Aquatics Center Operations

Participants: City of Gallup
Gallup-McKinley County Public Schools
Responsible Party: City of Gallup
Description: To operate the Aquatics Center Swimming Faciltiy
Begin date: April 4, 2004
Ending date: Until withdrawn
Estimated amount of project: \$8,250,000
Amount contributed: \$2,250,000
Audit responsibility: City of Gallup
Fiscal Agent: City of Gallup

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GALLUP-MCKINLEY COUNTY SCHOOLS
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JUNE 30, 2016

NOTE 16. Subsequent Accounting Standard Pronouncements

In February 2015, GASB Statement No. 72 *Fair Value Measurement and Application*, was issued. Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2015. Earlier application is encouraged. The District will implement this standard during the fiscal year ended June 30, 2016. The District is still evaluating how this pronouncement will affect the financial statements.

In June 2015, GASB Statement No. 73 *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*, was issued. Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2016. Earlier application is encouraged. The District is still evaluating how this pronouncement will affect the financial statements.

In June 2015, GASB Statement No. 74 *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*, was issued. Effective Date: The provisions of this Statement are effective for fiscal years beginning after June 15, 2016. This pronouncement will not affect the District's financial statements.

In June 2015, GASB Statement No. 75 *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, was issued. Effective Date: The provisions of this Statement are effective for fiscal years beginning after June 15, 2017. The standard will be implemented during the fiscal year ended June 30, 2018. The District is still evaluating how this pronouncement will affect the financial statements.

In June 2015, GASB Statement No. 76 *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*, was issued. Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after June 15, 2015. Earlier application is encouraged. The District will implement this standard during the fiscal year ended June 30, 2016. The District expects the pronouncement to have a material effect on the financial statements.

In August 2015, GASB Statement No. 77 *Tax Abatement Disclosures*, was issued. Effective Date: The provisions of this Statement are effective for financial statements for periods beginning after December 15, 2015. Earlier application is encouraged. The District will implement this standard during the fiscal year ended June 30, 2017. The District is still evaluating how this pronouncement will affect the financial statements.

NOTE 17. Subsequent Events

The date to which events occurring after June 30, 2016, the date of the most recent statement of financial position, have been evaluated for possible adjustment to the financial statements or disclosures is January 31, 2017 which is the date on which the financial statements were available to be issued.

The District placed the Superintendent on administrative leave in December 2016. The interim Superintendent attended the exit conference and managed the completion of the audit.

A annual review report was received by the United States Bureau of Interior on January 12, 2017 relating to the Johnson O'Malley program. The results of the report are presented in the findings of this report.

NOTE 18. Governmental Fund Balance

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

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

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
NOTES TO THE FINANANCIAL STATEMENTS
JUNE 30, 2016

NOTE 18. Governmental Fund Balance (continued)

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

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

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

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

Detail relating to the fund balance classifications is displayed below:

| District | Operational Fund | | | | | | | | | |
|--|----------------------|-------------------|------------------|-------------------|---------------------|---------------------|----------------------|---------------------|---------------------|---------------------|
| | General | Teacherage | Transportation | Instructional | Food | Impact Aid | Bond | Capital | Debt | Nonmajor |
| | 11000 | 12000 | 13000 | Materials | Services | Special Education | Building | Improvements | Service | Governmental |
| | | | 14000 | 21000 | 25147 | 31100 | SB-9 | 41000 | Funds | |
| Fund Balance: | | | | | | | | | | |
| Nonspendable: | | | | | | | | | | |
| Inventory | \$ 205,921 | \$ - | \$ - | \$ - | \$ 88,655 | \$ - | \$ - | \$ 371,580 | \$ - | \$ - |
| Restricted for: | | | | | | | | | | |
| Student instruction | - | - | - | 908,347 | - | - | - | - | - | 2,090,394 |
| Student support services | - | - | - | - | - | - | - | - | - | 811,663 |
| Central office services | - | - | - | - | - | - | - | - | - | 121 |
| Student activities | - | - | - | - | - | - | - | - | - | 1,168,186 |
| School food services | - | - | - | - | 2,101,441 | 9,601,576 | - | - | - | 56,572 |
| Teacherage | - | 154,107 | - | - | - | - | - | - | - | - |
| Student transportation | - | - | 91,012 | - | - | - | - | - | - | - |
| Capital projects | - | - | - | - | - | - | 12,863,111 | 3,168,676 | - | 1,182,135 |
| Debt service | - | - | - | - | - | - | - | - | 14,774,616 | - |
| Committed for: | | | | | | | | | | |
| Student instruction | - | - | - | - | - | - | - | - | - | - |
| Student support services | - | - | - | - | - | - | - | - | - | - |
| Assigned for: | | | | | | | | | | |
| Subsequent year's expenditures | - | - | - | - | - | - | - | - | - | - |
| Unassigned | 27,135,466 | - | - | - | - | - | - | - | - | (32,649) |
| Total fund balance | \$ 27,341,387 | \$ 154,107 | \$ 91,012 | \$ 908,347 | \$ 2,190,096 | \$ 9,601,576 | \$ 12,863,111 | \$ 3,540,256 | \$14,774,616 | \$ 5,276,422 |
| Charter School - Component Unit | | | | | | | | | | |
| | Operational Fund | | | | | | | | | |
| | Operational | Instructional | | | | | | | | |
| | 11000 | Materials | | | | | | | | |
| | | 14000 | | | | | | | | |
| Fund Balance: | | | | | | | | | | |
| Nonspendable | - | - | | | | | | | | |
| Restricted | | | | | | | | | | |
| Student instruction | - | 565 | | | | | | | | |
| School food services | - | - | | | | | | | | |
| Committed | - | - | | | | | | | | |
| Assigned | - | - | | | | | | | | |
| Subsequent year's expenditures | - | - | | | | | | | | |
| Unassigned | 293,187 | - | | | | | | | | |
| Total fund balance | 293,187 | 565 | | | | | | | | |

SUPPLEMENTARY INFORMATION

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
OF ERB
Educational Retirement Board (ERB) Plan
Last 10 Fiscal Years*
JUNE 30, 2016

| | District | | Charter | |
|---|-------------|-------------|-----------|----------|
| | 2016 | 2015 | 2016 | 2015 |
| Proportion of the net pension liability | 0.08688% | 0.08629% | 0.11208% | 0.00552% |
| Proportionate share of the net pension liability | 154,763,267 | 137,629,661 | 1,070,044 | 790,806 |
| Covered-employee payroll | 72,788,378 | 66,487,317 | 490,097 | 381,924 |
| Proportionate share of the net pension liability (asset) as a percentage of it's covered-employee payroll | 213% | 207% | 218% | 207% |
| Plan fiduciary net position as a percentage of the total pension liability | 63.97% | 66.54% | 63.97% | 66.54% |

*These schedules are intended to present 10 years of trending history. However, until a full 10-year trend is compiled, the District present information for those years for which information is available.

SCHEDULE OF DISTRICT'S CONTRIBUTIONS
Educational Retirement Board (ERB) Plan

Last 10 Fiscal Years**

| | | | | |
|--|------------|------------|---------|---------|
| Contractually required contribution | 9,764,821 | 9,437,099 | 68,125 | 65,260 |
| Contributions in relation to the contractually required contribution | 9,764,821 | 9,437,099 | 68,125 | 65,260 |
| Contribution deficiency (excess) | - | - | - | - |
| County's covered-employee payroll | 72,788,378 | 67,892,799 | 490,097 | 469,496 |
| Contributions as a percentage of covered-employee payroll | 13.42% | 13.90% | 13.90% | 13.90% |

** These schedules are intended to present 10 years of trending history. However, until a full 10-year trend is compiled, the District will present information for those years for which information is available.

Changes of benefit terms. The COLA and retirement eligibility benefits changes in recent years are described in the Benefits Provided subsection of the financial statement note disclosure General Information on the Pension Plan.

Changes of Assumptions. ERB conducts an actuarial experience study for the Plan on a biennial basis. Based on the six-year actuarial experience study presented to the Board of Trustees on June 12, 2015, ERB implemented the following changes in assumption for fiscal years 2015. 1) Fiscal year 2015 valuation assumptions that changed based on this study: a) Lower wage inflation from 4.75% to 3.75%, b) Lower payroll growth from 3.75% to 3.50%, c) Minor changes to demographic assumptions, d) Population growth per year from 0.50% to 0.00%

2) Assumptions that were not changed: a) Investment return will remain at 7.75%, b) Net real return remains at 4.75%, c) Inflation will remain at 3.00%, d) COLA assumption of 2.00% per year, e) Payroll Growth remains at 3.50%

See also the Note IV (B) Actuarial Assumptions of the financial statement disclosure on the Pension Plan

NONMAJOR GOVERNMENTAL FUNDS

NONMAJOR FUNDS

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

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

Non-Instructional Support

Non-Budgeted Activity – to account for funds paid to the Schools for student activity travel. Accumulated funds are used to replace activity buses. Funding authority is the New Mexico Public Education Department.

Non-Budgeted Scholarship – to provide college scholarships to a designated number of high school graduates meeting certain criteria from revenues generated from the annual Paul Hanson Memorial Golf Tournament. Funding authority is the New Mexico Public Education Department.

Non-Budgeted Autism Program – to provide funds for parents of autistic students to attend conferences about parenting autistic children. These funds were raised from a golf tournament organized by the parents. Funding authority is the New Mexico Public Education Department.

Non-Budgeted Miyamura Scholarship – to provide college scholarships to designated graduates from Miyamura High School funds donated to the school. Funding authority is the New Mexico Public Education Department.

Non-Budgeted Thoreau Night School– to account for the tuition fees collected from Thoreau Night School students. These fees pay for supplies and materials, and wages for Night School Staff. Funding authority is the New Mexico Public Education Department.

Title I (24101) - is used to provide supplemental education opportunity for academically disadvantaged children. Authority for creation of this fund is Part A of Chapter I of Title I of Elementary and Secondary Education Act (ESEA) of 1965. As amended, Public Law 103-383.

Entitlement IDEA-B (24106) - to account for a program funded by a Federal grant to assist the schools in providing free appropriate public education to all handicapped children. Funding authorized by individuals with Disabilities Education Act Part B Section 611-620 as amended, Public Laws 91-230, 93-380, 94-142, 98-199, 99-457,100-639, and 101-476, 20-U.S.C. 1411-1420.

New Mexico Autism Project (24108) – The purpose of this fund is to support the implementation of the NMAP’s researched based model to improve outcomes for students with Autism Spectrum Disorders (ASD). Authority for creation of this fund is New Mexico State Autism Spectrum Disorder Project.

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

Education of Homeless (24113) – To provide tutoring and remedial academic services to homeless children and youth within the District. Funding is by the new Mexico Public Education Department.

Private Schools Share IDEA-B (24115) – Under 34 CFR §§ 300.132-300.133, local educational agencies (LEA) must spend a proportionate amount of their IDEA-B Basic Entitlement and, if applicable, Preschool sub-grant funds for special education and related services (“equitable participation services” to students with disabilities who are parentally placed in private elementary and secondary schools (“equitable participation services”) located in the school district served by the LEA. The private schools must be nonprofit institutions. Children aged three through five are considered to be parentally-placed private school children with disabilities only if they are enrolled in a private school that meets the definition of elementary school I n34 CFR §300.13. New Mexico State law defines an elementary school as “a public

NONMAJOR FUNDS (Continued)

school providing instruction for grades kindergarten through eight, unless there is a junio high school program approved by the state board [department], in which case it means a public school providing instruction for grades kindergarten through six” 22-1-3(A) NMSA 1978.

Fresh Fruits and Vegetables (24118) – To account for funds administered by the New Mexico State University through New Mexico Human Services Department to promote nutrition education to students and parents. National School Lunch Act, as amended, 42 U.S.C. 1769.

21st Century Community Living & Learning Centers 08/14 (24119) – To account for fa grant utilized to expand an after school, weekend and summer program. The program is designed to integrate the visual and performing arts with literacy, life skills and physical activity for kindergarten to 12th grade focusing on the neighborhood and the community as a classroom, Public Law 103-382.

Title I 1003g Grant (Includes Funds 24124) – The objective of this grant is to provide in conjunction with Title I funds for school improvement reserved under section 1003(a) of the ESEA. School Improvement Grants under section 1003(g0 of the ESEA are used to improve student achievement in Title I schools identified for improvement, corrective action, or restructuring so as to enable these schools to make adequate yearly progress (AYP) and exit improvement status. Funding is by the Elementary and Secondary Education Act of 1965, as amended, Title I, Part B, Subpart 1.

IDEA-B Results Plan (24132) – This account is to support the individual school site’s Educational Plan for Student Success, or areas of need of improvement as identified through an instructional audit. This is a pilot program for the New Mexico Real Results program required by US Dept. of Education of Special Education Programs. Authority for creation of this fund is New Mexico Public Education Department.

English Language Acquisition (24153) – To provide funds to improve the educational performance of limited English proficient students by assisting the children to learn English and meet State academic content standards. Authority for creation of this fund is the elementary and Secondary Education Act (ESEA), as amended, Title III, Part A, and Sections 3101, 3129.

Teacher/Principal Training and Recruiting (24154) – To improve the skills of teachers and the quality of instruction in mathematics and science and also to increase the accessibility of such instruction to all students. Authority for creation of the fund is the Rehabilitation Act of 1973, as amended, Title III, Section 303 (b)-(d0. 20 U.S.C. 777a and 797a.

Rural and Low Income Schools (24160) – To account for funds used to provide financial assistance to rural districts to carry out activities to hep improve the quality of teaching and learning in their schools. Elementary and Secondary Education Act of 1965 (ESEA), Title VI, Part B, as amended.

Title I School Improvement (24162) – To account for federal funds to provide family-centered education projects to help parents become full partners in the education of their children, to assist children in reaching their full potential as leaders. Authority if Public Law 100-297

Carl D. Perkins –Current, Carl D Perkins Secondary-PY Unliq. Obligations, and Carl D Perkins Secondary-Redistribution (24174, 24175, and 25176) – To provide federal funds to expand and improve vocational education programs and to provide equal access in vocational education to special needs populations. Authority for creation of this fund is Carl D. Perkins Vocational and Applied Technology Education Act of 1998, as amended, Public Law 105-332.

USDA 2010 Equipment Assistance Program (24183) – To be used for the purchase of new kitchen equipment under the USDA School Equipment Grants funded by the National School Lunch Program. Authority for creation of this fund id through the National School Lunch Program CFDA 10.579.

USHHS/CDC School Health (24186) – To be used for promoting adolescent health through school-based Human Immunodeficiency Virus (HIV)/Sexually transmitted infections (STI) prevention and school-based surveillance program in the state of New Mexico Authority for creation of this fund is Section 1352, Title 31, U.S.C. (United States Code).

NONMAJOR FUNDS (Continued)

Johnson O'Malley (25131) – To provide funding for supplemental programs in special education and the other needs of eligible Native American Indian children. Funding is provided by the Johnson-O'Malley Act of 1934 as amended, Public Law 930638.

Impact Aid Special Education (25145) – To account for funding of a Federal program to provide financial assistance to local educational agencies (LEA's) where enrollments or availability of revenue are adversely affected by Federal activities, i.e. where the tax base of a district is reduced through the Federal acquisition of real property (Section 2), or where there are a significant number of children who reside on Federal (including Indian) lands and/or children whose parents are employed on Federal property or in the Uniformed Services (Section 39a) and 3(b)); where there is a significant decrease (Section 3 (c)) or a sudden and substantial increase (Section 4) in school enrollment as the result of Federal activities; to provide disaster assistance for reduced or increased operating costs (Section 7(a)), for replacing or repairing damaged or destroyed supplies, equipment, and books, and for repairing minor damage to facilities. Funding authorized by Public Law 81-874.

Title XIX – Medicaid 3/21 Years (25153) – to account for a program providing school-based screening, diagnostic services and other related health services and administrative activities in conformance with the approved Medicaid State Plan in order to improve health and developmental outcomes for children. Authority for the creation of this fund is the Social Security Act, Title XIX, as amended; Public Laws 89-97, 90-248, and 91-56; 42 U.S.C. 1396 et seq., as amended; Public Law 92-223; Public Law 92-603; Public Law 93-66; Public Law 93-233; Public Law 96-499; Public Law 97-35; Public Law 97-248; Public Law 98-369, Public Law 99-272; Public Law 99-509; Public Law 100-93; Public Law 100-202; Public Law 100-203; Public Law 100-360; Public Law 100-436; Public Law 100-485, Public Law 100-647; Public Law 101-166; Public Law 101-234; Public Law 101-239; Public Law 101-508; Public Law 101-517; Public Law 102-234; Public Law 102-170; Public Law 102-394; Public Law 103-66; Public Law 103-112; Public Law 103-333; Public Law 104-91; Public Law 104-191; Public Law 104-193; Public Law 104-208, 104-134; Balanced Budget Act of 1997, Public Law 105-33; Public Law 106-113, Public Law 106-554; Public Law 108-27; Public Law 108-173; Public Law 109-91; Public Law 109-171; Public Law 109-432; Public Law 110-28.

Child Care Block Grant CYFD (25157) – To account for funds received for the transition assistance program funding through the Children, Youth and Families Department and the State of New Mexico.

Child and Adult Food Program (25171) — To implement educational, mental health, social services, law enforcement and juvenile justice services for youth. Funding authority is the Elementary and Secondary Educational Act of 1965.

Indian Health Services (25173) – Promotion to support and promote the “Corn Plant” model of coordinated school health in schools serving primarily Navajo students.

Indian Education Formula Grant (24184)- To account for a program funded by a Federal grant to develop and carry out supplementary elementary and secondary school programs designed to meet the special educational and culturally related academic needs of Indian children, for example to: 1) Improve academic performance, 2) Reduce school dropout rates and improve attendance, and 3) Integrate the value of cultural education into the school curriculum for Indian children. Funding authorized by Indian Education Act of 1988, Title V, Part C, Subpart 1, as amended, Public Law 100-297 and 93-638, U.S.C. 2601-2606.

Navajo Nations – (25201) – To help organizations to develop new or expand existing capacity to provide screening, referrals for medical treatment, education, and eligibility assistance for eligible individuals. Section 417C of the Public Health Service Act 42 U.S.C. 285a-9, as amended by the Radiation Exposure Compensation Act Amendments of 2000 (Public Law 106-245).

Title V Indian Health Care Improvement Act-Federal (25209) – To promote improved health care among American Indians/Alaska Natives through special diabetes prevention and treatment services projects with objectives and priorities determined at the local level. Public Law 94-437, approved September 30, 1976 (90 Stat. 1400).

SEG Federal Stimulus (25250) – Created under the American Recovery and Reinvested Act of 2009 (ARRA), these federal funds help stabilize the District's budget in order to minimize and avoid reduction in education services. Authority for creation of this fund is the New Mexico Public Education Department School district Policies and Procedures Manual.

NONMAJOR FUNDS (Continued)

Save the Children (26143) –The purpose is to provide improved reading intervention through in-school and after school activities, improve the academic performance of students at risk of failure due to poor reading skills. This program is being implemented at Crownpoint Elementary and Crownpoint Middle Schools. Authority for creation of this fund is the New Mexico Public Education Department School District Policies and Procedures Manual.

Pump up the Volume in Preschools (26201) –To account for a project funded by a grant from the US Department of Education Office of School Accountability to develop Preschool Centers of Excellence, focusing on early reading skills, for up to 280 children in each of three years, in preschool classrooms at nine (9) District elementary schools.

Peer Helper Program (26214) – The Division of Public Health and Methamphetamine/suicide Prevention Initiative (MSPI) established several suicide prevention interventions which serve as a model project for the Navajo Area Indian Health Service. One of these is the Peer Helpers program which is a peer-to-peer helping program. Peer helpers is based upon the premise that when young people have problems, they often turn to their friends or other adults whom they trust for help and that within every school an informal “helping network” exists. The program seeks to identify this informal network and provide training and support to young people and adults who are already serving as helpers. Authority for creation of this fund is Division of Public Health, (Crownpoint Service Unit) HIS Agreement Number: 1-NV-14-0001. Economy Act, approved June 30, 1932, as amended (31 USC 1535 and 15360 and under the authority of section 301 of the Public Service Act. The applicable section of the Federal Regulation is 48 CFR 17.5.

Dual Credit Instructional Materials/HB2 (27103) –To account for House Bill2, 2009 which makes an appropriation for Dual Credit Instructional materials. The dual credit instructional materials must be for a course approved by Higher Education department and through a college-university for which the District has an approved agreement.

2010 GO Bond Public School Acquisition (27106) – This award allows schools to acquire library books, equipment and library resources for public school library resources for public school libraries statewide. The funding was made available through Senate Bill 1. Laws of 2010, 2nd Special Session B3.

2012 GO Bond Public School Acquisition (27107) – This award allows schools to acquire library resources, including library books for public school libraries. The funding was made available through Senate Bill 66, Laws of 2012, 2nd Session, Chapter 54, Section 10. Paragraph B(3).

New Mexico Reads to Lead K-3 Initiative (27114) – This fund is to account for funds received to provide children to acquire a firm foundation in literacy and are not only prepared for future academic success, but will possess a lifelong gift of reading. New Mexico’s early reading initiative, New Mexico Reads to Lead, provides an aligned approach for districts and schools to ensure that children can read by the end of the third grade – giving them essential skills for future career and college success. The New Mexico Reads to Lead! Initiative funds a reading K-3 Formative Assessment System provided to districts at no cost. It also provides regional and district reading coaches, supports for intervention, and professional development for parents, teachers, reading coaches, and administrators. In addition this site highlights literacy resources for parents, teachers, administrators and other stakeholders. Please visit often as the content will be regularly updated. Authority for the creation of this fund is the New Mexico Public Education Department.

TANF PED (27115) – To account for monies received from the state to be used to encourage and promote a Health Advisory Committee that guides the Districts’ school health programs. Authority for the creation of this fund is the New Mexico Public Education Department.

Pre-K Initiative (27149) – To account for funds received to prepare children for success in school, begin to close the achievement gap between students, and help meet the vision of a seamless education system – Pre-Kindergarten through higher education. Authority for the creation of this fund is the New Mexico Public Education Department.

Indian Education Act (27150) – To develop and evaluate the relationship between improved academic performance of American Indian students who experience a culturally relevant education curriculum. Authority for creation of this funds is the New Mexico Public Education Department.

Breakfast for Elementary Students (27155) – To access for Legislative Appropriation to implement Breakfast in the Classroom for elementary schools in need of improvement based on AYP designation. Authority for the creation of this fund is the New Mexico Public Education Department.

NONMAJOR FUNDS (Continued)

Kindergarten 0 Three Plus (27166) – Funds allow for an extended school year for Kindergarten through third grade students. The program focuses on acclimating young students to the structure of a classroom environment and spending additional time to prepare them for the next grade. Authority for the creation of this fund is the New Mexico Public Education Department.

After School Enrichment Program (27168) – This fund is to be used to implement the District’s After School and Summer Enrichment Programs. Authority for the creation of this fund is the New Mexico Public Education Department. The After School and Summer Enrichment Programs are used to create learning centers that will provide students a broad range of exceptional, school-linked learning and development opportunities, designed to complement the students’ regular academic program. Authority for the creation of this fund is the New Mexico Public Education Department.

2010 GO Bond Instructional Materials (27171) – Used to purchase books and instructional materials for schools which received a letter grade of “A” or those which are recognized as a “Top Growth” school. Authority for the creation of this fund is the New Mexico Public Education Department.

Science Instructional Materials K-12 (27176) – This state appropriated funds are for the purchase of science instructional material for grades 6-8. Authority for the creation of this fund is the New Mexico Public Education Department.

2013 School Bus (27178) –Funds to public school districts to replace public school buses. Authority for the creation of the fund is Senate Bill 60, Severance Tax Bond Projects 2013.

Teacher and School Leader Incentive Pay (27188 and 27190) – This fund was created to provide funding for projects that develop and implement performance-based teacher and principal compensations systems in high-need schools. The teacher Incentive Fun is authorized I P.L. 109-149 –the Department of Labor, Health and Human Services, and Education and Related Agencies Appropriation Act 2006 Title V, Part D.

Teachers Hard to Staff (27195) –Funds to public school districts to incentivize teacher in rural areas. Authority for the creation of the fund is the New Mexico Public Education Department.

School Wellness HED (28106) – To be used to convene and implement a District-wide training on the updated GMCS wellness policy. Authority for the creation of this fund is the New Mexico Department of Health.

Office of Child Development (28170) – This fund is generated through a sub-contract with San Juan College to enable them to comply with their grant through Children, Youth and Family Department (CYFD) to provide advisors so that the Training and Technical Assistance Program can be implemented within McKinley County. The advisor is McKinley County works with county day care centers and home care takers to offer professional development and technical support so that they can meet the CYFD child care requirements.

GRADS – Child Care (28189) – To account for a program funded by the Public Education Department for the purpose to establish and maintain in –school, family and consumer science instructional and intervention program for pregnant and parenting students which focuses on knowledge and skills related to positive self, pregnancy, parenting and economic independence. Special Revenue fund established by the local school board.

GRADS – Instruction (28190) – To account for a program funded by the Public Education Department for the purpose to establish and maintain an in-school, family and consumer science instructional and intervention program for pregnant and parenting students, which focuses on knowledge and skills related to positive self, pregnancy, parenting and economic independence. Special Revenue fund established by the local school board.

Start Smart K-3 Plus Utah State University Study (28191) – The purpose of this fund is to account for a k-3 plus learning opportunity. This study will be provided to 570 English Language Learners (ELL) and students with IEPs under IDEA enrolled I persistently low-performing schools in Gallup, McKinley, Albuquerque, Gadsden, and Las Cruces school districts in Years 1 and 5, and 1, 140 students in Years 2, 3, and 4. A comparable number of children will be enrolled each year in a control group. Funding by the New Mexico Public Education Department.

NONMAJOR FUNDS (Continued)

CYPD Parents as Teacher Model (28193) – The purpose of this fund is to provide funds to implement a high quality Parents as Teachers model for home visiting services in McKinley County. Gallup-McKinley County Schools will provide home visiting services, using the Parents as Teachers model, to 45-60 families, teen parents and parents with young children, in McKinley County. Funds are provided by New Mexico Children, Youth and Family Department (CYFD) through a federal grant awarded to CYFD.

GRADS Plus (28203) – The purpose of this fund is to support a shared case management model between Central High School GRADS program and school and community partners. Authority for the creation of this fund is the New Mexico GRADS System.

Private Dir. Grants (29102) –To provide additional classroom time at Gallup Central High for seniors to meet graduation requirements. Funding authority is the New Mexico Public Education Department.

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities.

Special Revenue Bond (31110) – To account for bond proceeds plus any income earned thereon. The proceeds are restricted for the purpose of making additions to and furnishing of school buildings, or purchasing or improving school grounds or any combination thereof, as approved by the voters of the District. Funding authority is the New Mexico Public Education Department.

Special Revenue Bond (31400) – To account for special appropriations monies received from the State of New Mexico under Chapter 4, Laws of 1996 for the purpose of specific capital outlay projects.

Special Capital Outlay – State (31500) – To account for 20 percent of the operational property tax revenues that have been set aside for capital outlay projects.

Public School Capital Outlay (31200) – To account for the 20 percent of the operational property tax revenues that have been set aside for capital outlay projects. Funding authority is the New Mexico Public Education Department.

Public School Capital Outlay 20% (32100) – To account for the 20 percent of the operational property tax revenues that have been set aside for capital outlay projects. Funding authority is the New Mexico Public Education Department.

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
COMBINING BALANCE SHEET
NONMAJOR FUNDS
JUNE 30, 2016

| | Special Revenue | | | |
|---|--------------------|---------------------------------------|---------------------|--------------------------------|
| | Athletics 22000 | Non-Instructional Support 23000 | Title I 24101 | Entitlement IDEA-B 24106 |
| ASSETS | | | | |
| <i>Current Assets</i> | | | | |
| Cash and temporary investments | \$ 312,614 | \$ 890,578 | \$ - | \$ - |
| Accounts receivable | | | | |
| Taxes | - | - | - | - |
| Due from other governments | - | - | 2,410,276 | 2,243,619 |
| Interfund receivables | - | - | - | - |
| Other | - | - | - | - |
| Inventory | - | - | - | - |
| <i>Total assets</i> | <u>312,614</u> | <u>890,578</u> | <u>2,410,276</u> | <u>2,243,619</u> |
| LIABILITIES AND FUND BALANCES | | | | |
| <i>Current Liabilities:</i> | | | | |
| Accounts payable | 12,291 | - | - | 125,818 |
| Accrued payroll liabilities | - | 22,715 | 373,510 | 80,679 |
| Accrued compensated absences | - | - | - | - |
| Interfund payables | - | - | 2,036,766 | 2,037,122 |
| Deferred revenue - property taxes | - | - | - | - |
| Deferred revenue - other | - | - | - | - |
| <i>Total liabilities</i> | <u>12,291</u> | <u>22,715</u> | <u>2,410,276</u> | <u>2,243,619</u> |
| <i>Fund Balance:</i> | | | | |
| Fund Balance: | | | | |
| Nonspendable | - | - | - | - |
| Restricted | 300,323 | 867,863 | - | - |
| Committed | - | - | - | - |
| Assigned | - | - | - | - |
| Unassigned | - | - | - | - |
| <i>Total fund balance</i> | <u>300,323</u> | <u>867,863</u> | <u>-</u> | <u>-</u> |
| <i>Total liabilities and fund balance</i> | <u>\$ 312,614</u> | <u>\$ 890,578</u> | <u>\$ 2,410,276</u> | <u>\$ 2,243,619</u> |

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

| Special Revenue | | | | | |
|---------------------------------------|------------------------------|-----------------------------------|--|---------------------------------------|--------------------------|
| New Mexico Autism Project 24108 | Preschool IDEA-B 24109 | Education of Homeless 24113 | Private Schols Share IDEA-B 24115 | Fresh Fruits & Vegetables 24118 | 21st Century 24119 |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | - | - | - | - |
| 6,943 | 72,934 | 11,260 | 61,140 | 29,411 | 267,252 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>6,943</u> | <u>72,934</u> | <u>11,260</u> | <u>61,140</u> | <u>29,411</u> | <u>267,252</u> |
| - | 1,614 | - | - | - | - |
| - | 5,430 | - | 2,089 | - | 18,413 |
| - | - | - | - | - | - |
| 6,943 | 65,890 | 11,260 | 59,051 | 29,411 | 248,839 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>6,943</u> | <u>72,934</u> | <u>11,260</u> | <u>61,140</u> | <u>29,411</u> | <u>267,252</u> |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>\$ 6,943</u> | <u>\$ 72,934</u> | <u>\$ 11,260</u> | <u>\$ 61,140</u> | <u>\$ 29,411</u> | <u>\$ 267,252</u> |

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

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
COMBINING BALANCE SHEET
NONMAJOR FUNDS
JUNE 30, 2016

| | Special Revenue | | | |
|---|---------------------------------|---------------------------------|---|--|
| | Title I 1003g Grant 24124 | IDEA-B Plan Results 24132 | English Language Acquisition 24153 | Teacher / Principal Training / Recruiting 24154 |
| ASSETS | | | | |
| <i>Current Assets</i> | | | | |
| Cash and temporary investments | \$ 2,676 | \$ - | \$ - | \$ - |
| Accounts receivable | | | | |
| Taxes | - | - | - | - |
| Due from other governments | - | 3,596 | 305,651 | 625,780 |
| Interfund receivables | - | - | - | - |
| Other | - | - | - | - |
| Inventory | - | - | - | - |
| <i>Total assets</i> | <u>2,676</u> | <u>3,596</u> | <u>305,651</u> | <u>625,780</u> |
| LIABILITIES AND FUND BALANCES | | | | |
| <i>Current Liabilities:</i> | | | | |
| Accounts payable | - | - | 5,709 | 373,366 |
| Accrued payroll liabilities | - | 96 | - | 68,684 |
| Accrued compensated absences | - | - | - | - |
| Interfund payables | - | 3,500 | 299,942 | 183,730 |
| Deferred revenue - property taxes | - | - | - | - |
| Deferred revenue - other | - | - | - | - |
| <i>Total liabilities</i> | <u>-</u> | <u>3,596</u> | <u>305,651</u> | <u>625,780</u> |
| <i>Fund Balance:</i> | | | | |
| Fund Balance: | | | | |
| Nonspendable | - | - | - | - |
| Restricted | 2,676 | - | - | - |
| Committed | - | - | - | - |
| Assigned | - | - | - | - |
| Unassigned | - | - | - | - |
| <i>Total fund balance</i> | <u>2,676</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Total liabilities and fund balance</i> | <u>\$ 2,676</u> | <u>\$ 3,596</u> | <u>\$ 305,651</u> | <u>\$ 625,780</u> |

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

| Special Revenue | | | | | |
|--|--|---|---|--|--|
| Rural and Low Income Schools 24160 | Title I School Improvement 24162 | Carl D Perkins Secondary 24174 | Carl D Perkins Secondary PY Obligation 24175 | Carl D Perkins Secondary Redistribution 24176 | USDA 2010 Equipment Assist. Program 24183 |
| \$ - | \$ - | \$ - | \$ 1,502 | \$ - | \$ - |
| - | - | - | - | - | - |
| 96,279 | 36,437 | 6,743 | - | 7,018 | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>96,279</u> | <u>36,437</u> | <u>6,743</u> | <u>1,502</u> | <u>7,018</u> | <u>-</u> |
| - | - | - | - | - | - |
| - | 340 | - | - | - | - |
| - | - | - | - | - | - |
| 96,279 | 36,097 | 6,743 | - | 7,018 | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>96,279</u> | <u>36,437</u> | <u>6,743</u> | <u>-</u> | <u>7,018</u> | <u>-</u> |
| - | - | - | - | - | - |
| - | - | - | 1,502 | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>-</u> | <u>-</u> | <u>-</u> | <u>1,502</u> | <u>-</u> | <u>-</u> |
| <u>\$ 96,279</u> | <u>\$ 36,437</u> | <u>\$ 6,743</u> | <u>\$ 1,502</u> | <u>\$ 7,018</u> | <u>\$ -</u> |

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

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
COMBINING BALANCE SHEET
NONMAJOR FUNDS
JUNE 30, 2016

| | Special Revenue | | | |
|---|-------------------------------------|------------------------------|---|--|
| | USHHS/CDC School Health 24186 | Johnson O'Malley 25131 | Impact Aid Special Education 25145 | Title XIX Medicaid 3/21 Years 25153 |
| ASSETS | | | | |
| <i>Current Assets</i> | | | | |
| Cash and temporary investments | \$ - | \$ - | \$ 1,800,533 | \$ 778,139 |
| Accounts receivable | | | | |
| Taxes | - | - | - | - |
| Due from other governments | 6,022 | 179,741 | - | - |
| Interfund receivables | - | - | - | - |
| Other | - | - | - | - |
| Inventory | - | - | - | - |
| <i>Total assets</i> | <u>6,022</u> | <u>179,741</u> | <u>1,800,533</u> | <u>778,139</u> |
| LIABILITIES AND FUND BALANCES | | | | |
| <i>Current Liabilities:</i> | | | | |
| Accounts payable | - | - | - | - |
| Accrued payroll liabilities | - | 984 | 25,170 | 8,689 |
| Accrued compensated absences | - | - | - | - |
| Interfund payables | 6,022 | 164,404 | - | - |
| Deferred revenue - property taxes | - | - | - | - |
| Deferred revenue - other | - | - | - | - |
| <i>Total liabilities</i> | <u>6,022</u> | <u>165,388</u> | <u>25,170</u> | <u>8,689</u> |
| <i>Fund Balance:</i> | | | | |
| Fund Balance: | | | | |
| Nonspendable | - | - | - | - |
| Restricted | - | 14,353 | 1,775,363 | 769,450 |
| Committed | - | - | - | - |
| Assigned | - | - | - | - |
| Unassigned | - | - | - | - |
| <i>Total fund balance</i> | <u>-</u> | <u>14,353</u> | <u>1,775,363</u> | <u>769,450</u> |
| <i>Total liabilities and fund balance</i> | <u>\$ 6,022</u> | <u>\$ 179,741</u> | <u>\$ 1,800,533</u> | <u>\$ 778,139</u> |

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

| Special Revenue | | | | | |
|--|--|------------------------------------|---|------------------------|---|
| Child Care Block Grant CYFD 25157 | Child and Adult Food Program 25171 | Indian Health Services 25173 | Indian Education Formula Grant 25184 | Navajo Nation 25201 | Title V Indian Health Care Improvement Act 25209 |
| \$ 65,361 | \$ 14,016 | \$ 180 | \$ 51,079 | \$ - | \$ 180,492 |
| - | - | - | - | - | - |
| - | - | - | 30,336 | 122,537 | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>65,361</u> | <u>14,016</u> | <u>180</u> | <u>81,415</u> | <u>122,537</u> | <u>180,492</u> |
| - | - | - | 926 | - | - |
| 1,749 | - | - | 80,489 | 5,646 | - |
| - | - | - | - | - | - |
| - | - | - | - | 116,891 | - |
| - | - | - | - | - | - |
| - | - | 180 | - | - | - |
| <u>1,749</u> | <u>-</u> | <u>180</u> | <u>81,415</u> | <u>122,537</u> | <u>-</u> |
| - | - | - | - | - | - |
| 63,612 | 14,016 | - | - | - | 180,492 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>63,612</u> | <u>14,016</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>180,492</u> |
| <u>\$ 65,361</u> | <u>\$ 14,016</u> | <u>\$ 180</u> | <u>\$ 81,415</u> | <u>\$ 122,537</u> | <u>\$ 180,492</u> |

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

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
COMBINING BALANCE SHEET
NONMAJOR FUNDS
JUNE 30, 2016

| | Special Revenue | | | |
|---|----------------------------------|-------------------------------|---|---------------------------------|
| | SEG Federal Stimulus 25250 | Save the Children 26143 | Pump up the Volume in Preschools 26201 | Peer Helper Program 26214 |
| ASSETS | | | | |
| <i>Current Assets</i> | | | | |
| Cash and temporary investments | \$ 150 | \$ - | \$ - | \$ 1,494 |
| Accounts receivable | | | | |
| Taxes | - | - | - | - |
| Due from other governments | - | - | - | - |
| Interfund receivables | - | - | - | - |
| Other | - | - | - | - |
| Inventory | - | - | - | - |
| <i>Total assets</i> | <u>150</u> | <u>-</u> | <u>-</u> | <u>1,494</u> |
| LIABILITIES AND FUND BALANCES | | | | |
| <i>Current Liabilities:</i> | | | | |
| Accounts payable | - | - | - | 100 |
| Accrued payroll liabilities | - | - | - | - |
| Accrued compensated absences | - | - | - | - |
| Interfund payables | - | 14,841 | 10,263 | - |
| Deferred revenue - property taxes | - | - | - | - |
| Deferred revenue - other | - | - | - | - |
| <i>Total liabilities</i> | <u>-</u> | <u>14,841</u> | <u>10,263</u> | <u>100</u> |
| <i>Fund Balance:</i> | | | | |
| Fund Balance: | | | | |
| Nonspendable | - | - | - | - |
| Restricted | 150 | - | - | 1,394 |
| Committed | - | - | - | - |
| Assigned | - | - | - | - |
| Unassigned | - | (14,841) | (10,263) | - |
| <i>Total fund balance</i> | <u>150</u> | <u>(14,841)</u> | <u>(10,263)</u> | <u>1,394</u> |
| <i>Total liabilities and fund balance</i> | <u>\$ 150</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 1,494</u> |

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

| Special Revenue | | | | | | |
|--|------------------------------|---|--|-------------------|---------------------------|----------------------------------|
| Dual Credit Instructional Materials 27103 | Library GO Bonds 27106 | 2012 GO Bond Student Library SB-66 27107 | NM Reads to Lead K-3 Reading Initiative 27114 | TANF PED 27115 | Pre-K Initiative 27149 | Indian Education Act 27150 |
| \$ 200 | \$ 82 | \$ 922 | \$ - | \$ - | \$ - | \$ - |
| - | - | - | - | - | - | - |
| - | - | - | 59,883 | 3,624 | 241,759 | 10,951 |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| <u>200</u> | <u>82</u> | <u>922</u> | <u>59,883</u> | <u>3,624</u> | <u>241,759</u> | <u>10,951</u> |
| - | - | - | - | - | - | - |
| - | - | - | 13,187 | - | 50,942 | 373 |
| - | - | - | - | - | - | - |
| 200 | - | - | 46,696 | 3,624 | 190,817 | 9,583 |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| <u>200</u> | <u>-</u> | <u>-</u> | <u>59,883</u> | <u>3,624</u> | <u>241,759</u> | <u>9,956</u> |
| - | - | - | - | - | - | - |
| - | 82 | 922 | - | - | - | 995 |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| <u>-</u> | <u>82</u> | <u>922</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>995</u> |
| <u>\$ 200</u> | <u>\$ 82</u> | <u>\$ 922</u> | <u>\$ 59,883</u> | <u>\$ 3,624</u> | <u>\$ 241,759</u> | <u>\$ 10,951</u> |

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

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
COMBINING BALANCE SHEET
NONMAJOR FUNDS
JUNE 30, 2016

| | Special Revenue | | | |
|---|--|-------------------------------------|-------------------------------------|---|
| | Breakfast for Elementary Students 27155 | Kindergarten Three Plus 27166 | After School Enrichment 27168 | 2010 GO Bond Instructional Materials 27171 |
| ASSETS | | | | |
| <i>Current Assets</i> | | | | |
| Cash and temporary investments | \$ 53,325 | \$ 121 | \$ 405 | \$ - |
| Accounts receivable | | | | |
| Taxes | - | - | - | - |
| Due from other governments | 3,247 | - | - | - |
| Interfund receivables | - | - | - | - |
| Other | - | - | - | - |
| Inventory | - | - | - | - |
| <i>Total assets</i> | <u>56,572</u> | <u>121</u> | <u>405</u> | <u>-</u> |
| LIABILITIES AND FUND BALANCES | | | | |
| <i>Current Liabilities:</i> | | | | |
| Accounts payable | - | - | - | - |
| Accrued payroll liabilities | - | - | - | - |
| Accrued compensated absences | - | - | - | - |
| Interfund payables | - | - | - | - |
| Deferred revenue - property taxes | - | - | - | - |
| Deferred revenue - other | - | - | - | - |
| <i>Total liabilities</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Fund Balance:</i> | | | | |
| Fund Balance: | | | | |
| Nonspendable | - | - | - | - |
| Restricted | 56,572 | 121 | 405 | - |
| Committed | - | - | - | - |
| Assigned | - | - | - | - |
| Unassigned | - | - | - | - |
| <i>Total fund balance</i> | <u>56,572</u> | <u>121</u> | <u>405</u> | <u>-</u> |
| <i>Total liabilities and fund balance</i> | <u>\$ 56,572</u> | <u>\$ 121</u> | <u>\$ 405</u> | <u>\$ -</u> |

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

| Special Revenue | | | | | |
|---|--------------------------|--|--|------------------------------------|---------------------------------|
| Science Instructional Materials K-12 27176 | 2013 School Bus 27178 | Teacher and School Leader Incentive Pay 27188 | Teacher and School Leader Incentive Pay Group 27190 | Teachers Hard to Staff 27195 | School Wellness HED 28106 |
| \$ 322 | \$ - | \$ - | \$ - | \$ - | \$ 4,678 |
| - | - | - | - | - | - |
| - | 258,920 | - | 380,000 | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>322</u> | <u>258,920</u> | <u>-</u> | <u>380,000</u> | <u>-</u> | <u>4,678</u> |
| - | - | - | - | - | - |
| - | - | - | 73,710 | - | - |
| - | - | - | - | - | - |
| - | 258,920 | - | 306,290 | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | <u>258,920</u> | <u>-</u> | <u>380,000</u> | <u>-</u> | <u>-</u> |
| - | - | - | - | - | - |
| 322 | - | - | - | - | 4,678 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>322</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>4,678</u> |
| <u>\$ 322</u> | <u>\$ 258,920</u> | <u>\$ -</u> | <u>\$ 380,000</u> | <u>\$ -</u> | <u>\$ 4,678</u> |

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

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
COMBINING BALANCE SHEET
NONMAJOR FUNDS
JUNE 30, 2016

| | Special Revenue | | | |
|---|---|--------------------------------|---------------------------------|---|
| | Office of Child Development 28170 | GRADS - Child Care 28189 | GRADS - Instruction 28190 | Smart Start K-3 Utah State Study 28191 |
| ASSETS | | | | |
| <i>Current Assets</i> | | | | |
| Cash and temporary investments | \$ 24,318 | \$ 13,607 | \$ 18,435 | \$ - |
| Accounts receivable | | | | |
| Taxes | - | - | - | - |
| Due from other governments | - | - | - | - |
| Interfund receivables | - | - | - | - |
| Other | - | - | - | - |
| Inventory | - | - | - | - |
| <i>Total assets</i> | <u>24,318</u> | <u>13,607</u> | <u>18,435</u> | <u>-</u> |
| LIABILITIES AND FUND BALANCES | | | | |
| <i>Current Liabilities:</i> | | | | |
| Accounts payable | - | - | - | - |
| Accrued payroll liabilities | - | 390 | 277 | - |
| Accrued compensated absences | - | - | - | - |
| Interfund payables | - | - | - | 7,545 |
| Deferred revenue - property taxes | - | - | - | - |
| Deferred revenue - other | - | - | - | - |
| <i>Total liabilities</i> | <u>-</u> | <u>390</u> | <u>277</u> | <u>7,545</u> |
| <i>Fund Balance:</i> | | | | |
| Fund Balance: | | | | |
| Nonspendable | - | - | - | - |
| Restricted | 24,318 | 13,217 | 18,158 | - |
| Committed | - | - | - | - |
| Assigned | - | - | - | - |
| Unassigned | - | - | - | (7,545) |
| <i>Total fund balance</i> | <u>24,318</u> | <u>13,217</u> | <u>18,158</u> | <u>(7,545)</u> |
| <i>Total liabilities and fund balance</i> | <u>\$ 24,318</u> | <u>\$ 13,607</u> | <u>\$ 18,435</u> | <u>\$ -</u> |

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

| Special Revenue | | | Capital Projects | | |
|---|---------------------|-----------------------------------|----------------------------------|---|---|
| CYFD Parents as Teacher Model 28193 | GRADS Plus 28203 | Private Direct Grants 29102 | Special Revenue Bond 31110 | Special Capital Outlay State 31400 | Special Capital Outlay Federal 31500 |
| \$ - | \$ 448 | \$ 14,524 | \$ 647,932 | \$ 70,000 | \$ 489,184 |
| - | - | - | - | - | - |
| 106,040 | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>106,040</u> | <u>448</u> | <u>14,524</u> | <u>647,932</u> | <u>70,000</u> | <u>489,184</u> |
| - | - | 1,463 | - | - | 24,983 |
| 11,879 | - | - | - | - | - |
| - | - | - | - | - | - |
| 91,718 | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>103,597</u> | <u>-</u> | <u>1,463</u> | <u>-</u> | <u>-</u> | <u>24,983</u> |
| - | - | - | - | - | - |
| 2,443 | 448 | - | 647,932 | 70,000 | 464,201 |
| - | - | 13,061 | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>2,443</u> | <u>448</u> | <u>13,061</u> | <u>647,932</u> | <u>70,000</u> | <u>464,201</u> |
| <u>\$ 106,040</u> | <u>\$ 448</u> | <u>\$ 14,524</u> | <u>\$ 647,932</u> | <u>\$ 70,000</u> | <u>\$ 489,184</u> |

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

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
COMBINING BALANCE SHEET
NONMAJOR FUNDS
JUNE 30, 2016

Statement B-1
)

| | Capital Projects | | Total |
|---|---|---|---------------|
| | Public School Capital Outlay 31200 | Public School Capital Outlay 20% 32100 | |
| ASSETS | | | |
| <i>Current Assets</i> | | | |
| Cash and temporary investments | \$ 1 | \$ 1 | \$ 5,437,319 |
| Accounts receivable | | | |
| Taxes | - | - | - |
| Due from other governments | - | - | 7,587,399 |
| Interfund receivables | - | - | - |
| Other | - | - | - |
| Inventory | - | - | - |
| | 1 | 1 | 13,024,718 |
| <i>Total assets</i> | 1 | 1 | 13,024,718 |
| LIABILITIES AND FUND BALANCES | | | |
| <i>Current Liabilities:</i> | | | |
| Accounts payable | - | - | 546,270 |
| Accrued payroll liabilities | - | - | 845,441 |
| Accrued compensated absences | - | - | - |
| Interfund payables | - | - | 6,356,405 |
| Deferred revenue - property taxes | - | - | - |
| Deferred revenue - other | - | - | 180 |
| | - | - | 7,748,296 |
| <i>Total liabilities</i> | - | - | 7,748,296 |
| <i>Fund Balance:</i> | | | |
| Fund Balance: | | | |
| Nonspendable | - | - | - |
| Restricted | 1 | 1 | 5,296,010 |
| Committed | - | - | 13,061 |
| Assigned | - | - | - |
| Unassigned | - | - | (32,649) |
| | 1 | 1 | 5,276,422 |
| <i>Total fund balance</i> | 1 | 1 | 5,276,422 |
| <i>Total liabilities and fund balance</i> | \$ 1 | \$ 1 | \$ 13,024,718 |

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

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR FUNDS
FOR THE YEAR ENDING JUNE 30, 2016

| | Special Revenue | | | |
|--|-------------------|-------------------|------------------|------------------|
| | Athletics | Non-Instructional | Title I | Entitlement |
| | 22000 | Support 23000 | 24101 | IDEA-B 24106 |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | - | - | 7,252,256 | 3,519,607 |
| Charges for services | 300,816 | 569,226 | - | - |
| Miscellaneous | - | - | - | - |
| Interest | 109 | - | - | - |
| <i>Total Revenues</i> | <u>300,925</u> | <u>569,226</u> | <u>7,252,256</u> | <u>3,519,607</u> |
| <i>Expenditures:</i> | | | | |
| Current: | | | | |
| Instruction | 559,908 | 889,314 | 6,863,961 | 1,326,141 |
| Support Services | | | | |
| Students | - | - | - | 2,119,722 |
| Instruction | - | - | 151,863 | - |
| General Administration | - | - | 191,229 | 64,409 |
| School Administration | - | - | - | - |
| Central Services | - | - | 45,203 | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Service | - | - | - | 9,335 |
| Capital Outlay | - | - | - | - |
| Debt Service - Principal | - | - | - | - |
| Debt Service - Interest | - | - | - | - |
| <i>Total Expenditures</i> | <u>559,908</u> | <u>889,314</u> | <u>7,252,256</u> | <u>3,519,607</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>(258,983)</u> | <u>(320,088)</u> | <u>-</u> | <u>-</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Operating transfers | - | - | - | - |
| Return of cash to PED | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balance</i> | <u>(258,983)</u> | <u>(320,088)</u> | <u>-</u> | <u>-</u> |
| <i>Fund balances - beginning of year</i> | <u>559,306</u> | <u>1,187,951</u> | <u>-</u> | <u>-</u> |
| <i>Fund balances - end of year</i> | <u>\$ 300,323</u> | <u>\$ 867,863</u> | <u>\$ -</u> | <u>\$ -</u> |

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

| Special Revenue | | | | | |
|---------------------------------------|------------------------------|-----------------------------------|--|---------------------------------------|--------------------------|
| New Mexico Autism Project 24108 | Preschool IDEA-B 24109 | Education of Homeless 24113 | Private Schols Share IDEA-B 24115 | Fresh Fruits & Vegetables 24118 | 21st Century 24119 |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | - | - | - | - |
| 7,224 | 166,621 | 22,149 | 108,089 | 195,888 | 1,079,641 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>7,224</u> | <u>166,621</u> | <u>22,149</u> | <u>108,089</u> | <u>195,888</u> | <u>1,079,641</u> |
| - | 122,496 | - | 36,623 | - | 718,553 |
| 4,540 | 39,830 | 21,213 | 69,554 | - | - |
| 2,684 | - | 936 | - | - | - |
| - | 4,295 | - | 1,912 | - | 33,173 |
| - | - | - | - | - | - |
| - | - | - | - | - | 181,561 |
| - | - | - | - | - | - |
| - | - | - | - | - | 146,354 |
| - | - | - | - | - | - |
| - | - | - | - | 195,888 | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>7,224</u> | <u>166,621</u> | <u>22,149</u> | <u>108,089</u> | <u>195,888</u> | <u>1,079,641</u> |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

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

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR FUNDS
FOR THE YEAR ENDING JUNE 30, 2016

| | Special Revenue | | | |
|--|-----------------|---------------|----------------|------------------|
| | Title I 1003g | IDEA-B | English | Teacher / |
| | Grant | Plan Results | Language | Principal |
| | 24124 | 24132 | 24153 | 24154 |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | 2,676 | 48,550 | 468,774 | 1,315,307 |
| Charges for services | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total Revenues</i> | <u>2,676</u> | <u>48,550</u> | <u>468,774</u> | <u>1,315,307</u> |
| <i>Expenditures:</i> | | | | |
| Current: | | | | |
| Instruction | - | 47,494 | 463,359 | 1,128,994 |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | 160,232 |
| General Administration | - | 1,056 | 5,415 | 26,081 |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Service | - | - | - | - |
| Capital Outlay | - | - | - | - |
| Debt Service - Principal | - | - | - | - |
| Debt Service - Interest | - | - | - | - |
| <i>Total Expenditures</i> | <u>-</u> | <u>48,550</u> | <u>468,774</u> | <u>1,315,307</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>2,676</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Operating transfers | - | - | - | - |
| Return of cash to PED | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balance</i> | <u>2,676</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Fund balances - end of year</i> | <u>\$ 2,676</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

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

| Special Revenue | | | | | |
|--|--|---|---|--|--|
| Rural and Low Income Schools 24160 | Title I School Improvement 24162 | Carl D Perkins Secondary 24174 | Carl D Perkins Secondary PY Obligation 24175 | Carl D Perkins Secondary Redistribution 24176 | USDA 2010 Equipment Assist. Program 24183 |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | - | - | - | - |
| 178,555 | 272,078 | 175,017 | 1,502 | 7,020 | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>178,555</u> | <u>272,078</u> | <u>175,017</u> | <u>1,502</u> | <u>7,020</u> | <u>-</u> |
| 178,555 | 268,554 | 173,988 | - | 7,020 | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | 3,524 | 1,029 | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>178,555</u> | <u>272,078</u> | <u>175,017</u> | <u>-</u> | <u>7,020</u> | <u>-</u> |
| - | - | - | 1,502 | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | 1,502 | - | - |
| - | - | - | - | - | - |
| <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 1,502</u> | <u>\$ -</u> | <u>\$ -</u> |

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

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR FUNDS
FOR THE YEAR ENDING JUNE 30, 2016

| | Special Revenue | | | |
|--|------------------------|-------------------|-------------------------------|---------------------------------|
| | USHHS/CDC | Johnson | Impact Aid | Title XIX |
| | School Health 24186 | O'Malley 25131 | Special Education 25145 | Medicaid 3/21 Years 25153 |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | 6,022 | 464,911 | 764,974 | 370,363 |
| Charges for services | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total Revenues</i> | <u>6,022</u> | <u>464,911</u> | <u>764,974</u> | <u>370,363</u> |
| <i>Expenditures:</i> | | | | |
| Current: | | | | |
| Instruction | 6,022 | 285,013 | 74,480 | 1,675 |
| Support Services | | | | |
| Students | - | - | 147,035 | 208,548 |
| Instruction | - | 118,565 | 391,031 | 1,316 |
| General Administration | - | 12,839 | 18,486 | 6,446 |
| School Administration | - | - | - | - |
| Central Services | - | - | - | 523 |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Service | - | - | - | - |
| Capital Outlay | - | - | - | - |
| Debt Service - Principal | - | - | - | - |
| Debt Service - Interest | - | - | - | - |
| <i>Total Expenditures</i> | <u>6,022</u> | <u>416,417</u> | <u>631,032</u> | <u>218,508</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>48,494</u> | <u>133,942</u> | <u>151,855</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Operating transfers | - | - | - | - |
| Return of cash to PED | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balance</i> | <u>-</u> | <u>48,494</u> | <u>133,942</u> | <u>151,855</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>(34,141)</u> | <u>1,641,421</u> | <u>617,595</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ 14,353</u> | <u>\$ 1,775,363</u> | <u>\$ 769,450</u> |

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

| Special Revenue | | | | | |
|--|--|------------------------------------|---|------------------------|---|
| Child Care Block Grant CYFD 25157 | Child and Adult Food Program 25171 | Indian Health Services 25173 | Indian Education Formula Grant 25184 | Navajo Nation 25201 | Title V Indian Health Care Improvement Act 25209 |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | - | - | - | - |
| 57,988 | 5,156 | - | 1,613,570 | 122,537 | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>57,988</u> | <u>5,156</u> | <u>-</u> | <u>1,613,570</u> | <u>122,537</u> | <u>-</u> |
| - | - | - | 1,563,813 | - | - |
| 45,247 | 4,461 | - | - | 118,912 | - |
| - | - | - | - | - | - |
| - | - | - | 49,757 | 3,625 | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>45,247</u> | <u>4,461</u> | <u>-</u> | <u>1,613,570</u> | <u>122,537</u> | <u>-</u> |
| <u>12,741</u> | <u>695</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>12,741</u> | <u>695</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <u>50,871</u> | <u>13,321</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>180,492</u> |
| <u>\$ 63,612</u> | <u>\$ 14,016</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 180,492</u> |

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

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR FUNDS
FOR THE YEAR ENDING JUNE 30, 2016

| | Special Revenue | | | |
|--|----------------------------------|-------------------------------|---|---------------------------------|
| | SEG Federal Stimulus 25250 | Save the Children 26143 | Pump up the Volume in Preschools 26201 | Peer Helper Program 26214 |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | 150 | - | - | - |
| Charges for services | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total Revenues</i> | <u>150</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Expenditures:</i> | | | | |
| Current: | | | | |
| Instruction | - | - | - | 22,519 |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Service | - | - | - | - |
| Capital Outlay | - | - | - | - |
| Debt Service - Principal | - | - | - | - |
| Debt Service - Interest | - | - | - | - |
| <i>Total Expenditures</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>22,519</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>150</u> | <u>-</u> | <u>-</u> | <u>(22,519)</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Operating transfers | - | - | - | - |
| Return of cash to PED | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balance</i> | <u>150</u> | <u>-</u> | <u>-</u> | <u>(22,519)</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>(14,841)</u> | <u>(10,263)</u> | <u>23,913</u> |
| <i>Fund balances - end of year</i> | <u>\$ 150</u> | <u>\$ (14,841)</u> | <u>\$ (10,263)</u> | <u>\$ 1,394</u> |

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

| Special Revenue | | | | | | |
|--|------------------------------|---|--|--|---------------------------|----------------------------------|
| Dual Credit Instructional Materials 27103 | Library GO Bonds 27106 | 2012 GO Bond Student Library SB-66 27107 | NM Reads to Lead K-3 Reading Initiative 27114 | NM Reads to Lead K-3 Reading Initiative 27115 | Pre-K Initiative 27149 | Indian Education Act 27150 |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| 45,282 | - | 624 | 193,796 | 3,624 | 803,384 | 10,951 |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| 45,282 | - | 624 | 193,796 | 3,624 | 803,384 | 10,951 |
| 45,282 | - | - | 193,796 | 3,624 | 799,937 | 10,614 |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | 3,447 | 338 |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| 45,282 | - | - | 193,796 | 3,624 | 803,384 | 10,952 |
| - | - | 624 | - | - | - | (1) |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| - | - | 624 | - | - | - | (1) |
| - | 82 | 298 | - | - | - | 996 |
| \$ - | \$ 82 | \$ 922 | \$ - | \$ - | \$ - | \$ 995 |

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

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR FUNDS
FOR THE YEAR ENDING JUNE 30, 2016

| | Special Revenue | | | |
|--|--|-------------------------------------|-------------------------------------|---|
| | Breakfast for Elementary Students 27155 | Kindergarten Three Plus 27166 | After School Enrichment 27168 | 2010 GO Bond Instructional Materials 27171 |
| | \$ - | \$ - | \$ - | \$ - |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | 36,050 | 994,750 | 21,753 | - |
| Federal grants | - | - | - | - |
| Charges for services | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total Revenues</i> | <u>36,050</u> | <u>994,750</u> | <u>21,753</u> | <u>-</u> |
| <i>Expenditures:</i> | | | | |
| Current: | | | | |
| Instruction | - | 983,343 | - | 71 |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | 10,362 | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | 36,050 | - | - | - |
| Community Service | - | - | - | - |
| Capital Outlay | - | - | - | - |
| Debt Service - Principal | - | - | - | - |
| Debt Service - Interest | - | - | - | - |
| <i>Total Expenditures</i> | <u>36,050</u> | <u>993,705</u> | <u>-</u> | <u>71</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>1,045</u> | <u>21,753</u> | <u>(71)</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Operating transfers | - | - | - | - |
| Return of cash to PED | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balance</i> | <u>-</u> | <u>1,045</u> | <u>21,753</u> | <u>(71)</u> |
| <i>Fund balances - beginning of year</i> | <u>56,572</u> | <u>(924)</u> | <u>(21,348)</u> | <u>71</u> |
| <i>Fund balances - end of year</i> | <u>\$ 56,572</u> | <u>\$ 121</u> | <u>\$ 405</u> | <u>\$ -</u> |

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

| Special Revenue | | | | | |
|---|--------------------------|--|--|------------------------------------|---------------------------------|
| Science Instructional Materials K-12 27176 | 2013 School Bus 27178 | Teacher and Achool Leader Incentive Pay 27188 | Teacher and Achool Leader Incentive Pay Group 27190 | Teachers Hard to Staff 27195 | School Wellness HED 28106 |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | 700,328 | - | 380,000 | 86,349 | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | 700,328 | - | 380,000 | 86,349 | - |
| - | - | - | 380,000 | 86,349 | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | 258,920 | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | 258,920 | - | 380,000 | 86,349 | - |
| - | 441,408 | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | 441,408 | - | - | - | - |
| 322 | (441,408) | - | - | - | 4,678 |
| \$ 322 | \$ - | \$ - | \$ - | \$ - | \$ 4,678 |

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

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR FUNDS
FOR THE YEAR ENDING JUNE 30, 2016

| | Special Revenue | | | |
|--|---|--------------------------------|---------------------------------|---|
| | Office of Child Development 28170 | GRADS - Child Care 28189 | GRADS - Instruction 28190 | Smart Start K-3 Utah State Study 28191 |
| | 28170 | 28189 | 28190 | 28191 |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | 6,170 | 9,974 | 75,308 |
| Federal grants | - | - | - | - |
| Charges for services | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total Revenues</i> | <u>-</u> | <u>6,170</u> | <u>9,974</u> | <u>75,308</u> |
| <i>Expenditures:</i> | | | | |
| Current: | | | | |
| Instruction | - | - | 9,848 | 70,871 |
| Support Services | | | | |
| Students | - | 5,569 | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | 4,437 |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Service | - | - | - | - |
| Capital Outlay | - | - | - | - |
| Debt Service - Principal | - | - | - | - |
| Debt Service - Interest | - | - | - | - |
| <i>Total Expenditures</i> | <u>-</u> | <u>5,569</u> | <u>9,848</u> | <u>75,308</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>601</u> | <u>126</u> | <u>-</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Operating transfers | - | - | - | - |
| Return of cash to PED | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balance</i> | <u>-</u> | <u>601</u> | <u>126</u> | <u>-</u> |
| <i>Fund balances - beginning of year</i> | <u>24,318</u> | <u>12,616</u> | <u>18,032</u> | <u>(7,545)</u> |
| <i>Fund balances - end of year</i> | <u>\$ 24,318</u> | <u>\$ 13,217</u> | <u>\$ 18,158</u> | <u>\$ (7,545)</u> |

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

| Special Revenue | | | Capital Projects | | |
|---|---------------------|-----------------------------------|----------------------------------|---|---|
| CYFD Parents as Teacher Model 28193 | GRADS Plus 28203 | Private Direct Grants 29102 | Special Revenue Bond 31110 | Special Capital Outlay State 31400 | Special Capital Outlay Federal 31500 |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| 417,737 | 12,155 | - | - | - | - |
| - | - | - | - | - | 17,098 |
| - | - | 6,180 | - | - | - |
| - | - | - | - | - | - |
| <u>417,737</u> | <u>12,155</u> | <u>6,180</u> | <u>-</u> | <u>-</u> | <u>17,098</u> |
| - | 11,942 | 11,841 | - | - | - |
| 406,311 | - | - | - | - | - |
| - | - | - | - | - | - |
| 9,120 | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | 352,632 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>415,431</u> | <u>11,942</u> | <u>11,841</u> | <u>-</u> | <u>-</u> | <u>352,632</u> |
| <u>2,306</u> | <u>213</u> | <u>(5,661)</u> | <u>-</u> | <u>-</u> | <u>(335,534)</u> |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| <u>2,306</u> | <u>213</u> | <u>(5,661)</u> | <u>-</u> | <u>-</u> | <u>(335,534)</u> |
| <u>137</u> | <u>235</u> | <u>18,722</u> | <u>647,932</u> | <u>70,000</u> | <u>799,735</u> |
| <u>\$ 2,443</u> | <u>\$ 448</u> | <u>\$ 13,061</u> | <u>\$ 647,932</u> | <u>\$ 70,000</u> | <u>\$ 464,201</u> |

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

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR FUNDS
FOR THE YEAR ENDING JUNE 30, 2016

Statement B-2

| | Capital Projects | | Total |
|--|---|---|--------------|
| | Public School Capital Outlay 31200 | Public School Capital Outlay 20% 32100 | |
| <i>Revenues:</i> | | | |
| Property taxes | \$ - | \$ - | \$ - |
| State grants | - | - | 3,798,235 |
| Federal grants | - | - | 18,243,723 |
| Charges for services | - | - | 870,042 |
| Miscellaneous | - | - | 6,180 |
| Interest | - | - | 109 |
| <i>Total Revenues</i> | - | - | 22,918,289 |
| <i>Expenditures:</i> | | | |
| Current: | | | |
| Instruction | - | - | 17,346,000 |
| Support Services | | | |
| Students | - | - | 3,190,942 |
| Instruction | - | - | 826,627 |
| General Administration | - | - | 436,181 |
| School Administration | - | - | - |
| Central Services | - | - | 227,287 |
| Operation & Maintenance of Plant | - | - | 14,799 |
| Student Transportation | - | - | 405,274 |
| Other Support Services | - | - | - |
| Food Services Operations | - | - | 231,938 |
| Community Service | - | - | 9,335 |
| Capital Outlay | - | - | 352,632 |
| Debt Service - Principal | - | - | - |
| Debt Service - Interest | - | - | - |
| <i>Total Expenditures</i> | - | - | 23,041,015 |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | - | - | (122,726) |
| <i>Other financing sources (uses):</i> | | | |
| Operating transfers | - | - | - |
| Return of cash to PED | - | - | - |
| <i>Total other financing sources (uses)</i> | - | - | - |
| <i>Net changes in fund balance</i> | - | - | (122,726) |
| <i>Fund balances - beginning of year</i> | 1 | 1 | 5,399,148 |
| <i>Fund balances - end of year</i> | \$ 1 | \$ 1 | \$ 5,276,422 |

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

STATE OF NEW MEXICO

Statement B-3

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 ATHLETICS SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|--|------------------|------------------|---------------------|-------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | - | - | - | - |
| Miscellaneous | 200,000 | 200,000 | 300,816 | 100,816 |
| Interest | - | - | 109 | 109 |
| <i>Total revenues</i> | <u>200,000</u> | <u>200,000</u> | <u>300,925</u> | <u>100,925</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | 749,608 | 749,607 | 559,732 | 189,875 |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>749,608</u> | <u>749,607</u> | <u>559,732</u> | <u>189,875</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>(549,608)</u> | <u>(549,607)</u> | <u>(258,807)</u> | <u>290,800</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | 549,608 | 549,607 | - | (549,607) |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>549,608</u> | <u>549,607</u> | <u>-</u> | <u>(549,607)</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>(258,807)</u> | <u>(258,807)</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>571,421</u> | <u>571,421</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 312,614</u> | <u>\$ 312,614</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | - | |
| Adjustments to expenditures | | | (176) | |
| <i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i> | | | <u>\$ (258,983)</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-4

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 NON-INSTRUCTIONAL SUPPORT SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | <u>Budgeted Amounts</u> | | | |
|--|-------------------------|---------------------|---------------------|-------------------|
| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance</u> |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | 570,784 | 570,784 |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>-</u> | <u>570,784</u> | <u>570,784</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | 944,826 | 944,826 | 899,450 | 45,376 |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>944,826</u> | <u>944,826</u> | <u>899,450</u> | <u>45,376</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>(944,826)</u> | <u>(944,826)</u> | <u>(328,666)</u> | <u>616,160</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | 944,826 | 944,826 | - | (944,826) |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>944,826</u> | <u>944,826</u> | <u>-</u> | <u>(944,826)</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>(328,666)</u> | <u>(328,666)</u> |
| <i>Fund balances - beginning of year</i> | | <u>-</u> | <u>1,224,381</u> | <u>1,224,381</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 895,715</u> | <u>\$ 895,715</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (1,558) | |
| Adjustments to expenditures | | | 10,136 | |
| <i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i> | | | <u>\$ (320,088)</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
TITLE I SPECIAL REVENUE FUND

Statement B-5

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016**

| | Budgeted Amounts | | | |
|--|------------------|------------------|-----------------------|-----------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | 6,872,918 | 7,706,998 | 7,871,295 | 164,297 |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>6,872,918</u> | <u>7,706,998</u> | <u>7,871,295</u> | <u>164,297</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | 6,401,136 | 7,276,029 | 6,866,033 | 409,996 |
| Support Services | | | | |
| Students | 4,000 | - | - | - |
| Instruction | 210,568 | 157,414 | 149,193 | 8,221 |
| General Administration | 210,711 | 227,544 | 191,229 | 36,315 |
| School Administration | - | 2,000 | - | 2,000 |
| Central Services | 46,503 | 44,011 | 43,980 | 31 |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>6,872,918</u> | <u>7,706,998</u> | <u>7,250,435</u> | <u>456,563</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>620,860</u> | <u>620,860</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| Return of cash to PED | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>620,860</u> | <u>620,860</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>(2,657,626)</u> | <u>(2,657,626)</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (2,036,766)</u> | <u>\$ (2,036,766)</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (619,039) | |
| Adjustments to expenditures | | | (1,821) | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-6

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
ENTITLEMENT IDEA-B SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|--|------------------|------------------|-----------------------|-----------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | 2,459,413 | 5,005,373 | 2,027,160 | (2,978,213) |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>2,459,413</u> | <u>5,005,373</u> | <u>2,027,160</u> | <u>(2,978,213)</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | 1,000,000 | 1,983,862 | 1,311,138 | 672,724 |
| Support Services | | | | |
| Students | 1,379,513 | 2,830,904 | 2,020,914 | 809,990 |
| Instruction | - | - | - | - |
| General Administration | 79,900 | 160,607 | 64,409 | 96,198 |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | 30,000 | 9,335 | 20,665 |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>2,459,413</u> | <u>5,005,373</u> | <u>3,405,796</u> | <u>1,599,577</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>(1,378,636)</u> | <u>(1,378,636)</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>(1,378,636)</u> | <u>(1,378,636)</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>(658,486)</u> | <u>(658,486)</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (2,037,122)</u> | <u>\$ (2,037,122)</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | 1,492,447 | |
| Adjustments to expenditures | | | (113,811) | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
NEW MEXICO AUTISM PROJECT SPECAIL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|------------------|--------------|-------------------|-------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | - | 8,000 | 4,181 | (3,819) |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>8,000</u> | <u>4,181</u> | <u>(3,819)</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | - | 5,200 | 4,540 | 660 |
| Instruction | - | 2,800 | 2,684 | 116 |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>-</u> | <u>8,000</u> | <u>7,224</u> | <u>776</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>(3,043)</u> | <u>(3,043)</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>(3,043)</u> | <u>(3,043)</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>(3,900)</u> | <u>(3,900)</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (6,943)</u> | <u>\$ (6,943)</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | 3,043 | |
| Adjustments to expenditures | | | - | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-8

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 PRESCHOOL IDEA-B SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|------------------|----------------|--------------------|--------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | 119,831 | 214,572 | 158,859 | (55,713) |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>119,831</u> | <u>214,572</u> | <u>158,859</u> | <u>(55,713)</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | 70,774 | 165,027 | 120,882 | 44,145 |
| Support Services | | | | |
| Students | 45,259 | 42,744 | 39,830 | 2,914 |
| Instruction | - | - | - | - |
| General Administration | 3,798 | 6,801 | 4,295 | 2,506 |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>119,831</u> | <u>214,572</u> | <u>165,007</u> | <u>49,565</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>(6,148)</u> | <u>(6,148)</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>(6,148)</u> | <u>(6,148)</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>(59,742)</u> | <u>(59,742)</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (65,890)</u> | <u>\$ (65,890)</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | 7,762 | |
| Adjustments to expenditures | | | (1,614) | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-9

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 EDUCATION OF HOMELESS SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|------------------|---------------|--------------------|--------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | 18,984 | 24,121 | 14,847 | (9,274) |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>18,984</u> | <u>24,121</u> | <u>14,847</u> | <u>(9,274)</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | 18,484 | 22,721 | 21,213 | 1,508 |
| Instruction | 500 | 1,400 | 936 | 464 |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>18,984</u> | <u>24,121</u> | <u>22,149</u> | <u>1,972</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>(7,302)</u> | <u>(7,302)</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| Return of cash to PED | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>(7,302)</u> | <u>(7,302)</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>(3,958)</u> | <u>(3,958)</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (11,260)</u> | <u>\$ (11,260)</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | 7,302 | |
| Adjustments to expenditures | | | - | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-10

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
PRIVATE SCHOOLS SHARE IDEA-B SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|------------------|----------------|--------------------|--------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | 61,088 | 133,380 | 68,876 | (64,504) |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>61,088</u> | <u>133,380</u> | <u>68,876</u> | <u>(64,504)</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | 35,121 | 37,894 | 36,623 | 1,271 |
| Support Services | | | | |
| Students | 24,030 | 91,258 | 69,554 | 21,704 |
| Instruction | - | - | - | - |
| General Administration | 1,937 | 4,228 | 1,912 | 2,316 |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>61,088</u> | <u>133,380</u> | <u>108,089</u> | <u>25,291</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>(39,213)</u> | <u>(39,213)</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>(39,213)</u> | <u>(39,213)</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>(19,838)</u> | <u>(19,838)</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (59,051)</u> | <u>\$ (59,051)</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | 39,213 | |
| Adjustments to expenditures | | | - | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-11

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 FRESH FRUITS & VEGETABLES SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|------------------|----------------|--------------------|--------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | - | 214,443 | 190,243 | (24,200) |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>214,443</u> | <u>190,243</u> | <u>(24,200)</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | 214,443 | 195,888 | 18,555 |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>-</u> | <u>214,443</u> | <u>195,888</u> | <u>18,555</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>(5,645)</u> | <u>(5,645)</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>(5,645)</u> | <u>(5,645)</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>(23,766)</u> | <u>(23,766)</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (29,411)</u> | <u>\$ (29,411)</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | 5,645 | |
| Adjustments to expenditures | | | - | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-12

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS

21ST CENTURY SPECIAL REVENUE FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|--|------------------|------------------|---------------------|---------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | 1,305,018 | 1,305,018 | 1,271,103 | (33,915) |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>1,305,018</u> | <u>1,305,018</u> | <u>1,271,103</u> | <u>(33,915)</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | 886,033 | 886,033 | 718,553 | 167,480 |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | 41,369 | 41,369 | 33,173 | 8,196 |
| School Administration | - | - | - | - |
| Central Services | 221,376 | 221,376 | 181,561 | 39,815 |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | 156,240 | 156,240 | 146,354 | 9,886 |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>1,305,018</u> | <u>1,305,018</u> | <u>1,079,641</u> | <u>225,377</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>191,462</u> | <u>191,462</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>191,462</u> | <u>191,462</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>(440,301)</u> | <u>(440,301)</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (248,839)</u> | <u>\$ (248,839)</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (191,462) | |
| Adjustments to expenditures | | | - | |
| <i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i> | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-13

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 TITLE I 1003G GRANT SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | Variance |
|--|------------------|--------------|-----------------|-----------------|
| | Original Budget | Final Budget | Actual | |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>2,676</u> | <u>2,676</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 2,676</u> | <u>\$ 2,676</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | 2,676 | |
| Adjustments to expenditures | | | - | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ 2,676</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-14

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 IDEA-B PLAN RESULTS SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|--|------------------|---------------|-------------------|-------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | 60,000 | 60,000 | 194,219 | 134,219 |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>60,000</u> | <u>60,000</u> | <u>194,219</u> | <u>134,219</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | 58,732 | 58,574 | 47,494 | 11,080 |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | 1,268 | 1,426 | 1,056 | 370 |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>60,000</u> | <u>60,000</u> | <u>48,550</u> | <u>11,450</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>145,669</u> | <u>145,669</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>145,669</u> | <u>145,669</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>(149,169)</u> | <u>(149,169)</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (3,500)</u> | <u>\$ (3,500)</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (145,669) | |
| Adjustments to expenditures | | | - | |
| <i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i> | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-15

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 ENGLISH LANGUAGE ACQUISITION SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|------------------|----------------|---------------------|---------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | 276,154 | 607,587 | 221,334 | (386,253) |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>276,154</u> | <u>607,587</u> | <u>221,334</u> | <u>(386,253)</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | 268,239 | 601,854 | 457,847 | 144,007 |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | 2,500 | 318 | - | 318 |
| General Administration | 5,415 | 5,415 | 5,415 | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>276,154</u> | <u>607,587</u> | <u>463,262</u> | <u>144,325</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>(241,928)</u> | <u>(241,928)</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>(241,928)</u> | <u>(241,928)</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>(57,938)</u> | <u>(57,938)</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (299,866)</u> | <u>\$ (299,866)</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | 247,440 | |
| Adjustments to expenditures | | | (5,512) | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-16

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
TEACHER/PRINCIPAL TRAINING/RECRUITING SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|--|------------------|------------------|---------------------|---------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | 863,888 | 1,968,882 | 1,433,142 | (535,740) |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>863,888</u> | <u>1,968,882</u> | <u>1,433,142</u> | <u>(535,740)</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | 660,589 | 1,746,884 | 759,665 | 987,219 |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | 177,218 | 195,917 | 154,771 | 41,146 |
| General Administration | 26,081 | 26,081 | 26,081 | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>863,888</u> | <u>1,968,882</u> | <u>940,517</u> | <u>1,028,365</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>492,625</u> | <u>492,625</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>492,625</u> | <u>492,625</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>(650,045)</u> | <u>(650,045)</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (157,420)</u> | <u>\$ (157,420)</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (117,835) | |
| Adjustments to expenditures | | | (374,790) | |
| <i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i> | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-17

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
RURAL AND LOW INCOME SCHOOLS SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|--|------------------|----------------|--------------------|--------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | 184,380 | 184,380 | 253,740 | 69,360 |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>184,380</u> | <u>184,380</u> | <u>253,740</u> | <u>69,360</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | 184,380 | 184,380 | 178,555 | 5,825 |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>184,380</u> | <u>184,380</u> | <u>178,555</u> | <u>5,825</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>75,185</u> | <u>75,185</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>75,185</u> | <u>75,185</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>(97,107)</u> | <u>(97,107)</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (21,922)</u> | <u>\$ (21,922)</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (75,185) | |
| Adjustments to expenditures | | | - | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-18

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 TITLE I SCHOOL IMPROVEMENT SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|------------------|----------------|--------------------|--------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | - | 313,967 | 321,921 | 7,954 |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>313,967</u> | <u>321,921</u> | <u>7,954</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | 304,896 | 270,627 | 34,269 |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | 9,071 | 3,524 | 5,547 |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>-</u> | <u>313,967</u> | <u>274,151</u> | <u>39,816</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>47,770</u> | <u>47,770</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>47,770</u> | <u>47,770</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>(83,833)</u> | <u>(83,833)</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (36,063)</u> | <u>\$ (36,063)</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (49,843) | |
| Adjustments to expenditures | | | 2,073 | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-19

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 CARL D PERKINS SECONDARY SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|--|------------------|----------------|-------------------|-------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | 182,088 | 195,729 | 226,385 | 30,656 |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>182,088</u> | <u>195,729</u> | <u>226,385</u> | <u>30,656</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | 181,059 | 194,700 | 173,988 | 20,712 |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | 1,029 | 1,029 | 1,029 | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>182,088</u> | <u>195,729</u> | <u>175,017</u> | <u>20,712</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>51,368</u> | <u>51,368</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>51,368</u> | <u>51,368</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>(58,111)</u> | <u>(58,111)</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (6,743)</u> | <u>\$ (6,743)</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (51,368) | |
| Adjustments to expenditures | | | - | |
| <i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i> | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-20

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 CARL D PERKINS SECONDARY PY OBLIGATION SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | Variance |
|---|------------------|--------------|-----------------|-----------------|
| | Original Budget | Final Budget | Actual | |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Fund balances - beginning of year</i> | | - | 1,502 | 1,502 |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 1,502</u> | <u>\$ 1,502</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | 1,502 | |
| Adjustments to expenditures | | | - | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ 1,502</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-21

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 CARL D PERKINS SECONDARY REDISTRIBUTION SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|------------------|---------------|-------------------|-------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | - | 35,558 | - | (35,558) |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>35,558</u> | <u>-</u> | <u>(35,558)</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | 35,558 | 7,020 | 28,538 |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>-</u> | <u>35,558</u> | <u>7,020</u> | <u>28,538</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>(7,020)</u> | <u>(7,020)</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| Return of funds to PED | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>(7,020)</u> | <u>(7,020)</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>2</u> | <u>2</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (7,018)</u> | <u>\$ (7,018)</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | 7,020 | |
| Adjustments to expenditures | | | - | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-22

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 USDA 2010 EQUIPMENT ASSIST. PROGRAM SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|--|------------------|--------------|-----------------|-----------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | - | - | 11,145 | 11,145 |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>-</u> | <u>11,145</u> | <u>11,145</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>11,145</u> | <u>11,145</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>11,145</u> | <u>11,145</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>(11,145)</u> | <u>(11,145)</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (11,145) | |
| Adjustments to expenditures | | | - | |
| <i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i> | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-23

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 USHHS/CDC SCHOOL HEALTH SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|------------------|--------------|-------------------|-------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | - | 7,500 | - | (7,500) |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>7,500</u> | <u>-</u> | <u>(7,500)</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | 7,500 | 6,022 | 1,478 |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>-</u> | <u>7,500</u> | <u>6,022</u> | <u>1,478</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>(6,022)</u> | <u>(6,022)</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>(6,022)</u> | <u>(6,022)</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (6,022)</u> | <u>\$ (6,022)</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | 6,022 | |
| Adjustments to expenditures | | | - | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-24

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
JOHNSON O'MALLEY SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|------------------|----------------|---------------------|---------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | - | 593,981 | 767,756 | 173,775 |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>593,981</u> | <u>767,756</u> | <u>173,775</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | 451,683 | 286,438 | 165,245 |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | 123,350 | 118,565 | 4,785 |
| General Administration | - | 18,800 | 12,839 | 5,961 |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | 148 | - | 148 |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>-</u> | <u>593,981</u> | <u>417,842</u> | <u>176,139</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>349,914</u> | <u>349,914</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>349,914</u> | <u>349,914</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>(527,561)</u> | <u>(527,561)</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (177,647)</u> | <u>\$ (177,647)</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (302,845) | |
| Adjustments to expenditures | | | 1,425 | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ 48,494</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-25

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 IMPACT AID SPECIAL EDUCATION SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | <u>Budgeted Amounts</u> | | | |
|---|-------------------------|---------------------|---------------------|---------------------|
| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance</u> |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | - | - | 779,422 | 779,422 |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>-</u> | <u>779,422</u> | <u>779,422</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | 671,310 | 671,310 | 74,480 | 596,830 |
| Support Services | | | | |
| Students | 321,862 | 308,862 | 147,035 | 161,827 |
| Instruction | 568,150 | 581,150 | 382,507 | 198,643 |
| General Administration | 46,360 | 46,360 | 18,486 | 27,874 |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>1,607,682</u> | <u>1,607,682</u> | <u>622,508</u> | <u>985,174</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>(1,607,682)</u> | <u>(1,607,682)</u> | <u>156,914</u> | <u>1,764,596</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | 1,607,682 | 1,607,682 | - | (1,607,682) |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>1,607,682</u> | <u>1,607,682</u> | <u>-</u> | <u>(1,607,682)</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>156,914</u> | <u>156,914</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>1,665,675</u> | <u>1,665,675</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 1,822,589</u> | <u>\$ 1,822,589</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (14,448) | |
| Adjustments to expenditures | | | (8,524) | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ 133,942</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-26

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 TITLE XIX MEDICAID 3/21 YEARS SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|--|------------------|----------------|-------------------|-------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | 315,641 | 315,641 | 471,374 | 155,733 |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>315,641</u> | <u>315,641</u> | <u>471,374</u> | <u>155,733</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | 2,000 | 1,675 | 325 |
| Support Services | | | | |
| Students | 305,613 | 267,851 | 209,104 | 58,747 |
| Instruction | - | 5,762 | 1,316 | 4,446 |
| General Administration | 10,028 | 10,028 | 6,446 | 3,582 |
| School Administration | - | - | - | - |
| Central Services | - | 30,000 | 523 | 29,477 |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>315,641</u> | <u>315,641</u> | <u>219,064</u> | <u>96,577</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>252,310</u> | <u>252,310</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>252,310</u> | <u>252,310</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>523,714</u> | <u>523,714</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 776,024</u> | <u>\$ 776,024</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (101,011) | |
| Adjustments to expenditures | | | 556 | |
| <i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i> | | | <u>\$ 151,855</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-27

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
CHILD CARE BLOCK GRANT CYFD SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|--|------------------|-----------------|------------------|------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | - | - | 57,988 | 57,988 |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>-</u> | <u>57,988</u> | <u>57,988</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | 45,620 | 45,620 | 45,247 | 373 |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>45,620</u> | <u>45,620</u> | <u>45,247</u> | <u>373</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>(45,620)</u> | <u>(45,620)</u> | <u>12,741</u> | <u>58,361</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | 45,620 | 45,620 | - | (45,620) |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>45,620</u> | <u>45,620</u> | <u>-</u> | <u>(45,620)</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>12,741</u> | <u>12,741</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>52,426</u> | <u>52,426</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 65,167</u> | <u>\$ 65,167</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | - | |
| Adjustments to expenditures | | | - | |
| <i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i> | | | <u>\$ 12,741</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-28

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
CHILD AND ADULT FOOD PROGRAM SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|--|------------------|-----------------|------------------|------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | - | - | 5,156 | 5,156 |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>-</u> | <u>5,156</u> | <u>5,156</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | 12,724 | 12,724 | 4,461 | 8,263 |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>12,724</u> | <u>12,724</u> | <u>4,461</u> | <u>8,263</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>(12,724)</u> | <u>(12,724)</u> | <u>695</u> | <u>13,419</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | 12,724 | 12,724 | - | (12,724) |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>12,724</u> | <u>12,724</u> | <u>-</u> | <u>(12,724)</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>695</u> | <u>695</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>13,321</u> | <u>13,321</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 14,016</u> | <u>\$ 14,016</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | - | |
| Adjustments to expenditures | | | - | |
| <i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i> | | | <u>\$ 695</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-29

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 INDIAN HEALTH SERVICES SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|------------------|--------------|---------------|---------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>180</u> | <u>180</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 180</u> | <u>\$ 180</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | - | |
| Adjustments to expenditures | | | - | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-30

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 INDIAN EDUCATION FORMULA GRANT SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|------------------|------------------|------------------|------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | 1,672,634 | 1,680,029 | 1,614,700 | (65,329) |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>1,672,634</u> | <u>1,680,029</u> | <u>1,614,700</u> | <u>(65,329)</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | 1,619,612 | 1,627,007 | 1,569,637 | 57,370 |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | 53,022 | 53,022 | 49,757 | 3,265 |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>1,672,634</u> | <u>1,680,029</u> | <u>1,619,394</u> | <u>60,635</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>(4,694)</u> | <u>(4,694)</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>(4,694)</u> | <u>(4,694)</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>70,845</u> | <u>70,845</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 66,151</u> | <u>\$ 66,151</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (1,130) | |
| Adjustments to expenditures | | | 5,824 | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-31

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 NAVAJO NATION SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|--|------------------|----------------|---------------------|---------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | - | 123,230 | 107,584 | (15,646) |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>123,230</u> | <u>107,584</u> | <u>(15,646)</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | - | 119,605 | 118,912 | 693 |
| Instruction | - | - | - | - |
| General Administration | - | 3,625 | 3,625 | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>-</u> | <u>123,230</u> | <u>122,537</u> | <u>693</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>(14,953)</u> | <u>(14,953)</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>(14,953)</u> | <u>(14,953)</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>(100,656)</u> | <u>(100,656)</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (115,609)</u> | <u>\$ (115,609)</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | 14,953 | |
| Adjustments to expenditures | | | - | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-32

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 TITLE V INDIAN HEALTH CARE IMPROVEMENT ACT SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|------------------|--------------|-------------------|-------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>185,024</u> | <u>185,024</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 185,024</u> | <u>\$ 185,024</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | - | |
| Adjustments to expenditures | | | - | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-33

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 SEG FEDERAL STIMULUS SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | Actual | Variance |
|--|------------------|--------------|---------------|-------------|
| | Original Budget | Final Budget | | |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>1</u> | <u>1</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 1</u> | <u>\$ 1</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | 150 | |
| Adjustments to expenditures | | | - | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ 150</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-34

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 SAVE THE CHILDREN SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | <u>Budgeted Amounts</u> | | | |
|---|-------------------------|---------------------|--------------------|--------------------|
| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance</u> |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>(14,841)</u> | <u>(14,841)</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (14,841)</u> | <u>\$ (14,841)</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | - | |
| Adjustments to expenditures | | | - | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-35

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
PUMP UP THE VOLUME IN PRESCHOOLS SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

| | <u>Budgeted Amounts</u> | | | |
|---|-------------------------|---------------------|--------------------|--------------------|
| | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance</u> |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>(10,263)</u> | <u>(10,263)</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (10,263)</u> | <u>\$ (10,263)</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | - | |
| Adjustments to expenditures | | | - | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-36

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
PEER HELPER PROGRAM SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|--|------------------|---------------|--------------------|-----------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | 27,000 | - | (27,000) |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>27,000</u> | <u>-</u> | <u>(27,000)</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | 27,000 | 22,419 | 4,581 |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>-</u> | <u>27,000</u> | <u>22,419</u> | <u>4,581</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>(22,419)</u> | <u>(22,419)</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>(22,419)</u> | <u>(22,419)</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>23,913</u> | <u>23,913</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 1,494</u> | <u>\$ 1,494</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | - | |
| Adjustments to expenditures | | | (100) | |
| <i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i> | | | <u>\$ (22,519)</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-37

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 DUAL CREDIT INSTRUCTIONAL MATERIALS SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | Variance |
|--|------------------|---------------|-----------------|-----------------|
| | Original Budget | Final Budget | Actual | |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | 45,282 | 81,777 | 36,495 |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>45,282</u> | <u>81,777</u> | <u>36,495</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | 45,282 | 45,282 | - |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>-</u> | <u>45,282</u> | <u>45,282</u> | <u>-</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>36,495</u> | <u>36,495</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>36,495</u> | <u>36,495</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>(36,495)</u> | <u>(36,495)</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (36,495) | |
| Adjustments to expenditures | | | - | |
| <i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i> | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-38

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
LIBRARY GO BONDS SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | Variance |
|---|------------------|--------------|--------|----------|
| | Original Budget | Final Budget | Actual | |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | - | - | - | - |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | - | - | - | - |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | - | - | - | - |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | - | - | - | - |
| <i>Net changes in fund balances</i> | - | - | - | - |
| <i>Fund balances - beginning of year</i> | - | - | 82 | 82 |
| <i>Fund balances - end of year</i> | \$ - | \$ - | \$ 82 | \$ 82 |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | - | |
| Adjustments to expenditures | | | - | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | \$ - | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-39

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 2012 GO BOND STUDENT LIBRARY SB-66 SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|--|------------------|----------------|-----------------|------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | 138,632 | 138,632 | 18,134 | (120,498) |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>138,632</u> | <u>138,632</u> | <u>18,134</u> | <u>(120,498)</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | 138,632 | 138,632 | - | 138,632 |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>138,632</u> | <u>138,632</u> | <u>-</u> | <u>138,632</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>18,134</u> | <u>18,134</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>18,134</u> | <u>18,134</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>(17,212)</u> | <u>(17,212)</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 922</u> | <u>\$ 922</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (17,510) | |
| Adjustments to expenditures | | | - | |
| <i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i> | | | <u>\$ 624</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-40

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS

NM READS TO LEAD K-3 READING INITIATIVE SPECIAL REVENUE FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN

FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | Variance |
|--|------------------|----------------|--------------------|--------------------|
| | Original Budget | Final Budget | Actual | |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | 195,000 | 195,000 | 199,178 | 4,178 |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>195,000</u> | <u>195,000</u> | <u>199,178</u> | <u>4,178</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | 195,000 | 195,000 | 193,796 | 1,204 |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>195,000</u> | <u>195,000</u> | <u>193,796</u> | <u>1,204</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>5,382</u> | <u>5,382</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>5,382</u> | <u>5,382</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>(60,003)</u> | <u>(60,003)</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (54,621)</u> | <u>\$ (54,621)</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (5,382) | |
| Adjustments to expenditures | | | - | |
| <i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i> | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
TANF PED SPECIAL REVENUE FUND

Statement B-41

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016**

| | Budgeted Amounts | | | |
|--|------------------|--------------|-------------------|-------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | 4,385 | 4,385 | - | (4,385) |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>4,385</u> | <u>4,385</u> | <u>-</u> | <u>(4,385)</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | 4,385 | 4,385 | 3,624 | 761 |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>4,385</u> | <u>4,385</u> | <u>3,624</u> | <u>761</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>(3,624)</u> | <u>(3,624)</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>(3,624)</u> | <u>(3,624)</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (3,624)</u> | <u>\$ (3,624)</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | 3,624 | |
| Adjustments to expenditures | | | - | |
| <i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i> | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-42

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 PRE-K INITIATIVE SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | Variance |
|--|------------------|----------------|---------------------|---------------------|
| | Original Budget | Final Budget | Actual | |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | 866,550 | 888,993 | 755,317 | (133,676) |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>866,550</u> | <u>888,993</u> | <u>755,317</u> | <u>(133,676)</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | 863,103 | 885,546 | 799,937 | 85,609 |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | 3,447 | 3,447 | 3,447 | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>866,550</u> | <u>888,993</u> | <u>803,384</u> | <u>85,609</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>(48,067)</u> | <u>(48,067)</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>(48,067)</u> | <u>(48,067)</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>(144,643)</u> | <u>(144,643)</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (192,710)</u> | <u>\$ (192,710)</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | 48,067 | |
| Adjustments to expenditures | | | - | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 INDIAN EDUCATION ACT SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|------------------|---------------|-------------------|-------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | 25,000 | 21,496 | (3,504) |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>25,000</u> | <u>21,496</u> | <u>(3,504)</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | 24,050 | 10,614 | 13,436 |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | 950 | 338 | 612 |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>-</u> | <u>25,000</u> | <u>10,952</u> | <u>14,048</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>10,544</u> | <u>10,544</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>10,544</u> | <u>10,544</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>(18,373)</u> | <u>(18,373)</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (7,829)</u> | <u>\$ (7,829)</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (10,545) | |
| Adjustments to expenditures | | | - | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ (1)</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-44

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 BREAKFAST FOR ELEMENTARY STUDENTS SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|--|------------------|---------------|------------------|------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | 36,050 | 56,785 | 20,735 |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>36,050</u> | <u>56,785</u> | <u>20,735</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | 36,050 | 36,050 | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>-</u> | <u>36,050</u> | <u>36,050</u> | <u>-</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>20,735</u> | <u>20,735</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>20,735</u> | <u>20,735</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>32,590</u> | <u>32,590</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 53,325</u> | <u>\$ 53,325</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (20,735) | |
| Adjustments to expenditures | | | - | |
| <i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i> | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-45

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 KINDERGARTEN THREE PLUS SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | Variance |
|--|------------------|----------------|-----------------|---------------|
| | Original Budget | Final Budget | Actual | |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | 1,152,957 | 994,750 | 994,750 | - |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>1,152,957</u> | <u>994,750</u> | <u>994,750</u> | <u>-</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | 1,138,696 | 984,388 | 984,388 | - |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | 14,261 | 10,362 | 10,362 | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>1,152,957</u> | <u>994,750</u> | <u>994,750</u> | <u>-</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>121</u> | <u>121</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 121</u> | <u>\$ 121</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | - | |
| Adjustments to expenditures | | | 1,045 | |
| <i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i> | | | <u>\$ 1,045</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-46

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 AFTER SCHOOL ENRICHMENT SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | Variance |
|--|------------------|--------------|------------------|-----------------|
| | Original Budget | Final Budget | Actual | |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | 44,169 | 44,169 |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>-</u> | <u>44,169</u> | <u>44,169</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>44,169</u> | <u>44,169</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>44,169</u> | <u>44,169</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>(39,212)</u> | <u>(39,212)</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 4,957</u> | <u>\$ 4,957</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (22,416) | |
| Adjustments to expenditures | | | - | |
| <i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i> | | | <u>\$ 21,753</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 2010 GO BOND INSTRUCTIONAL MATERIALS SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|------------------|--------------|----------------|-------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | - | |
| Adjustments to expenditures | | | (71) | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ (71)</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-48

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 SCIENCE INSTRUCTIONAL MATERIALS K-12 SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | Actual | Variance |
|--|------------------|--------------|---------------|---------------|
| | Original Budget | Final Budget | | |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | 322 | 322 |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>-</u> | <u>322</u> | <u>322</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>322</u> | <u>322</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>322</u> | <u>322</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 322</u> | <u>\$ 322</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (322) | |
| Adjustments to expenditures | | | - | |
| <i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i> | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-49

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS

2013 SCHOOL BUS SPECIAL REVENUE FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|--|------------------|----------------|---------------------|---------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | 259,061 | 748,748 | 489,687 |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>259,061</u> | <u>748,748</u> | <u>489,687</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | 259,061 | 258,920 | 141 |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>-</u> | <u>259,061</u> | <u>258,920</u> | <u>141</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>489,828</u> | <u>489,828</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>489,828</u> | <u>489,828</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>(748,748)</u> | <u>(748,748)</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (258,920)</u> | <u>\$ (258,920)</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (48,420) | |
| Adjustments to expenditures | | | - | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ 441,408</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-50

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 TEACHER AND SCHOOL LEADER INCENTIVE PAY SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|------------------|----------------|------------------|------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | 555,000 | 312,979 | (242,021) |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>555,000</u> | <u>312,979</u> | <u>(242,021)</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | 555,000 | - | 555,000 |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>-</u> | <u>555,000</u> | <u>-</u> | <u>555,000</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>312,979</u> | <u>312,979</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>312,979</u> | <u>312,979</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>(234,730)</u> | <u>(234,730)</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 78,249</u> | <u>\$ 78,249</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (312,979) | |
| Adjustments to expenditures | | | - | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-51

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
TEACHER AND SCHOOL LEADER INCENTIVE PAY GROUP SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | Variance |
|---|------------------|----------------|---------------------|---------------------|
| | Original Budget | Final Budget | Actual | |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | 380,000 | - | (380,000) |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>380,000</u> | <u>-</u> | <u>(380,000)</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | 380,000 | 380,000 | - |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>-</u> | <u>380,000</u> | <u>380,000</u> | <u>-</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>(380,000)</u> | <u>(380,000)</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>(380,000)</u> | <u>(380,000)</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (380,000)</u> | <u>\$ (380,000)</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | 380,000 | |
| Adjustments to expenditures | | | <u>-</u> | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-52

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
TEACHERS HARD TO STAFF SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|--|------------------|----------------|---------------|-----------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | 103,275 | 86,349 | (16,926) |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>103,275</u> | <u>86,349</u> | <u>(16,926)</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | 103,275 | 86,349 | 16,926 |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>-</u> | <u>103,275</u> | <u>86,349</u> | <u>16,926</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | - | |
| Adjustments to expenditures | | | - | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-53

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
SCHOOL WELLNESS HED SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | Variance |
|--|------------------|--------------|-----------------|-----------------|
| | Original Budget | Final Budget | Actual | |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | 5,000 | 5,000 |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>-</u> | <u>5,000</u> | <u>5,000</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>5,000</u> | <u>5,000</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>5,000</u> | <u>5,000</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>(322)</u> | <u>(322)</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 4,678</u> | <u>\$ 4,678</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (5,000) | |
| Adjustments to expenditures | | | - | |
| <i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i> | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-54

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 OFFICE OF CHILD DEVELOPMENT SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | Variance |
|---|------------------|--------------|-----------|-----------|
| | Original Budget | Final Budget | Actual | |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | - | - | - | - |
| Miscellaneous | - | 0 | 0 | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | - | - | - | - |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | - | - | - | - |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | - | - | - | - |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | - | - | - | - |
| <i>Net changes in fund balances</i> | - | - | - | - |
| <i>Fund balances - beginning of year</i> | - | - | 24,318 | 24,318 |
| <i>Fund balances - end of year</i> | \$ - | \$ - | \$ 24,318 | \$ 24,318 |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | - | |
| Adjustments to expenditures | | | - | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | \$ - | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-55

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
GRADS - CHILD CARE SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|------------------|--------------|------------------|------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | 6,000 | 6,169 | 169 |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>6,000</u> | <u>6,169</u> | <u>169</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | - | 6,000 | 5,569 | 431 |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>-</u> | <u>6,000</u> | <u>5,569</u> | <u>431</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>600</u> | <u>600</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>600</u> | <u>600</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>12,934</u> | <u>12,934</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 13,534</u> | <u>\$ 13,534</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | 1 | |
| Adjustments to expenditures | | | - | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ 601</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-56

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
GRADS - INSTRUCTION SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|--|------------------|---------------|------------------|------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | 10,500 | 9,974 | (526) |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>10,500</u> | <u>9,974</u> | <u>(526)</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | 10,500 | 9,848 | 652 |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>-</u> | <u>10,500</u> | <u>9,848</u> | <u>652</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>126</u> | <u>126</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>126</u> | <u>126</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>18,032</u> | <u>18,032</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 18,158</u> | <u>\$ 18,158</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | - | |
| Adjustments to expenditures | | | - | |
| <i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i> | | | <u>\$ 126</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-57

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 SMART START K-3 UTAH STATE STUDY SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|--|------------------|----------------|-------------------|-------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | 144,600 | 144,600 | 77,868 | (66,732) |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>144,600</u> | <u>144,600</u> | <u>77,868</u> | <u>(66,732)</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | 138,600 | 138,600 | 70,871 | 67,729 |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | 6,000 | 6,000 | 4,437 | 1,563 |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>144,600</u> | <u>144,600</u> | <u>75,308</u> | <u>69,292</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>2,560</u> | <u>2,560</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>2,560</u> | <u>2,560</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>(10,105)</u> | <u>(10,105)</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (7,545)</u> | <u>\$ (7,545)</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (2,560) | |
| Adjustments to expenditures | | | - | |
| <i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i> | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-58

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 CYFD PARENT AS TEACHER MODEL SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|------------------|----------------|--------------------|--------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | 474,392 | 474,392 | 413,558 | (60,834) |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>474,392</u> | <u>474,392</u> | <u>413,558</u> | <u>(60,834)</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | 459,353 | 459,353 | 406,311 | 53,042 |
| Instruction | - | - | - | - |
| General Administration | 15,039 | 15,039 | 9,120 | 5,919 |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>474,392</u> | <u>474,392</u> | <u>415,431</u> | <u>58,961</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>(1,873)</u> | <u>(1,873)</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>(1,873)</u> | <u>(1,873)</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>(82,146)</u> | <u>(82,146)</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (84,019)</u> | <u>\$ (84,019)</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | 4,179 | |
| Adjustments to expenditures | | | - | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ 2,306</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-59

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
GRADS PLUS SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | Variance |
|--|------------------|---------------|-----------------|-----------------|
| | Original Budget | Final Budget | Actual | |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | 16,000 | 12,156 | (3,844) |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>16,000</u> | <u>12,156</u> | <u>(3,844)</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | 16,000 | 11,942 | 4,058 |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>-</u> | <u>16,000</u> | <u>11,942</u> | <u>4,058</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>214</u> | <u>214</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>214</u> | <u>214</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>976</u> | <u>976</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 1,190</u> | <u>\$ 1,190</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (1) | |
| Adjustments to expenditures | | | - | |
| <i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i> | | | <u>213</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-60

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
PRIVATE DIRECT GRANTS SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | Variance |
|--|------------------|--------------|------------|-----------|
| | Original Budget | Final Budget | Actual | |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | - | - | - | - |
| Miscellaneous | - | 13,000 | 13,280 | 280 |
| Interest | - | - | - | - |
| <i>Total revenues</i> | - | 13,000 | 13,280 | 280 |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | 13,000 | 10,378 | 2,622 |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | - | 13,000 | 10,378 | 2,622 |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | - | - | 2,902 | 2,902 |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | - | - | - | - |
| <i>Net changes in fund balances</i> | - | - | 2,902 | 2,902 |
| <i>Fund balances - beginning of year</i> | - | - | 14,150 | 14,150 |
| <i>Fund balances - end of year</i> | \$ - | \$ - | \$ 17,052 | \$ 17,052 |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (7,100) | |
| Adjustments to expenditures | | | (1,463) | |
| <i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i> | | | \$ (5,661) | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-61

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 SPECIAL REVENUE BOND CAPITAL PROJECTS FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|---|------------------|------------------|-------------------|-------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | 647,931 | 647,931 | - | 647,931 |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>647,931</u> | <u>647,931</u> | <u>-</u> | <u>647,931</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>(647,931)</u> | <u>(647,931)</u> | <u>-</u> | <u>647,931</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | 647,931 | 647,931 | - | (647,931) |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>647,931</u> | <u>647,931</u> | <u>-</u> | <u>(647,931)</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>647,932</u> | <u>647,932</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 647,932</u> | <u>\$ 647,932</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | - | |
| Adjustments to expenditures | | | - | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-62

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
SPECIAL CAPITAL OUTLAY STATE CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | Variance |
|---|------------------|--------------|------------------|------------------|
| | Original Budget | Final Budget | Actual | |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>70,000</u> | <u>70,000</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 70,000</u> | <u>\$ 70,000</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | - | |
| Adjustments to expenditures | | | - | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-63

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
SPECIAL CAPITAL OUTLAY FEDERAL CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | Variance |
|--|------------------|------------------|---------------------|-------------------|
| | Original Budget | Final Budget | Actual | |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | - | - | 17,812 | 17,812 |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>-</u> | <u>17,812</u> | <u>17,812</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | 867,360 | 865,663 | 394,292 | 471,371 |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>867,360</u> | <u>865,663</u> | <u>394,292</u> | <u>471,371</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>(867,360)</u> | <u>(865,663)</u> | <u>(376,480)</u> | <u>489,183</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | 867,360 | 865,663 | - | (865,663) |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>867,360</u> | <u>865,663</u> | <u>-</u> | <u>(865,663)</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>(376,480)</u> | <u>(376,480)</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>865,664</u> | <u>865,664</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 489,184</u> | <u>\$ 489,184</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (714) | |
| Adjustments to expenditures | | | 41,660 | |
| <i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i> | | | <u>\$ (335,534)</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-64

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
PUBLIC SCHOOL CAPITAL OUTLAY CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

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

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-65

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
PUBLIC SCHOOL CAPITAL OUTLAY 20% CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

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

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-66

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
 BOND BUILDING CAPITAL PROJECTS FUND
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|--|---------------------|---------------------|-----------------------|----------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ - | \$ - | \$ - | \$ - |
| State grants | - | - | - | - |
| Federal grants | - | - | 15,078 | 15,078 |
| Miscellaneous | - | - | - | - |
| Interest | - | - | 3,676 | 3,676 |
| <i>Total revenues</i> | <u>-</u> | <u>-</u> | <u>18,754</u> | <u>18,754</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | 14,747,185 | 22,497,185 | 9,486,534 | 13,010,651 |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>14,747,185</u> | <u>22,497,185</u> | <u>9,486,534</u> | <u>13,010,651</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>(14,747,185)</u> | <u>(22,497,185)</u> | <u>(9,467,780)</u> | <u>13,029,405</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | 14,747,185 | 14,747,185 | - | (14,747,185) |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | 7,750,000 | 7,750,000 | - |
| <i>Total other financing sources (uses)</i> | <u>14,747,185</u> | <u>22,497,185</u> | <u>7,750,000</u> | <u>(14,747,185)</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>(1,717,780)</u> | <u>(1,717,780)</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>15,226,055</u> | <u>15,226,055</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 13,508,275</u> | <u>\$ 13,508,275</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (15,078) | |
| Adjustments to expenditures | | | 368,794 | |
| <i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i> | | | <u>\$ (1,364,064)</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
CAPITAL IMPROVEMENTS SB-9 CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

Statement B-67

| | Budgeted Amounts | | | |
|---|--------------------|--------------------|-----------------------|---------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ 1,650,390 | \$ 1,650,390 | \$ 1,570,723 | \$ (79,667) |
| State grants | 1,626,350 | 3,513,598 | 3,361,504 | (152,094) |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>3,276,740</u> | <u>5,163,988</u> | <u>4,932,227</u> | <u>(231,761)</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | 74,155 | - | - | - |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | 20,000 | 20,000 | 15,688 | 4,312 |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | 12,000 | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | 7,475,798 | 9,449,201 | 4,179,245 | 5,269,956 |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>7,581,953</u> | <u>9,469,201</u> | <u>4,194,933</u> | <u>5,274,268</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>(4,305,213)</u> | <u>(4,305,213)</u> | <u>737,294</u> | <u>5,042,507</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | 4,305,213 | 4,305,213 | - | (4,305,213) |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>4,305,213</u> | <u>4,305,213</u> | <u>-</u> | <u>(4,305,213)</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>737,294</u> | <u>737,294</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>2,925,423</u> | <u>2,925,423</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 3,662,717</u> | <u>\$ 3,662,717</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (1,673,595) | |
| Adjustments to expenditures | | | (416,274) | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ (1,352,575)</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement B-68

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
DEBT SERVICE SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | | |
|--|--------------------|--------------------|-----------------------|---------------------|
| | Original Budget | Final Budget | Actual | Variance |
| <i>Revenues:</i> | | | | |
| Property taxes | \$ 5,015,000 | \$ 5,015,000 | \$ 6,534,732 | \$ 1,519,732 |
| State grants | - | - | - | - |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>5,015,000</u> | <u>5,015,000</u> | <u>6,534,732</u> | <u>1,519,732</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | 50,000 | 50,000 | 50,000 | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | 7,995,000 | 7,995,000 | 7,995,000 | - |
| Interest | 2,084,656 | 2,084,656 | 1,935,996 | 148,660 |
| <i>Total expenditures</i> | <u>10,129,656</u> | <u>10,129,656</u> | <u>9,980,996</u> | <u>148,660</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>(5,114,656)</u> | <u>(5,114,656)</u> | <u>(3,446,264)</u> | <u>1,668,392</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | 5,114,656 | 5,114,656 | - | (5,114,656) |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>5,114,656</u> | <u>5,114,656</u> | <u>-</u> | <u>(5,114,656)</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>(3,446,264)</u> | <u>(3,446,264)</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>11,813,371</u> | <u>11,813,371</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 8,367,107</u> | <u>\$ 8,367,107</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Adjustments to revenues | | | (31,775) | |
| Adjustments to expenditures | | | - | |
| <i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i> | | | <u>\$ (3,478,039)</u> | |

The accompanying notes are an integral part of these financial statements

COMPONENT UNIT

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS - COMPONENT UNIT
MIDDLE COLLEGE CHARTER SCHOOL
COMBINING BALANCE SHEET
JUNE 30, 2016

| | General Fund | | | |
|---|----------------------|-------------------------------------|--------------------------------|------------------------------------|
| | Operational 11000 | Instructional Materials 14000 | Entitlement IDEA-B 24106 | SEG - Federal Stimulus 25250 |
| ASSETS | | | | |
| <i>Current Assets</i> | | | | |
| Cash and cash equivalents | 300,826 | \$ 565 | \$ - | \$ - |
| Accounts receivable | | | | |
| Taxes | - | - | - | - |
| Due from other governments | - | - | - | - |
| Interfund receivables | 6,949 | - | - | - |
| Inventory | - | - | - | - |
| <i>Total assets</i> | 307,775 | 565 | - | - |
| LIABILITIES AND FUND BALANCES | | | | |
| <i>Current Liabilities:</i> | | | | |
| Accounts payable | - | - | - | - |
| Accrued payroll liabilities | 14,588 | - | - | - |
| Interfund payables | - | - | - | - |
| Deferred revenue - other | - | - | - | - |
| <i>Total liabilities</i> | 14,588 | - | - | - |
| <i>Fund balances</i> | | | | |
| Fund Balance: | | | | |
| Nonspendable | - | - | - | - |
| Restricted | - | 565 | - | - |
| Committed | - | - | - | - |
| Assigned | - | - | - | - |
| Unassigned | 293,187 | - | - | - |
| <i>Total fund balance</i> | 293,187 | 565 | - | - |
| <i>Total liabilities and fund balance</i> | \$ 307,775 | \$ 565 | \$ - | \$ - |

The accompanying notes are an integral part of these financial statements

| 2012 GO Bond Student Library SB-66 27107 | Public School Capital Outlay 31200 | Capital Improvements SB-9 31700 | Total |
|---|--|--|-------------------|
| \$ - | \$ - | \$ - | \$ 301,391 |
| - | - | - | - |
| 3,198 | 27 | 3,724 | 6,949 |
| - | - | - | 6,949 |
| - | - | - | - |
| <u>3,198</u> | <u>27</u> | <u>3,724</u> | <u>315,289</u> |
| - | - | - | - |
| - | - | - | 14,588 |
| 3,198 | 27 | 3,724 | 6,949 |
| - | - | - | - |
| <u>3,198</u> | <u>27</u> | <u>3,724</u> | <u>21,537</u> |
| - | - | - | - |
| - | - | - | 565 |
| - | - | - | - |
| - | - | - | - |
| - | - | - | 293,187 |
| <u>-</u> | <u>-</u> | <u>-</u> | <u>293,752</u> |
| <u>\$ 3,198</u> | <u>\$ 27</u> | <u>\$ 3,724</u> | <u>\$ 315,289</u> |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS - COMPONENT UNIT
MIDDLE COLLEGE CHARTER SCHOOL
GOVERNMENTAL FUNDS
JUNE 30, 2016

Statement F-1
 (Page 2 of 2)

| | | Governmental Funds |
|---|----|-----------------------|
| <p>Amounts reported for governmental activities in the statement of net assets are different because:</p> | | |
| Fund balances - total governmental funds | \$ | 293,752 |
| Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. | | 160,681 |
| Pension Liability | | (1,070,044) |
| Deferred Outflow of Resources - Related to Pension | | 308,522 |
| Deferred Inflow of Resources - Related to Pension | | (91,452) |
| <p>Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds:</p> | | |
| Accrued compensated absences | | (8,579) |
| Net Position-total Governmental Activities | \$ | (407,120) |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS - COMPONENT UNIT
MIDDLE COLLEGE CHARTER SCHOOL
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDING JUNE 30, 2016

| | General Fund | | | |
|--|----------------------|-------------------------------------|--------------------------------|------------------------------------|
| | Operational 11000 | Instructional Materials 14000 | Entitlement IDEA-B 24106 | SEG - Federal Stimulus 25250 |
| <i>Revenues:</i> | | | | |
| Charges for services | \$ - | \$ - | \$ - | \$ - |
| Property taxes | - | - | - | - |
| State grants | 928,552 | 5,075 | - | - |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>928,552</u> | <u>5,075</u> | <u>-</u> | <u>-</u> |
| <i>Expenditures:</i> | | | | |
| Current: | | | | |
| Instruction | 498,776 | 7,123 | - | - |
| Support Services | | | | |
| Students | 23,985 | - | - | - |
| Instruction | 43,541 | - | - | - |
| General Administration | 9,972 | - | - | - |
| School Administration | 153,138 | - | - | - |
| Central Services | 177,863 | - | - | - |
| Operation & Maintenance of Plant | 50,209 | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Service | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>957,484</u> | <u>7,123</u> | <u>-</u> | <u>-</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>(28,932)</u> | <u>(2,048)</u> | <u>-</u> | <u>-</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | (28,932) | (2,048) | - | - |
| <i>Fund balances - beginning of year</i> | 322,119 | 2,613 | - | - |
| <i>Fund balances - end of year</i> | <u>\$ 293,187</u> | <u>\$ 565</u> | <u>\$ -</u> | <u>\$ -</u> |

The accompanying notes are an integral part of these financial statements

| 2012 GO Bond Student Library SB-66 27107 | Public School Capital Outlay 31200 | Capital Improvements SB-9 31700 | Total |
|---|--|--|-------------------|
| \$ - | \$ - | \$ - | \$ - |
| - | - | - | - |
| 3,198 | 5,904 | 3,908 | 946,637 |
| - | - | - | - |
| - | - | - | - |
| - | - | - | - |
| <u>3,198</u> | <u>5,904</u> | <u>3,908</u> | <u>946,637</u> |
| - | - | - | 505,899 |
| - | - | - | 23,985 |
| 3,198 | - | - | 46,739 |
| - | - | - | 9,972 |
| - | - | - | 153,138 |
| - | - | - | 177,863 |
| - | - | - | 50,209 |
| - | - | - | - |
| - | - | - | - |
| - | - | - | - |
| - | 8,627 | 3,724 | 12,351 |
| - | - | - | - |
| - | - | - | - |
| <u>3,198</u> | <u>8,627</u> | <u>3,724</u> | <u>980,156</u> |
| - | (2,723) | 184 | (33,519) |
| - | - | - | - |
| - | - | - | - |
| - | - | - | - |
| - | (2,723) | 184 | (33,519) |
| - | 2,723 | (184) | 327,271 |
| <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 293,752</u> |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS - COMPONENT UNIT
MIDDLE COLLEGE CHARTER SCHOOL
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2016

Statement F-2
 (Page 3 of 3)

| | <u>Governmental Funds</u> |
|---|-------------------------------|
| <p>Amounts reported for governmental activities in the statement of activities are different because:</p> | |
| Net change in fund balances - total governmental funds | \$ (33,519) |
| <p>Capital Outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net assets and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities. This is the amount by which depreciation exceeds capital outlays for the period.</p> | |
| Depreciation expense | (6,000) |
| Capital Outlays | - |
| Adjustment to Accumulated Depreciation | - |
| Change in pension expense | (66,139) |
| Change in accrued compensated absences | <u>(4,044)</u> |
| Change in Net Position-Total Governmental Activities | <u><u>\$ (109,702)</u></u> |

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS - COMPONENT UNIT
MIDDLE COLLEGE CHARTER SCHOOL
OPERATIONAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance</u> |
|--|-------------------------|---------------------|--------------------|-------------------|
| | <u>Original Budget</u> | <u>Final Budget</u> | | |
| <i>Revenues:</i> | | | | |
| Charges for services | \$ - | \$ - | \$ - | \$ - |
| Property taxes | - | - | - | - |
| State grants | 910,124 | 928,551 | 928,552 | 1 |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>910,124</u> | <u>928,551</u> | <u>928,552</u> | <u>1</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | 602,513 | 615,493 | 502,599 | 112,894 |
| Support Services | | | | |
| Students | 53,641 | 53,652 | 23,985 | 29,667 |
| Instruction | 57,755 | 60,903 | 43,521 | 17,382 |
| General Administration | 19,500 | 19,500 | 9,972 | 9,528 |
| School Administration | 181,189 | 166,109 | 152,341 | 13,768 |
| Central Services | 168,915 | 191,527 | 177,854 | 13,673 |
| Operation & Maintenance of Plant | 84,700 | 79,456 | 49,343 | 30,113 |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | 38,111 | 38,111 | - | 38,111 |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>1,206,324</u> | <u>1,224,751</u> | <u>959,615</u> | <u>265,136</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>(296,200)</u> | <u>(296,200)</u> | <u>(31,063)</u> | <u>265,137</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | 296,200 | 296,200 | - | (296,200) |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>296,200</u> | <u>296,200</u> | <u>-</u> | <u>(296,200)</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>(31,063)</u> | <u>(31,063)</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>338,838</u> | <u>338,838</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 307,775</u> | <u>\$ 307,775</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Revenue accruals | | | - | |
| Expenditure accruals | | | 2,131 | |
| <i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i> | | | <u>\$ (28,932)</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement F-4

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS - COMPONENT UNIT
MIDDLE COLLEGE CHARTER SCHOOL
INSTRUCTIONAL MATERIALS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | Actual | Variance |
|--|------------------|----------------|-------------------|----------------|
| | Original Budget | Final Budget | | |
| <i>Revenues:</i> | | | | |
| Charges for services | \$ - | \$ - | \$ - | \$ - |
| Property taxes | - | - | - | - |
| State grants | 3,892 | 5,075 | 5,075 | - |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>3,892</u> | <u>5,075</u> | <u>5,075</u> | <u>-</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | 9,618 | 7,688 | 7,123 | 565 |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>9,618</u> | <u>7,688</u> | <u>7,123</u> | <u>565</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>(5,726)</u> | <u>(2,613)</u> | <u>(2,048)</u> | <u>565</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | 5,726 | 2,613 | - | (2,613) |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>5,726</u> | <u>2,613</u> | <u>-</u> | <u>(2,613)</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>(2,048)</u> | <u>(2,048)</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>2,613</u> | <u>2,613</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 565</u> | <u>\$ 565</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Revenue accruals | | | - | |
| Expenditure accruals | | | - | |
| <i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i> | | | <u>\$ (2,048)</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS - COMPONENT UNIT
MIDDLE COLLEGE CHARTER SCHOOL
ENTITLEMENT IDEA-B
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

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

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement F-6

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS - COMPONENT UNIT
 MIDDLE COLLEGE CHARTER SCHOOL
 SCHOOL EQUALIZATION GRANT - FEDERAL STIMULUS
 STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDING JUNE 30, 2016

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

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement F-7

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS - COMPONENT UNIT
MIDDLE COLLEGE CHARTER SCHOOL
2012 GO BOND STDENT LIBRARY SB-66
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | Actual | Variance |
|---|------------------|--------------|-------------------|-------------------|
| | Original Budget | Final Budget | | |
| <i>Revenues:</i> | | | | |
| Charges for services | \$ - | \$ - | \$ - | \$ - |
| Property taxes | - | - | - | - |
| State grants | 3,198 | 3,198 | - | (3,198) |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>3,198</u> | <u>3,198</u> | <u>-</u> | <u>(3,198)</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | 3,198 | 3,198 | 3,198 | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | - | - | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>3,198</u> | <u>3,198</u> | <u>3,198</u> | <u>-</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>(3,198)</u> | <u>(3,198)</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>(3,198)</u> | <u>(3,198)</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (3,198)</u> | <u>\$ (3,198)</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Revenue accruals | | | 3,198 | |
| Expenditure accruals | | | - | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ -</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement F-8

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS - COMPONENT UNIT
MIDDLE COLLEGE CHARTER SCHOOL
PUBLIC SCHOOL CAPITAL OUTLAY FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | Actual | Variance |
|--|------------------|--------------|-------------------|----------------|
| | Original Budget | Final Budget | | |
| <i>Revenues:</i> | | | | |
| Charges for services | \$ - | \$ - | \$ - | \$ - |
| Property taxes | - | - | - | - |
| State grants | - | 8,627 | 8,600 | (27) |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>-</u> | <u>8,627</u> | <u>8,600</u> | <u>(27)</u> |
| <i>Expenditures:</i> | | | | |
| Current: | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | - | 8,627 | 8,627 | - |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>-</u> | <u>8,627</u> | <u>8,627</u> | <u>-</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>(27)</u> | <u>(27)</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>(27)</u> | <u>(27)</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (27)</u> | <u>\$ (27)</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Revenue accruals | | | (2,696) | |
| Expenditure accruals | | | - | |
| <i>Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis)</i> | | | <u>\$ (2,723)</u> | |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO

Statement F-9

GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS - COMPONENT UNIT
MIDDLE COLLEGE CHARTER SCHOOL
CAPITAL IMPROVEMENTS SB-9 CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDING JUNE 30, 2016

| | Budgeted Amounts | | Actual | Variance |
|---|------------------|---------------|-------------------|-------------------|
| | Original Budget | Final Budget | | |
| <i>Revenues:</i> | | | | |
| Charges for services | \$ - | \$ - | \$ - | \$ - |
| Property taxes | - | - | - | - |
| State grants | 4,711 | 16,704 | - | (16,704) |
| Federal grants | - | - | - | - |
| Miscellaneous | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total revenues</i> | <u>4,711</u> | <u>16,704</u> | <u>-</u> | <u>(16,704)</u> |
| <i>Expenditures:</i> | | | | |
| <i>Current:</i> | | | | |
| Instruction | - | - | - | - |
| Support Services | | | | |
| Students | - | - | - | - |
| Instruction | - | - | - | - |
| General Administration | - | - | - | - |
| School Administration | - | - | - | - |
| Central Services | - | - | - | - |
| Operation & Maintenance of Plant | - | - | - | - |
| Student Transportation | - | - | - | - |
| Other Support Services | - | - | - | - |
| Food Services Operations | - | - | - | - |
| Community Services | - | - | - | - |
| Capital outlay | 4,711 | 16,704 | 3,724 | 12,980 |
| Debt service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| <i>Total expenditures</i> | <u>4,711</u> | <u>16,704</u> | <u>3,724</u> | <u>12,980</u> |
| <i>Excess (deficiency) of revenues over (under) expenditures</i> | <u>-</u> | <u>-</u> | <u>(3,724)</u> | <u>(3,724)</u> |
| <i>Other financing sources (uses):</i> | | | | |
| Designated cash | - | - | - | - |
| Operating transfers | - | - | - | - |
| Proceeds from bond issues | - | - | - | - |
| <i>Total other financing sources (uses)</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Net changes in fund balances</i> | <u>-</u> | <u>-</u> | <u>(3,724)</u> | <u>(3,724)</u> |
| <i>Fund balances - beginning of year</i> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <i>Fund balances - end of year</i> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ (3,724)</u> | <u>\$ (3,724)</u> |
| <i>Reconciliation to GAAP Basis:</i> | | | | |
| Revenue accruals | | | 3,908 | |
| Expenditure accruals | | | - | |
| Excess (deficiency) of revenues and other sources (uses) over expenditures (GAAP Basis) | | | <u>\$ 184</u> | |

The accompanying notes are an integral part of these financial statements

SUPPORTING SCHEDULES

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
AGENCY FUNDS
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2016

Schedule I

| | Balance June 30, 2015 | Additions | Deletions | Balance June 30, 2016 |
|--------------------------|--------------------------|---------------------|---------------------|--------------------------|
| Chee Dodge Elementary | \$ 8,997 | \$ 13,889 | \$ 12,978 | \$ 9,908 |
| Chief Manuelito Middle | 17,149 | 35,733 | 39,617 | 13,265 |
| Church Rock Elementary | 480 | 2,609 | 2,806 | 283 |
| Crownpoint Elementary | 1,076 | 14,460 | 15,628 | (92) |
| Crownpoint Middle | 29,392 | 27,756 | 26,381 | 30,767 |
| Crownpoint High | 9,549 | 16,747 | 21,474 | 4,822 |
| David Skeet Elementary | 5,250 | 15,726 | 17,316 | 3,660 |
| Gallup Central High | 28,264 | 3,803 | 2,317 | 29,750 |
| Gallup High School | 176,955 | 302,045 | 307,499 | 171,501 |
| Gallup Mid School | 12,740 | 28,498 | 29,933 | 11,305 |
| Indian | 11,126 | 19,259 | 19,501 | 10,884 |
| Jefferson Elementary | 8,633 | 46,383 | 39,172 | 15,844 |
| JFK Middle School | 15,889 | 31,862 | 26,751 | 21,000 |
| Juan de Onate Elementary | 13,655 | 29,330 | 30,570 | 12,415 |
| Lincoln Elementary | 6,273 | 39,718 | 32,419 | 13,572 |
| Miyamura High School | 79,705 | 270,801 | 259,886 | 90,620 |
| Navajo Elementary | 1,160 | 6,963 | 6,597 | 1,526 |
| Navajo Mid School | 2,172 | 5,305 | 5,100 | 2,377 |
| Navajo Pine High | 7,633 | 29,843 | 27,142 | 10,334 |
| Ramah Elementary | 4,204 | 27,820 | 25,941 | 6,083 |
| Ramah High | 50,971 | 70,326 | 70,755 | 50,542 |
| Red Rock Elementary | 13,926 | 44,842 | 46,044 | 12,724 |
| Rocky View Elementary | 3,161 | 15,015 | 12,933 | 5,243 |
| Roosevelt Elementary | 24,988 | 16,394 | 13,943 | 27,439 |
| Stagecoach Elementary | 9,405 | 33,669 | 30,596 | 12,478 |
| Thoreau Elementary | 7,453 | 31,666 | 28,153 | 10,966 |
| Thoreau Middle School | 6,944 | 19,240 | 17,869 | 8,315 |
| Thoreau High | 42,094 | 117,349 | 120,970 | 38,473 |
| Tohatchi Elementary | 7,952 | 25,095 | 24,806 | 8,241 |
| Tohatchi Mid-School | 8,722 | 27,255 | 23,499 | 12,478 |
| Tohatchi High | 30,428 | 60,348 | 64,179 | 26,597 |
| Tse Yi Gai High School | 3,160 | 42,329 | 43,484 | 2,005 |
| Turpen Elementary | 16,449 | 21,963 | 26,658 | 11,754 |
| Twin Lakes Elementary | 1,177 | 18,921 | 18,563 | 1,535 |
| | 14,887 | 19,779 | 22,740 | 11,926 |
| Total All Schools | <u>\$ 682,019</u> | <u>\$ 1,532,741</u> | <u>\$ 1,514,220</u> | <u>\$ 700,540</u> |

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

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY
FOR PUBLIC FUNDS
JUNE 30, 2016

Schedule II

| Name of Depository | Description of Pledged Collateral | Fair Market Value / Par Value June 30, 2016 | Name and Location of Safekeeper |
|-----------------------------|---|--|---------------------------------------|
| District: | | | |
| Wells Fargo Bank | | | |
| | FNMA 31416YM6 3.00% 09/01/2026 | \$ 108,667 | Broker Dealer Services Division |
| Pinnacle Bank | | | |
| | FHLB 3133XMFY2 5.375% 9/30/2022 | \$ 10,000,000 | Federal Reserve Bank |
| | FHLB 313382K69 1.75% 03/12/2021 | 10,000,000 | Federal Reserve Bank |
| | FNRM 3136ABP80 .778% 02/25/2026 | 3,892,121 | Federal Reserve Bank |
| | FNRM 3136A1EH4 .2418% 10/25/2021 | 1,209,043 | Federal Reserve Bank |
| | FGRM 3137AFCG5 .135% 11/15/2040 | 1,080,076 | Federal Reserve Bank |
| | FGRM 3137A8LA4 0.106% 11/15/2018 | 529,882 | Federal Reserve Bank |
| | FGRM 3137B7F38 .847% 01/15/2027 | 6,606,347 | Federal Reserve Bank |
| | FGRM 31393W5A3 0.002% 07/15/2018 | 16,561 | Federal Reserve Bank |
| | FGRM 31395V4L0 0.008% 05/15/2035 | 38,980 | Federal Reserve Bank |
| | FNRM 31398NEZ3 0.253% 07/25/2040 | 1,518,203 | Federal Reserve Bank |
| | GNRM 38379MW59 0.945% 12/20/2026 | <u>3,778,671</u> | Federal Reserve Bank |
| | | <u>38,669,884</u> | |
| Bank of America | | | |
| | FNMS 3138LTJY5 3.50% 05/01/2042 | 11,287,442 | Federal Reserve Bank |
| Total District | | <u><u>\$ 50,065,993</u></u> | |
| Component Unit: | | | |
| Wells Fargo Bank | | | |
| | FNMA 31416BL63 5.50% Date: 08/01/26 | <u>35,354</u> | Wells Fargo Bank, N.A. |
| Total Component Unit | | <u><u>\$ 35,354</u></u> | |

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

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
JUNE 30, 2016

Schedule III

| Bank Account Type/Name | Wells Fargo | Bank of America | NMFA | Pinnacle Bank | Totals |
|----------------------------------|-------------------|---------------------|---------------------|----------------------|---------------------|
| District: | | | | | |
| Checking - Chee Dodge | \$ 10,730 | \$ - | \$ - | \$ - | \$ 10,730 |
| Checking - Crownpoint Elementary | 2,199 | - | - | - | 2,199 |
| Checking - Gallup Mid | 13,264 | - | - | - | 13,264 |
| Checking - Indian Hills Elem | 10,884 | - | - | - | 10,884 |
| Checking - Thoreau Elem | 10,966 | - | - | - | 10,966 |
| Checking - Thoreau High | 41,182 | - | - | - | 41,182 |
| Checking - Thoreau Mid | 8,519 | - | - | - | 8,519 |
| Checking - Tohatchi Elem | 8,241 | - | - | - | 8,241 |
| Checking - Tohatchi High | 27,620 | - | - | - | 27,620 |
| Checking- Tohatchi Mid | 12,478 | - | - | - | 12,478 |
| Checking- Tse Yi Gai High | 2,005 | - | - | - | 2,005 |
| Checking - Payroll Clearing | 279,164 | - | - | - | 279,164 |
| Checking- Operational | - | 9,552 | - | - | 9,552 |
| Checking- Non-Budgeted | - | 751,198 | - | - | 751,198 |
| Checking- Food Services | - | 1,225,474 | - | - | 1,225,474 |
| Checking- Accounts Payable | - | 62,012 | - | - | 62,012 |
| Checking- Direct Deposit/ACH | - | 745 | - | - | 745 |
| Checking- David Skeet Elementary | - | 3,660 | - | - | 3,660 |
| Checking- Gallup High | - | 177,064 | - | - | 177,064 |
| Checking- Juan De Onate Elem | - | 12,414 | - | - | 12,414 |
| Checking- Lincoln Elem | - | 13,572 | - | - | 13,572 |
| Checking- Navajo Elem | - | 1,526 | - | - | 1,526 |
| Checking- Navajo Mid | - | 2,376 | - | - | 2,376 |
| Checking- Navajo Pine High | - | 10,334 | - | - | 10,334 |
| Checking- Roosevelt Elem | - | 27,439 | - | - | 27,439 |
| Checking- Twin Lakes Elem | - | 1,535 | - | - | 1,535 |
| Checking- Washington Elem | - | 12,337 | - | - | 12,337 |
| Checking- Statement 8 | - | - | 1,005,739 | - | 1,005,739 |
| Checking- Statement 9 | - | - | 1,002,628 | - | 1,002,628 |
| Checking- Federal Projects I&II | - | - | - | 14,804,694 | 14,804,694 |
| Checking- Athletics | - | - | - | 346,155 | 346,155 |
| Checking- Operations | - | - | - | 30,874,173 | 30,874,173 |
| Checking- Bond Building | - | - | - | 27,794,459 | 27,794,459 |
| Checking- Chief Manuelito | - | - | - | 13,319 | 13,319 |
| Checking- Church Rock Elem | - | - | - | 282 | 282 |
| Checking- Crownpoint High | - | - | - | 30,964 | 30,964 |
| Checking-Crownpoint Mid | - | - | - | 4,573 | 4,573 |
| Checking- Gallup Central High | - | - | - | 29,751 | 29,751 |
| Checking- Jefferson Elem | - | - | - | 15,893 | 15,893 |
| Checking- JFK Mid | - | - | - | 21,200 | 21,200 |
| Checking- Miyamura | - | - | - | 93,090 | 93,090 |
| Checking- Ramah Elem | - | - | - | 6,084 | 6,084 |
| Checking- Ramah High | - | - | - | 54,556 | 54,556 |
| Checking- Red Rock Elem | - | - | - | 12,723 | 12,723 |
| Checking- Rocky View Elem | - | - | - | 5,242 | 5,242 |
| Checking-Stagecoach Elem | - | - | - | 12,478 | 12,478 |
| Checking-Turpen Elem | - | - | - | 12,128 | 12,128 |
| Total On Deposit | 427,252 | 2,311,238 | 2,008,367 | 74,131,764 | 78,878,621 |
| Reconciling Items - District | (288,172) | 66,182 | - | (2,739,869) | (2,961,859) |
| Reconciled Balance June 30, 2016 | <u>\$ 139,080</u> | <u>\$ 2,377,420</u> | <u>\$ 2,008,367</u> | <u>\$ 71,391,895</u> | <u>\$75,916,762</u> |

Less: Agency Funds

Reconciled Balance per Exhibit A-1

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

700,540

75,216,222

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
SCHEDULE OF CASH AND TEMPORARY INVESTMENT ACCOUNTS
JUNE 30, 2016

| | | | | | |
|----------------------------------|--------------------------|--------------------|--------------------|--------------------|--------------------------|
| Component Unit: | | | | | |
| Checking-Operations | <u>\$ 304,391</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 304,391</u> |
| Total On Deposit | 304,391 | - | - | - | 304,391 |
| Reconciling Items - Charter | <u>(3,000)</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>(3,000)</u> |
| Reconciled Balance June 30, 2016 | <u><u>\$ 301,391</u></u> | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> | <u><u>\$ -</u></u> | <u><u>\$ 301,391</u></u> |

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

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
CASH RECONCILIATION
JUNE 30, 2016

| | Operational Account 11000 | Teacherage Account 12000 | Transportation Account 13000 | Instructional Materials 14000 | Food Services Account 21000 |
|--------------------------------|---------------------------------|--------------------------------|------------------------------------|-------------------------------------|-----------------------------------|
| Cash, June 30, 2015 | 20,720,595 * | 169,649 | (105,246) * | 746,398 | 2,458,224 * |
| Add: | | | | | |
| 2015-16 revenues | <u>96,012,680</u> | <u>866,781</u> | <u>5,157,454</u> | <u>809,487</u> | <u>6,559,351</u> |
| Total cash available | 116,733,275 | 1,036,430 | 5,052,208 | 1,555,885 | 9,017,575 |
| Less: | | | | | |
| 2015-16 expenditures | (85,444,356) | (462,995) | (4,910,169) | (647,538) | (6,880,409) |
| Permanent cash transfers | (3,500,000) | (400,000) | - | - | - |
| PY outstanding loans | - | - | - | - | - |
| Net Cash | <u>27,788,919</u> | <u>173,435</u> | <u>142,039</u> | <u>908,347</u> | <u>2,137,166</u> |
| Adjustments: | | | | | |
| Due To / Due From Other Funds | - | - | - | - | - |
| Current Year Outstanding Loans | (9,392,646) | - | - | - | - |
| Prior Year Payroll Accruals | 4,167,723 | 5,124 | 126,260 | - | (197,515) |
| Other Adjs Receivable/Payables | <u>(195,737)</u> | <u>62,239</u> | <u>-</u> | <u>-</u> | <u>(719,390)</u> |
| Cash, June 30, 2016 | <u><u>22,368,259</u></u> | <u><u>240,798</u></u> | <u><u>268,299</u></u> | <u><u>908,347</u></u> | <u><u>1,220,261</u></u> |

* - Cash balance does not agree to prior year cash reconciliation schedule due to prior year cash reconciliation presentation.
Total cash per reconciliation agrees to prior year ending cash.

| Athletics Account 22000 | Non-Instruction Account 23000 | Federal Flowthrough 24000 | Federal Direct 25000 | Local Grants 26000 | State Flowthrough 27000 | State Direct 28000 |
|-------------------------------|-------------------------------------|---------------------------------|----------------------------|--------------------------|-------------------------------|--------------------------|
| 571,421 | 1,197,953 * | (5,609,821) * | 10,607,612 * | (1,191) * | (1,406,269) * | (56,949) * |
| 300,925 | 570,784 | 14,268,450 | 10,891,680 | - | 3,320,004 | 524,725 |
| 872,346 | 1,768,737 | 8,658,629 | 21,499,292 | (1,191) | 1,913,735 | 467,776 |
| (559,732) | (899,450) | (14,317,988) | (9,329,324) | (22,419) | (2,813,107) | (518,098) |
| - | - | - | - | - | - | - |
| - | - | - | - | - | - | - |
| 312,614 | 869,287 | (5,659,359) | 12,169,968 | (23,610) | (899,372) | (50,322) |
| - | - | - | - | - | - | - |
| - | - | 5,134,613 | 281,294 | 25,104 | 816,130 | 99,262 |
| - | 21,291 | 528,924 | 365,115 | - | 138,619 | 12,546 |
| - | - | - | - | - | - | - |
| 312,614 | 890,578 | 4,178 | 12,816,377 | 1,494 | 55,377 | 61,486 |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
CASH RECONCILIATION
JUNE 30, 2016

| | Local / State 29000 | Bond Building Account 31100 | Public School Capital Outlay 31200 | Spec. Capital Outlay-State 31400 | Spec. Capital Outlay-Federal 31500 |
|--------------------------------|---------------------------|-----------------------------------|--|--|--|
| Cash, June 30, 2015 | 11,622 * | 15,873,987 | 1 | 70,000 | 865,664 |
| Add: | | | | | |
| 2015-16 revenues | 13,280 | 7,768,754 | - | - | 17,812 |
| Total cash available | 24,902 | 23,642,741 | 1 | 70,000 | 883,476 |
| Less: | | | | | |
| 2015-16 expenditures | (10,378) | (9,486,534) | - | - | (394,292) |
| Permanent cash transfers | - | - | - | - | - |
| PY outstanding loans | - | - | - | - | - |
| Net Cash | 14,524 | 14,156,207 | 1 | 70,000 | 489,184 |
| Adjustments: | | | | | |
| Due To / Due From Other Funds | - | - | - | - | - |
| Current Year Outstanding Loans | - | - | - | - | - |
| Prior Year Payroll Accruals | - | - | - | - | - |
| Other Adjs Receivable/Payables | - | - | - | - | - |
| Cash, June 30, 2016 | 14,524 | 14,156,207 | 1 | 70,000 | 489,184 |

The accompanying notes are an integral part of these financial statements

| Cap. Improv. SB 9 31700 | Cap. Improv. SB 9 32100 | Debt Service Fund 41000 | Total |
|-------------------------------|-------------------------------|-------------------------------|---------------|
| 2,925,423 | 1 | 13,771,942 | 62,811,016 |
| 4,932,227 | - | 6,945,294 | 158,959,688 |
| 7,857,650 | 1 | 20,717,236 | 221,770,704 |
| (4,194,933) | - | (9,980,996) | (150,872,718) |
| - | - | 3,900,000 | - |
| - | - | - | - |
| 3,662,717 | 1 | 14,636,240 | 70,897,986 |
| - | - | - | - |
| 3,036,243 | - | - | - |
| - | - | - | 5,168,087 |
| - | - | 3,037 | (849,851) |
| 6,698,960 | 1 | 14,639,277 | 75,216,222 |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS - COMPONENT UNIT
MIDDLE COLLEGE HIGH CHARTER SCHOOL
CASH RECONCILIATION
JUNE 30, 2016

| | Operational Account 11000 | Instructional Materials 14000 | Federal Flowthrough 24000 | Federal Direct 25000 |
|--------------------------|---------------------------------|-------------------------------------|---------------------------------|----------------------------|
| Cash, June 30, 2015 | \$ 326,042 | \$ 2,613 | \$ - | \$ 288 |
| Add: | | | | |
| 2015-2016 revenues | 928,552 | 5,075 | - | - |
| Loans from other funds | - | - | - | - |
| Total cash available | 1,254,594 | 7,688 | - | 288 |
| Less: | | | | |
| 2015-16 expenditures | (959,615) | (7,123) | - | - |
| Permanent cash transfers | 103 | - | - | (288) |
| Payroll liabilities | 12,693 | - | - | - |
| Loans to other funds | (6,949) | - | - | - |
| Cash, June 30, 2016 | <u>\$ 300,826</u> | <u>\$ 565</u> | <u>\$ -</u> | <u>\$ -</u> |

The accompanying notes are an integral part of these financial statements

| State Flowthrough 26000 | State Flowthrough 27000 | Public School Capital Outlay 31200 | Capital Improvements SB-9 31700 | Total |
|-------------------------------|-------------------------------|--|--|-------------------|
| \$ - | \$ - | \$ 2,723 | \$ (184) | \$ 331,482 |
| - | 3,198 | 8,627 | 3,724 | 949,176 |
| - | - | - | - | - |
| - | 3,198 | 11,350 | 3,540 | 1,280,658 |
| - | (3,198) | (8,627) | (3,724) | (982,287) |
| - | - | (2,723) | 184 | (2,724) |
| - | - | - | - | 12,693 |
| - | - | - | - | (6,949) |
| <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 301,391</u> |

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
SCHEDULE OF VENDOR INFORMATION
JUNE 30, 2016

| Agency Number | Agency Name | Agency Type | RFB/RFP# (If applicable) | Type of Procurement | Vendor Name | Did Vendor Win Contract? | \$ Amount of Awarded Contract |
|---------------|---------------------------------------|-------------|----------------------------|--------------------------|----------------------------------|--------------------------|-------------------------------|
| 7035 | Gallup-McKinley County Public Schools | Schools | RFP-251-15WF | Competitive (RFP or RFB) | SOUTHWEST FOODSERVICE EXCELLENCE | Winner | \$ 6,177,364.76 |
| 7035 | Gallup-McKinley County Public Schools | Schools | RFP-251-15WF | Competitive (RFP or RFB) | SODEXO | Loser | |
| 7035 | Gallup-McKinley County Public Schools | Schools | RFP-251-15WF | Competitive (RFP or RFB) | Summit Food Service | Loser | |
| 7035 | Gallup-McKinley County Public Schools | Schools | RFP-251-15WF | Competitive (RFP or RFB) | Chartwells/Compass Food Group | Loser | |
| 7035 | Gallup-McKinley County Public Schools | Schools | RFP-288-14WF, RFP-288-14WF | Competitive (RFP or RFB) | MURPHY BUILDERS INC | Winner | \$ 4,206,303.07 |
| 7035 | Gallup-McKinley County Public Schools | Schools | RFP-228-14WF | Competitive (RFP or RFB) | Arviso/Okland | Loser | |
| 7035 | Gallup-McKinley County Public Schools | Schools | RFP-228-14WF | Competitive (RFP or RFB) | Bradbury Stamm | Loser | |
| 7035 | Gallup-McKinley County Public Schools | Schools | RFP-228-14WF | Competitive (RFP or RFB) | Flintco | Loser | |
| 7035 | Gallup-McKinley County Public Schools | Schools | RFP-228-14WF | Competitive (RFP or RFB) | JAYNES CORPORATION | Loser | |
| 7035 | Gallup-McKinley County Public Schools | Schools | RFP-228-14WF | Competitive (RFP or RFB) | LAM/Rockford | Loser | |
| 7035 | Gallup-McKinley County Public Schools | Schools | RFP-247-15WF | Competitive (RFP or RFB) | JAYNES CORPORATION | Loser | |
| 7035 | Gallup-McKinley County Public Schools | Schools | RFP-247-15WF | Competitive (RFP or RFB) | FCI Contractors of New Mexico | Loser | |
| 7035 | Gallup-McKinley County Public Schools | Schools | RFP-247-15WF | Competitive (RFP or RFB) | Flintco | Loser | |
| 7035 | Gallup-McKinley County Public Schools | Schools | RFP-247-15WF | Competitive (RFP or RFB) | Brycon Corporation | Loser | |
| 7035 | Gallup-McKinley County Public Schools | Schools | RFP-250-15WF | Competitive (RFP or RFB) | FCI Contractors of New Mexico | Loser | |
| 7035 | Gallup-McKinley County Public Schools | Schools | RFP-250-15WF | Competitive (RFP or RFB) | Flintco | Loser | |
| 7035 | Gallup-McKinley County Public Schools | Schools | RFP-250-15WF | Competitive (RFP or RFB) | HB CONSTRUCTION | Loser | |
| 7035 | Gallup-McKinley County Public Schools | Schools | RFP-250-15WF | Competitive (RFP or RFB) | JAYNES CORPORATION | Loser | |
| 7035 | Gallup-McKinley County Public Schools | Schools | 13-1-98 A, 13-1-135 | Competitive (RFP or RFB) | COOPERATIVE EDUCATIONAL SERVICES | Winner | \$ 4,186,572.05 |
| 7035 | Gallup-McKinley County Public Schools | Schools | RFP-229-14WF | Competitive (RFP or RFB) | JAYNES CORPORATION | Winner | \$ 2,403,247.82 |
| 7035 | Gallup-McKinley County Public Schools | Schools | RFP-245-15WF | Competitive (RFP or RFB) | EDUCATION TECHNOLOGIES | Winner | \$ 2,064,631.86 |
| | | | RFP-245-15WF | Competitive (RFP or RFB) | Desert Communications Inc. | Loser | |
| | | | RFP-245-15WF | Competitive (RFP or RFB) | CDW GOVERNMENT, INC. | Loser | |
| | | | RFP-245-15WF | Competitive (RFP or RFB) | CDI Computer | Loser | |
| | | | RFP-245-15WF | Competitive (RFP or RFB) | CCS PRESENTATION SYSTEMS | Winner | \$ 430,093.10 |
| 7035 | Gallup-McKinley County Public Schools | Schools | RFP-225-14WF, RFP-225-14WF | Competitive (RFP or RFB) | CONVERGEONE, INC. | Winner | \$ 1,166,818.05 |
| | | | RFP-225-14WF | Competitive (RFP or RFB) | Desert Communications Inc. | Loser | |
| 7035 | Gallup-McKinley County Public Schools | Schools | CES 2012-029 608-01 | Competitive (RFP or RFB) | STAPLES BUSINESS ADVANTAGE | Winner | \$ 925,298.69 |
| 7035 | Gallup-McKinley County Public Schools | Schools | RFP-246-15WF | Competitive (RFP or RFB) | FRONTIER COMMUNICATIONS CORP | Winner | \$ 756,757.47 |
| 7035 | Gallup-McKinley County Public Schools | Schools | RFP-246-15WF | Competitive (RFP or RFB) | SOUTHWEST COMMUNICATION SYSTEMS | Winner | \$ 666,663.75 |
| 7035 | Gallup-McKinley County Public Schools | Schools | Official Depository | Sole Source | ARCHWAY (RESOLVE) | Winner | \$ 647,825.17 |
| 7035 | Gallup-McKinley County Public Schools | Schools | RFP-221-14WF | Competitive (RFP or RFB) | RED ROCK SECURITY & PATROL LLC | Winner | \$ 582,709.15 |
| 7035 | Gallup-McKinley County Public Schools | Schools | RFP-221-14WF | Competitive (RFP or RFB) | Whelan Security | Loser | |
| 7035 | Gallup-McKinley County Public Schools | Schools | 2011-003 608-004 S4 | Competitive (RFP or RFB) | SCHOOL SPECIALTY, INC. | Winner | \$ 492,415.92 |
| 7035 | Gallup-McKinley County Public Schools | Schools | ITB-235-15WF | Competitive (RFP or RFB) | BLICK ART MATERIALS | Winner | |
| 7035 | Gallup-McKinley County Public Schools | Schools | ITB-235-15WF | Competitive (RFP or RFB) | DGS Educational Products | Winner | |
| 7035 | Gallup-McKinley County Public Schools | Schools | ITB-235-15WF | Competitive (RFP or RFB) | KAPLAN EARLY LEARNING CO. | Winner | |
| 7035 | Gallup-McKinley County Public Schools | Schools | ITB-235-15WF | Competitive (RFP or RFB) | NASCO | Winner | |
| 7035 | Gallup-McKinley County Public Schools | Schools | ITB-235-15WF | Competitive (RFP or RFB) | ORIENTAL TRADING | Winner | |
| 7035 | Gallup-McKinley County Public Schools | Schools | ITB-235-15WF | Competitive (RFP or RFB) | PYRAMID SCHOOL PRODUCTS | Winner | |
| 7035 | Gallup-McKinley County Public Schools | Schools | ITB-235-15WF | Competitive (RFP or RFB) | QUILL CORP | Winner | |
| 7035 | Gallup-McKinley County Public Schools | Schools | ITB-235-15WF | Competitive (RFP or RFB) | S&S WORDWIDE | Winner | |
| 7035 | Gallup-McKinley County Public Schools | Schools | ITB-235-15WF | Competitive (RFP or RFB) | STANDARD STATIONERY SUPPLY CO | Winner | |
| 7035 | Gallup-McKinley County Public Schools | Schools | ITB-254-15WF | Competitive (RFP or RFB) | DESERT FUELS INC. | Winner | \$ 441,517.92 |
| 7035 | Gallup-McKinley County Public Schools | Schools | ITB-254-15WF | Competitive (RFP or RFB) | CARVER OIL CO. | Loser | |
| 7035 | Gallup-McKinley County Public Schools | Schools | ITB-254-15WF | Competitive (RFP or RFB) | WESTERN REFINING WHOLESAL | Loser | |
| 7035 | Gallup-McKinley County Public Schools | Schools | ITB-254-15WF | Competitive (RFP or RFB) | ABEITA OIL CO. | Loser | |
| 7035 | Gallup-McKinley County Public Schools | Schools | ITB-254-15WF | Competitive (RFP or RFB) | HONSTEIN OIL CO. | Loser | |
| 7035 | Gallup-McKinley County Public Schools | Schools | RFP-149-11RS, RFP-2 | Competitive (RFP or RFB) | CCS PRESENTATION SYSTEMS | Winner | \$ 430,093.10 |
| 7035 | Gallup-McKinley County Public Schools | Schools | 10-00022 | Competitive (RFP or RFB) | GRAINGER INC. | Winner | \$ 395,759.75 |
| 7035 | Gallup-McKinley County Public Schools | Schools | 13-1-98 E | Sole Source | VOYAGER SOPRIS LEARNING, INC | Winner | \$ 389,667.33 |
| 7035 | Gallup-McKinley County Public Schools | Schools | ITB-244-15WF, ITB-2 | Competitive (RFP or RFB) | RICO AUTO COMPLEX | Winner | \$ 386,341.75 |
| 7035 | Gallup-McKinley County Public Schools | Schools | ITB-253-15WF | Competitive (RFP or RFB) | GALLUP AUTOMOTIVE REPAIR | Winner | |
| 7035 | Gallup-McKinley County Public Schools | Schools | ITB-253-15WF | Competitive (RFP or RFB) | GURLEY MOTOR CO. | Winner | |
| 7035 | Gallup-McKinley County Public Schools | Schools | ITB-253-15WF | Competitive (RFP or RFB) | H&C STARTER & ALTERNATOR | Winner | |
| 7035 | Gallup-McKinley County Public Schools | Schools | ITB-253-15WF | Competitive (RFP or RFB) | O'REILLY AUTO PARTS | Winner | |
| 7035 | Gallup-McKinley County Public Schools | Schools | ITB-253-15WF | Competitive (RFP or RFB) | Tillery Bus Sales & Repair | Winner | |
| 7035 | Gallup-McKinley County Public Schools | Schools | ITB-288-16WF | Competitive (RFP or RFB) | Tate's Auto Center | Loser | |
| 7035 | Gallup-McKinley County Public Schools | Schools | RFP-246-15WF | Competitive (RFP or RFB) | CENTURYLINK | Winner | \$ 347,124.23 |
| 7035 | Gallup-McKinley County Public Schools | Schools | 20-000-00-00075 AK | Competitive (RFP or RFB) | IT CONNECT, INC. | Winner | \$ 344,003.24 |
| 7035 | Gallup-McKinley County Public Schools | Schools | 13-1-98 E | Sole Source | EMPOWER EDUCATIONAL CONSULT | Winner | \$ 334,966.98 |

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
SCHEDULE OF VENDOR INFORMATION
JUNE 30, 2016

| <i>\$ Amount of Amended Contract</i> | <i>Physical address of vendor (City, State)</i> | <i>Did the Vendor provide documentation of eligibility for in-state preference?</i> | <i>Did the Vendor provide documentation of eligibility for veterans' preference?</i> | <i>Brief Description of the Scope of Work</i> | <i>If the procurement is attributable to a Component Unit, Name of Component Unit</i> |
|--------------------------------------|---|---|--|---|---|
| | Scottsdale, AZ | No | No | Food Service Management Company | |
| | Rio Rancho, NM | No | No | Food Service Management Company | |
| | Roseville, MN | No | No | Food Service Management Company | |
| | Kirkland, WA | No | No | Food Service Management Company | |
| | Gallup, NM | Yes | No | Construction of Churchrock Elementary, Ramah Elementary, & Del Norte Elementary | |
| | Ft. Wingate, NM | Yes | No | Construction of Churchrock Elementary | |
| | Albuquerque, NM | Yes | No | Construction of Churchrock Elementary | |
| | Albuquerque, NM | Yes | No | Construction of Churchrock Elementary | |
| | Albuquerque, NM | Yes | No | Construction of Churchrock Elementary | |
| | Gallup, NM | No | No | Construction of Churchrock Elementary | |
| | Albuquerque, NM | Yes | No | Construction of Ramah Elementary | |
| | Aztec, nm | Yes | No | Construction of Ramah Elementary | |
| | Albuquerque, NM | Yes | No | Construction of Ramah Elementary | |
| | Albuquerque, NM | Yes | No | Construction of Ramah Elementary | |
| | Aztec, nm | Yes | No | Construction of Del Norte Elementary | |
| | Albuquerque, NM | Yes | No | Construction of Del Norte Elementary | |
| | Albuquerque, NM | Yes | No | Construction of Del Norte Elementary | |
| | Albuquerque, NM | Yes | No | Construction of Del Norte Elementary | |
| | Albuquerque, NM | Yes | No | Construction of Del Norte Elementary | |
| | Albuquerque, NM | No | No | Various Tangible Goods, Services, Construction, furnishings, etc. | |
| | Albuquerque, NM | Yes | No | Construction of Jefferson Elementary | |
| | Albuquerque, NM | Yes | No | Computer (hardware) & peripherals | |
| | El Paso, Tx | No | No | Computer (hardware) & peripherals | |
| | Vernon Hills, IL | No | No | Computer (hardware) & peripherals | |
| | Markham ON | No | No | Computer (hardware) & peripherals | |
| | Scottsdale, AZ | No | No | Computer (hardware) & peripherals | |
| | Albuquerque, NM | No | No | Maintenance of Telephone & Data Network, Upgrade of equipment | |
| | El Paso, Tx | No | No | Maintenance of Telephone & Data Network, Upgrade of equipment | |
| | Albuquerque, NM | No | No | Office & School Supplies, furnishings, etc. | |
| | St. Michaels, AZ | No | No | Telephone (POTS) & Broadband connectivity for North Cloud | |
| | Gallup, NM | No | No | Broadband connectivity for South Cloud | |
| | Gallup, NM | No | No | Instructional Materials | |
| | Albuquerque, NM | No | No | Security Services as needed | |
| | Albuquerque, NM | No | No | Security Services as needed | |
| | Greenville, WI | No | No | Art Supplies, Office & School Supplies, furnishings, etc. | |
| | Galesburg, IL | No | No | Art Supplies & Materials | |
| | Delrey Beach, FL | No | No | Art Supplies & Materials | |
| | Lewisville, NC | No | No | Art Supplies & Materials | |
| | Modesto, CA | No | No | Art Supplies & Materials | |
| | Omaha, NE | No | No | Art Supplies & Materials | |
| | Tampa, FL | No | No | Art Supplies & Materials | |
| | Lewsville, IL | No | No | Art Supplies & Materials | |
| | Colchester, CT | No | No | Art Supplies & Materials | |
| | Wheeling, IL | No | No | Art Supplies & Materials | |
| | Albuquerque, NM | Yes | No | Diesel Fuel as needed | |
| | Milan, NM | No | No | Diesel Fuel as needed | |
| | Albuquerque, NM | No | No | Diesel Fuel as needed | |
| | Gallup, NM | No | No | Diesel Fuel as needed | |
| | Santa Fe, NM | Yes | No | Diesel Fuel as needed | |
| | Scottsdale, AZ | No | No | Projectors and Document Cameras, etc | |
| | Kansas City, MO | No | No | Custodial supplies, equipment, material handling, electrical supplies, etc. | |
| | Dallas, TX | No | No | Copyrighted Writing, Reading & Language programs including Professional Development | |
| | Gallup, NM | Yes | No | Auto and Bus Parts and Repairs, Vehicles for EDC | |
| | Gallup, NM | No | No | AUTO PARTS & REPAIRS | |
| | Gallup, NM | No | No | AUTO PARTS & REPAIRS | |
| | Gallup, NM | No | No | AUTO PARTS & REPAIRS | |
| | Springfield, MO | No | No | AUTO PARTS & REPAIRS | |
| | Morairty, nm | No | No | Bus Parts and Repairs | |
| | Show Low, AZ | No | No | Vehicles for EDC | |
| | Albuquerque, NM | No | No | Broadband Connectivity for schools, POTS, telephone service & Internet Service Provider | |
| | Santa Fe, NM | No | No | Low Voltage Contractor | |
| | Chandler, AZ | No | No | Copyrighted Math program including Professional Development | |

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
SCHEDULE OF VENDOR INFORMATION
JUNE 30, 2016

| | | | | | | | |
|--|---------|--------------------------------|--|---|-----------------|----|------------|
| 7035 Gallup-McKinley County Public Schools | Schools | | Sole Source | THE LEARNING INSTITUTE | Winner | \$ | 299,265.13 |
| 7035 Gallup-McKinley County Public Schools | Schools | SPD50-000-15-0004S | Competitive (RFP or RFB) | CONTINUUM RETAIL ENERGY SERVICE | Winner | \$ | 297,234.76 |
| 7035 Gallup-McKinley County Public Schools | Schools | ITB-195-13RS | Competitive (RFP or RFB) | LAKESHORE LEARNING MATERIALS | Winner | \$ | 282,591.95 |
| 7035 Gallup-McKinley County Public Schools | Schools | ITB-244-15WF | Competitive (RFP or RFB) | SUMMIT TRUCK GROUP | Winner | \$ | 280,352.81 |
| 7035 Gallup-McKinley County Public Schools | Schools | RFP-259-16WF | Competitive (RFP or RFB) | UNLIMITED THERAPY, LLC | Winner | \$ | 267,925.20 |
| 7035 Gallup-McKinley County Public Schools | Schools | SPD 50-000-15-0006I | Competitive (RFP or RFB) | XEROX CORP | Winner | \$ | 249,092.90 |
| 7035 Gallup-McKinley County Public Schools | Schools | ITB-199-13RS | Competitive (RFP or RFB) | BSN/SPORT SUPPLY GROUP, INC. | Winner | \$ | 246,383.42 |
| 7035 Gallup-McKinley County Public Schools | Schools | ITB-199-13RS | Competitive (RFP or RFB) | Cannon Sports | Winner | | |
| 7035 Gallup-McKinley County Public Schools | Schools | ITB-199-13RS | Competitive (RFP or RFB) | Gopher Sports | Winner | | |
| 7035 Gallup-McKinley County Public Schools | Schools | ITB-199-13RS | Competitive (RFP or RFB) | Palos Sports | Winner | | |
| 7035 Gallup-McKinley County Public Schools | Schools | ITB-199-13RS | Competitive (RFP or RFB) | S&S WORDWIDE | Winner | | |
| 7035 Gallup-McKinley County Public Schools | Schools | ITB-199-13RS | Competitive (RFP or RFB) | US Games | Winner | | |
| 7035 Gallup-McKinley County Public Schools | Schools | ITB-244-15WF | Competitive (RFP or RFB) | JRL ENTERPRISES INC | Winner | \$ | 240,647.93 |
| 7035 Gallup-McKinley County Public Schools | Schools | 00-000-00-00014AU | Competitive (RFP or RFB) | APPLE INC | Winner | \$ | 230,447.30 |
| 7035 Gallup-McKinley County Public Schools | Schools | | Competitive (RFP or RFB) | A & J PRODUCE | Winner | \$ | 229,074.12 |
| 7035 Gallup-McKinley County Public Schools | Schools | 2014-004 204-125 M | Competitive (RFP or RFB) | CDW GOVERNMENT, INC. | Winner | \$ | 225,902.24 |
| 7035 Gallup-McKinley County Public Schools | Schools | ITB-253-15WF | Competitive (RFP or RFB) | QUALITY PARTS CAR QUEST | Winner | \$ | 213,099.16 |
| 7035 Gallup-McKinley County Public Schools | Schools | RFP-246-15WF | Competitive (RFP or RFB) | DESERT COMMUNICATIONS INC. | Winner | \$ | 205,585.56 |
| 7035 Gallup-McKinley County Public Schools | Schools | ITB-190-13RS | Competitive (RFP or RFB) | ADVANCED TECHNICAL SERVICES | Winner | \$ | 202,050.95 |
| 7035 Gallup-McKinley County Public Schools | Schools | ITB-190-13RS | Competitive (RFP or RFB) | Poweline Technologies, Inc. | Winner | | |
| 7035 Gallup-McKinley County Public Schools | Schools | 10-000-00-00044, 21 | Competitive (RFP or RFB) | FOLLETT SCHOOL SOLUTIONS, INC. | Winner | \$ | 201,857.35 |
| 7035 Gallup-McKinley County Public Schools | Schools | 13-1-98 H | Sole Source | LAMBSON TRANSPORTATION LLC | Winner | \$ | 198,686.75 |
| 7035 Gallup-McKinley County Public Schools | Schools | 13-1-98 A | Sole Source | NEW MEXICO PUBLIC EDUCATION D | Winner | \$ | 194,765.12 |
| 7035 Gallup-McKinley County Public Schools | Schools | ITB-184-13RS | Competitive (RFP or RFB) | NAVAJO SANITATION | Winner | \$ | 192,864.51 |
| 7035 Gallup-McKinley County Public Schools | Schools | ITB-184-13RS | Competitive (RFP or RFB) | WASTE MANAGEMENT OF NM | Loser | | |
| 7035 Gallup-McKinley County Public Schools | Schools | ITB-184-13RS | Competitive (RFP or RFB) | CHECKERBOARD | Loser | | |
| 7035 Gallup-McKinley County Public Schools | Schools | SPD 50-000-15-0005J | Competitive (RFP or RFB) | FERGUSON | Winner | \$ | 191,229.73 |
| 7035 Gallup-McKinley County Public Schools | Schools | SPD 60-000-15-0003K | Competitive (RFP or RFB) | WEX BANK_4186 | Winner | \$ | 182,655.65 |
| 7035 Gallup-McKinley County Public Schools | Schools | RFP-191-13RS | Competitive (RFP or RFB) | TERRACON | Winner | \$ | 180,387.62 |
| 7035 Gallup-McKinley County Public Schools | Schools | 13-1-98 A | Sole Source | NM HUMAN SERVICES DEPT COMM | Winner | \$ | 170,529.78 |
| 7035 Gallup-McKinley County Public Schools | Schools | ITB-193-13RS | Competitive (RFP or RFB) | FERRELLGAS | Winner | \$ | 169,800.66 |
| 7035 Gallup-McKinley County Public Schools | Schools | ITB-193-13RS | Competitive (RFP or RFB) | Nations Gas Technologies | Loser | | |
| 7035 Gallup-McKinley County Public Schools | Schools | ITB-193-13RS | Competitive (RFP or RFB) | Ikard & Newsom | Loser | | |
| 7035 Gallup-McKinley County Public Schools | Schools | ITB-193-13RS | Competitive (RFP or RFB) | Amerigas Gallup | Loser | | |
| 7035 Gallup-McKinley County Public Schools | Schools | RFP-206-13WF | Competitive (RFP or RFB) | CUDDY & MCCARTHY LLP | Winner | \$ | 153,094.82 |
| 7035 Gallup-McKinley County Public Schools | Schools | RFP-206-13WF | Competitive (RFP or RFB) | Walsh, Anderson, Gallegos, Green a | Winner | | |
| 7035 Gallup-McKinley County Public Schools | Schools | ITB-253-15WF | Competitive (RFP or RFB) | POOR BOYS DISCOUNT AUTO | Winner | \$ | 142,019.03 |
| 7035 Gallup-McKinley County Public Schools | Schools | RFP-259-16WF | Competitive (RFP or RFB) | CONSULTING PSYCHOLOGISTS OF N | Winner | \$ | 140,901.26 |
| 7035 Gallup-McKinley County Public Schools | Schools | ITB-187-13RS, ITB-19 | Competitive (RFP or RFB) | BUTLERS OFFICE EQUIPMENT | Winner | \$ | 138,162.95 |
| 7035 Gallup-McKinley County Public Schools | Schools | RFP-210-13WF | Competitive (RFP or RFB) | E-CHALK | Winner | \$ | 132,850.00 |
| 7035 Gallup-McKinley County Public Schools | Schools | ITB-217-13WF, ITB-2 | Competitive (RFP or RFB) | GALLUP FIRE EXTINGUISHER SALES | Winner | \$ | 127,120.50 |
| 7035 Gallup-McKinley County Public Schools | Schools | RFP-248-15WF | Competitive (RFP or RFB) | BAKER ARCHITECTURE + DESIGN, P.(| Winner | \$ | 126,491.52 |
| 7035 Gallup-McKinley County Public Schools | Schools | RFP-248-15WF | Competitive (RFP or RFB) | VAN H. GILBERT ARCHITECTS | Loser | | |
| 7035 Gallup-McKinley County Public Schools | Schools | RFP-248-15WF | Competitive (RFP or RFB) | FBT ARCHITECTS | Loser | | |
| 7035 Gallup-McKinley County Public Schools | Schools | RFP-248-15WF 2013/2014/06/P | Competitive (RFP or RFB) Competitive (RFP or RFB) | STUDIO SOUTHWEST ARCHITECTS DEPAULI ENGINEERING & SURVEY | Loser Winner | \$ | 121,921.98 |
| 7035 Gallup-McKinley County Public Schools | Schools | RFP-227-14WF, RFP- | Competitive (RFP or RFB) | DEKKER/PERICH/SABATINI | Winner | \$ | 115,820.67 |
| 7035 Gallup-McKinley County Public Schools | Schools | RFP-227-14WF | Competitive (RFP or RFB) | WILSON & CO | Loser | | |
| 7035 Gallup-McKinley County Public Schools | Schools | RFP-227-14WF | Competitive (RFP or RFB) | DESIGN GROUP | Loser | | |
| 7035 Gallup-McKinley County Public Schools | Schools | RFP-227-14WF | Competitive (RFP or RFB) | VIGIL & ASSOCIATES | Loser | | |
| 7035 Gallup-McKinley County Public Schools | Schools | RFP-227-14WF | Competitive (RFP or RFB) | FBT ARCHITECTS | Loser | | |
| 7035 Gallup-McKinley County Public Schools | Schools | RFP-227-14WF | Competitive (RFP or RFB) | STUDIO SOUTHWEST ARCHITECTS | Loser | | |
| 7035 Gallup-McKinley County Public Schools | Schools | | Competitive (RFP or RFB) | ALLIANCE OF GALLUP | Winner | \$ | 106,491.84 |
| 7035 Gallup-McKinley County Public Schools | Schools | | Emergency | PALM HARBOR VILLAGES | Winner | \$ | 92,267.00 |
| 7035 Gallup-McKinley County Public Schools | Schools | | Emergency | Clayton Homes | Loser | | |
| 7035 Gallup-McKinley County Public Schools | Schools | | Competitive (RFP or RFB) | VISUAL IMPRESSIONS PLUS, INC. | Winner | \$ | 92,139.34 |
| 7035 Gallup-McKinley County Public Schools | Schools | 13-1-98 E | Competitive (RFP or RFB) | SADDLEBACK EDUCATIONAL PUB.IN | Winner | \$ | 91,266.07 |
| 7035 Gallup-McKinley County Public Schools | Schools | TIPS/TAPS 3071615 | Competitive (RFP or RFB) | RENAISSANCE LEARNING, INC. | Winner | \$ | 90,201.80 |
| 7035 Gallup-McKinley County Public Schools | Schools | 13-1-98 E | Competitive (RFP or RFB) | HOUGHTON MIFFLIN HARCOURT PU | Winner | \$ | 83,369.04 |
| 7035 Gallup-McKinley County Public Schools | Schools | IFB#2013-08 (COUNT | Competitive (RFP or RFB) | KNIGHT ELECTRIC | Winner | \$ | 82,895.21 |
| 7035 Gallup-McKinley County Public Schools | Schools | 13-1-98 E | Sole Source | MEASURED PROGRESS, INC. | Winner | \$ | 82,579.32 |
| 7035 Gallup-McKinley County Public Schools | Schools | RFP-206-13WF | Competitive (RFP or RFB) | THE ROSEBROUGH LAW FIRM P. C. | Winner | \$ | 72,806.22 |
| 7035 Gallup-McKinley County Public Schools | Schools | | Sole Source | JENNIE-O TURKEY STORE INC. | Winner | \$ | 71,929.12 |
| 7035 Gallup-McKinley County Public Schools | Schools | ITB-201-13RS | Competitive (RFP or RFB) | FOUR CORNERS WELDING AND GAS | Winner | \$ | 69,447.30 |
| 7035 Gallup-McKinley County Public Schools | Schools | | Competitive (RFP or RFB) | THE IRWIN LAW FIRM LLC | Winner | \$ | 69,130.00 |
| 7035 Gallup-McKinley County Public Schools | Schools | | Competitive (RFP or RFB) | SCHWAN'S FOOD SERVICE | Winner | \$ | 68,873.42 |
| 7035 Gallup-McKinley County Public Schools | Schools | 13-1-98 A | Competitive (RFP or RFB) | COUNTY OF MCKINLEY | Winner | \$ | 66,849.15 |
| 7035 Gallup-McKinley County Public Schools | Schools | APS BID | Competitive (RFP or RFB) | BORDER STATES ELECTRIC SUPPLY | Winner | \$ | 65,983.08 |
| 7035 Gallup-McKinley County Public Schools | Schools | RFP-259-16WF | Competitive (RFP or RFB) | ARDOR HEALTH SOLUTIONS | Winner | \$ | 65,503.43 |
| 7035 Gallup-McKinley County Public Schools | Schools | CES #2013-014 208-C | Competitive (RFP or RFB) | IMAGINE LEARNING, INC. | Winner | \$ | 63,598.75 |
| 7035 Gallup-McKinley County Public Schools | Schools | 13-1-98 E | Sole Source | NCS PEARSONS, INC. | Winner | \$ | 63,181.96 |
| 7035 Gallup-McKinley County Public Schools | Schools | 90-000-00-00089AA, | Competitive (RFP or RFB) | RACHER'S OFFICE EQUIP | Winner | \$ | 62,264.59 |

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
SCHEDULE OF VENDOR INFORMATION
JUNE 30, 2016

| | | | |
|--------------------|-----|-----|--|
| | | | Customized Interim assessment, reporting and data desegregation tool, data warehouse and test bank |
| Hot Springs, AR | No | No | |
| Denver, CO | No | No | Natrual Gas Marketer Services |
| Carson, CA | No | No | Instructional Aids |
| Albuquerque, NM | Yes | No | Bus Parts and Repairs |
| Woodland Park , CO | No | No | Speech and Evaluation Services |
| Dallas, TX | No | No | Copiers and Maintenance |
| Dallas, TX | No | No | Athletic Equipment and Supplies |
| sun valley, CA | No | No | Athletic Equipment and Supplies |
| Owatonna, MN | No | No | Athletic Equipment and Supplies |
| Alsip, IL | No | No | Athletic Equipment and Supplies |
| Colchester, CT | No | No | Athletic Equipment and Supplies |
| Dallas, TX | No | No | Athletic Equipment and Supplies |
| Ramah, NM | No | No | Bus Parts and Repairs |
| Austin, TX | No | No | Computer (hardware) & peripherals |
| Gallup, NM | No | No | Produce |
| | | | Computer hardware & software, peripherals, etc. |
| Vernon Hills, IL | No | No | Auto and Bus Parts and Repairs |
| Gallup, NM | Yes | No | Computer network upgrades |
| El Paso, TX | No | No | Computer network upgrades |
| Gallup, NM | Yes | No | Low Voltage Contractor |
| Gallup, NM | Yes | Yes | Low Voltage Contractor |
| | | | Books, (library, cultural, instructional) |
| Woodridge, IL | No | No | Bus Transportation for Ramah School Area |
| Ramah, NM | No | No | PARCC Tests |
| Santa Fe, NM | No | No | Solid Waste Disposal Services for County Schools |
| Window Rock, AZ | No | No | Solid Waste Disposal Services for County Schools |
| Milan, NM | No | No | Solid Waste Disposal Services for County Schools |
| Crownpoint, NM | No | No | Solid Waste Disposal Services for County Schools |
| Albuquerque, NM | No | No | Plumbing Supplies & Parts |
| Carol Stream, IL | No | Yes | Electronic Fuel Card Provider |
| | | | Materials Testing Services (Construction) |
| Flora Vista, NM | No | No | Commodity Food for Student Nutrition Program |
| Santa Fe, NM | No | No | Liquified Petroleum Gas Services for school sites and on demand |
| Gallup, NM | No | No | Liquified Petroleum Gas Services for school sites and on demand |
| Lupton, AZ | No | No | Liquified Petroleum Gas Services for school sites and on demand |
| gallup, nm | No | No | Liquified Petroleum Gas Services for school sites and on demand |
| gallup, nm | No | No | Liquified Petroleum Gas Services for school sites and on demand |
| Albuquerque, NM | Yes | No | Legal Services |
| Albuquerque, NM | No | No | Legal Services |
| Gallup, NM | No | No | Auto and Bus Parts |
| Flagstaff, AZ | No | No | Student Psychology Services |
| Gallup, NM | Yes | No | Office Supplies, Cultural Books, Art Supplies, Instructional Aids |
| Atlanta, GA | No | No | Web Page Hosting Services |
| | | | Fire Extinguisher & Sprinkler Systems, purchase, recharge, test, etc. |
| Gallup, NM | No | No | Professional Design Services Lincoln Elementary School |
| Albuquerque, NM | Yes | No | |
| Albuquerque, NM | Yes | Yes | Professional Design Services Lincoln & Thoreau Elementary Schools |
| Albuquerque, NM | Yes | No | Professional Design Services Lincoln & Thoreau Elementary Schools |
| Albuquerque, NM | Yes | No | Professional Design Services Lincoln & Thoreau Elementary Schools |
| Gallup, NM | No | No | Engineering Services as needed |
| Albuquerque, NM | Yes | No | Professional Design Services Ramah Elementary & Thoreau Elementary |
| Albuquerque, NM | Yes | No | Professional Design Services Ramah Elementary |
| Albuquerque, NM | Yes | No | Professional Design Services Ramah Elementary |
| Albuquerque, NM | Yes | No | Professional Design Services Ramah Elementary |
| Albuquerque, NM | Yes | No | Professional Design Services Ramah Elementary |
| Albuquerque, NM | Yes | No | Professional Design Services Ramah Elementary |
| Gallup, NM | No | No | Employee Assistance Program |
| Gallup, NM | No | No | Hands-On Math Program |
| Gallup, NM | No | No | Mobile Homes for Ramah |
| Albuquerque, NM | No | No | Lamination equipment & supplies |
| Costa Mesa, CA | No | No | Books |
| | | | Student Reading, Math & Writing Software programs |
| Wisconsin Park, WI | No | No | Instructional Materials |
| Geneva, IL | No | No | Electrical Services as needed |
| Gallup, NM | No | No | Assessments |
| Dover, NH | No | No | Legal Services |
| Gallup, NM | Yes | No | Processed Commodity Foods |
| Wilmar, IN | No | No | Welding Gas, Supplies & Equipment as needed |
| Gallup, NM | No | No | Legal Services Immigration Sponsor Attorney |
| Englewood, CO | No | No | Processed Commodity Foods |
| Minneapolis, MN | No | No | Conduct Election (GO Bond) |
| Gallup, NM | No | No | Electrical Materials & Supplies |
| Farmington, NM | No | No | Ancillary Staffing OT's for SPED |
| Coral Springs, FL | No | No | Software (Educational) |
| Provo, UT | No | No | Testing materials for Students with IEPs, Instructional Materials |
| San Antonio, TX | No | No | Copiers including Maintenance, and Office Supplies |
| Gallup, NM | No | No | |

COMPLIANCE SECTION



Griego Professional Services, LLC

Certified Public Accountants

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

Tim Keller
New Mexico State Auditor
The Office of Management and Budget
To the Board of Education
Gallup-McKinley County Schools
Gallup, New Mexico

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, the aggregate remaining fund information, the budgetary comparisons of the general funds and major special revenue funds, of the Gallup-McKinley County Schools, New Mexico (the "District"), as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the Gallup-McKinley County Schools basic financial statements, and the combining and individual funds and related budgetary comparisons of the Gallup-McKinley County Schools, presented as supplemental information, and have issued our report thereon dated January 31, 2017.

Internal Control Over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs, which we consider to be significant deficiencies as items FS 2009-002, FS 2015-001, FS 2015-002, FS 2015-006 and 2016-003.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*, which are described in the accompanying schedule of findings and questioned costs as item FS 2013-003, FS 2015-005, CU 2015-001, FS 2016-001, FS 2016-002 and FS 2016-004.

Responses to Findings

The District's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit the agency's responses and, accordingly, we express no opinion on them.

Purpose of the Report

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



Albuquerque, New Mexico
January 31, 2017

FEDERAL FINANCIAL ASSISTANCE



Griego Professional Services, LLC

Certified Public Accountants

REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH UNIFORM GUIDANCE

Tim Keller
New Mexico State Auditor
The Office of Management and Budget
To the Board of Education
Gallup-McKinley County Public Schools
Gallup, New Mexico

Report on Compliance for Each Major Federal Program

We have audited Gallup-McKinley County Public Schools (the District) compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2016. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the requirements of Title 2 U.S. Code of federal regulations 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the District's compliance.

Basis for Qualified Opinion on Johnson O'Malley

As described in the accompanying schedule of findings and questioned costs, the District did not comply with the requirements regarding CFDA 15.130 Johnson O'Malley as described in FA 2016-001 for Special Provisions. Compliance with such requirements is necessary, in our opinion, for the District to comply with the requirements applicable to that program.

Qualified Opinion on CFDA 15.130

In our opinion, except for the noncompliance described in the Basis for Qualified Opinion paragraph, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on the CFDA 15.130 Johnson O'Malley Program for the year ended June 30, 2016.

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Unmodified Opinion on Each of the Other Major Federal Programs

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its other major federal programs identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs for the year ended June 30, 2016.

Other Matters

The results of our auditing procedures disclosed other instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as items FA 2014-001. Our opinion on each major program is not modified with respect to these matters.

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

Report on Internal Control over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be material weaknesses and significant deficiencies.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as items FA 2016-001 to be material weaknesses.

A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item FA 2014-001 to be a significant deficiency.

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



Albuquerque, New Mexico
January 31, 2017

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2016

Schedule VI

| Federal Grantor or Pass-Through Grantor / Program Title | Passthrough Number | Federal CFDA | Federal Expenditures |
|--|-----------------------|-----------------|-------------------------|
| U.S. Department of Education | | | |
| <i>Passthrough State of New Mexico Department of Education</i> | | | |
| Title I - IASA | 24101 | 84.010 | 7,252,256 |
| IDEA B Entitlement (1) | 24106 | 84.027 | 3,519,607 |
| New Mexico Autism Project (1) | 24108 | 84.027 | 7,224 |
| IDEA B Pre-School (1) | 24109 | 84.173 | 166,621 |
| Education of the Homeless | 24113 | 84.196 | 22,149 |
| Private Schools Share IDEA-B (1) | 24115 | 84.027 | 108,089 |
| 21st Century | 24119 | 84.287 | 1,079,641 |
| IDEA-B - Plan Results (1) | 24132 | 84.027 | 48,550 |
| English Language Acquisition | 24153 | 84.365 | 468,774 |
| Title II | 24154 | 84.367A | 1,315,307 |
| Rural and Low Income Schools | 24160 | 84.358B | 178,555 |
| Title I School Improvement | 24162 | 84.010A | 272,078 |
| Carl Perkins | 24174 | 84.048 | 175,017 |
| Carl Perkins Redistribution | 24176 | 84.048 | 7,020 |
| USHHS/CDC School Health | 24186 | 84.048 | 6,022 |
| <i>Direct Federal Grants</i> | | | |
| Impact aid - General Fund (1) | 11000 | 84.041 | 28,480,406 |
| Impact aid - Special Education (1) | 25145 | 84.041 | 631,032 |
| Impact aid - Construction (1) | 31500 | 84.041 | 352,632 |
| Indian Education Formula Grant | 25184 | 84.060A | 1,613,570 |
| <i>Total - U.S. Department of Education</i> | | | 45,704,550 |
| U.S. Department of Health and Human Services | | | |
| <i>Direct Federal Grants</i> | | | |
| Child Care Block Grant CYFD | 25157 | 93.037 | 45,247 |
| Navajo Nation | 25201 | 93.257 | 122,537 |
| <i>Passthrough State of New Mexico Children, Youth and Families Department</i> | | | |
| ACA Maternal, Infants and Early Childhood Visiting Program | 28193 | 93.505 | 415,431 |
| <i>Total - U.S. Department of Health and Human Services</i> | | | 583,215 |

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

STATE OF NEW MEXICO
GALLUP-McKINLEY COUNTY PUBLIC SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2016

Schedule VI

U.S. Department of Interior

Passthrough Bureau of Indian Affairs

| | | | |
|---|-------|--------|---------|
| Johnson O'Malley (1) | 25131 | 15.130 | 416,417 |
| <i>Subtotal - Passthrough U.S. Department of Interior</i> | | | 416,417 |

U.S. Department of Agriculture

Federal Direct

| | | | |
|--------------------------------------|-------|--------|---------|
| Schools and Roads - Grants to States | 11000 | 10.665 | 332,123 |
|--------------------------------------|-------|--------|---------|

Passthrough State of New Mexico Department of Education

| | | | |
|-----------------------------------|-------|--------|-----------|
| Forest Reserve | 11000 | 10.672 | 143,582 |
| National School Lunch Program | 21000 | 10.555 | 6,064,890 |
| National School Breakfast Program | 21000 | 10.553 | 497,868 |
| National School Food Distribution | 21000 | 10.555 | 340,052 |
| Child and Adult Care Food Program | 25171 | 10.558 | 4,461 |
| Fruit and Vegetable Program | 24118 | 10.582 | 195,888 |

| | | | |
|--|--|--|-----------|
| <i>Subtotal - Passthrough U.S. Department of Agriculture</i> | | | 7,578,864 |
|--|--|--|-----------|

Total Federal Financial Assistance

\$ 54,283,046

(1) Denotes Major Federal Financial Assistance Program

1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes the federal grant activity of the Gallup-McKinley County Public Schools and is presented on the modified accrual basis of accounting, which is the same basis as was used to prepare the fund financial statements. The information in this Schedule is presented in accordance with the requirements of OMB Uniform Guidance. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the financial statements.

2. Subrecipients

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

3. Non-Cash Federal Assistance

The District receives USDA Commodities for use in sponsoring the National School Lunch program. The value of received for the year ended June 30, 2016 was \$340,052 and is reported in the Schedule of Expenditures of Federal Awards under the Department of Agriculture Commodities program, CFDA number 10.550. Commodities are recorded as revenues and expenditures in the food service fund.

4. Indirect Cost Rate

The District has not elected to use the 10% de minimus indirect cost rate as allowed under the Uniform Guidance.

5. Loan Amount

The District has not maintained loan related to federal guidelines which may require disclosure.

Reconciliation of Schedule of Expenditures of Federal Awards to Financial Statements:

| | |
|--|---------------|
| Total federal awards expended per Schedule of Expenditures of Federal Awards | \$ 54,283,046 |
| Total expenditures funded by other sources | 76,913,457 |
| Total expenditures | 131,196,503 |

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

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2016

Section I – Summary of Audit Results*Financial Statements:*

- | | |
|--|------------|
| 1. Type of auditors' report issued | Unmodified |
| 2. Internal control over financial reporting: | |
| a. Material weaknesses identified? | Yes |
| b. Significant deficiencies identified? | Yes |
| c. Noncompliance material to financial statements noted? | No |

Federal Awards:

- | | |
|---|----------|
| 1. Internal control over major programs: | |
| a. Material weaknesses identified? | Yes |
| b. Significant deficiency identified not considered to be material weaknesses? | No |
| c. Control deficiency identified not considered to be a significant deficiency? | No |
| 2. Type of auditors' report issued on compliance for major programs | Modified |
| 3. Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Uniform Guidance? | Yes |
| 4. Identification of major programs: | |

| CFDA Number | Federal Program |
|-----------------------------|-------------------------------------|
| 84.027/84.173/84.392/84.393 | Entitlement IDEA-B/IDEA-B Preschool |
| 84.041 | Impact Aid - cluster |
| 15.130 | Johnson O'Malley |

- | | |
|---|-------------|
| 5. Dollar threshold used to distinguish between type A and type B programs: | \$1,573,110 |
| 6. Auditee qualified as low-risk auditee? | No |

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2016

Section II – Financial Statement Findings

FS 2009-002 Activity Funds – Internal Control (Significant Deficiency) (Revised and Repeated)

Condition: There are deficiencies in the District’s activity fund internal controls over disbursement and receipting processes. This includes segregation of duties issues involving approving of purchase orders and posing receipts with no involvement of another party. The District is in the process of setting up purchase cards to address the segregation of duties of the purchasing process but had not completely implemented as of June 30, 2016. The District has begun to implement internal procedures; however, difficulties continue due to decentralization and booster club activity.

Criteria: State Statute 6-10-2 NMSA, 1978 and state regulation 6.20.2.23 (D), NMAC, state that the business office is responsible for maintain adequate collateral pledged for monies in activity funds, assisting club sponsors and treasurers in order to assure: timely deposits within 24 hours or one banking day, appropriate approvals are obtained for disbursements, an internal control structure is in place to safeguard the assets and promote reliability of the activity financial reports, accurate bank or cash reconciliations are prepared timely and records are retained for review by business office and auditor.

Effect: Risk of misappropriation and fraud is greater because duties are not appropriately segregated.

Cause: The individual schools within the District are not following procedures outlined by the State Statute 6-10-2 NMSA, 1978.

Auditors’ Recommendations: As a result of activity funds being decentralized, these funds are highly susceptible to misappropriation; therefore, Management should educate the employee’s responsible for activity funds regarding the State Statutes and continue to monitor each site for continuous improvement. The District should consider centralizing all activity funds under the District management.

Agency’s Response: Management is working on centralizing activity fund account. Centralizing the activity fund accounting will allow management to assure segregation of duties, timely reconciliations and retention of appropriate documentation. Although significant steps were taken in FY15 and FY16 due to staffing turnover, this issue has not been resolved.

Corrective Action: The District will consolidate and centralize activity fund accounts by June 30, 2017. An individual will be identified within the Business Office to directly oversee the day-to-day activities of these funds. The Director of Fiscal Services will be responsible to resolve this finding no later than June 30, 2017.

FS2013-003 Monitoring of Grant Expenses (Finding that does not rise to the level of significant deficiency) (Revised and Repeated)

Condition: During our internal control walk through of maintenance of reimbursement basis grants it was noted that there is a lack of oversight of expenses being coded to certain grants and a lack of monitoring of allowable costs for these grants. During fiscal year ending June 30, 2016, the District provided training and resources to program managers to help address what are allowable costs and what are not allowable. In addition, new program managers were hired. The condition has been improved, however there are a few programs, including Johnson O’Malley, in which corrective procedures are currently being implemented.

Criteria: According to New Mexico Manual of Procedures for Public School Accounting and Budgeting (PSAB) Supplement 4-Federal and State Grants. Those districts receiving federal and state grants that are awarded by NMPED must have a proper financial reporting system in place in order to receive and expend funds in accordance with certain mandated standards including but not limited to:

- Fiscal control and accounting procedures that are sufficient to prepare required reports pertaining to grants;

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FOR THE YEAR ENDED JUNE 30, 2016

Section II – Financial Statement Findings (Continued)

- Accurate, current and complete disclosure of the financial results of each grant program;
- Accounting records that identify source (by CFDA number and grantor agency);
- Effective control and accountability for all grants, property and other assets;
- Source documentation such as receipts, cancelled checks, paid bills, payroll records, time and effort records, contract and sub grant award documents must be readily available and support accounting records;
-
- Cash management procedures to minimize the time elapsing between expenditure of funds and requests for reimbursements.
- Process of determining reasonableness, allowability, and allocability of grant costs in accordance with appropriate OMB Circulars, EDGAR, and New Mexico Public Education Department regulations, and the terms of the grant agreements.

Effect: The District has had to submit multiple items of documentation for reimbursement of grant expenditures. In addition, there have the general fund had to absorb all expenditures found to be unallowable per the New Mexico Public Education Department during the oversights review of these documents.

Cause: Program managers and directors have not adequately reviewed expenses that are being coded to certain reimbursement basis grants and therefore have allowed items to be expenses which are considered unallowable.

Auditors' Recommendation: We recommend the District conduct a District wide training on monitoring and oversight of reimbursable grants. Program Directors and other designated employees should be made aware of grant and federal requirements in order to properly conducted evaluation of allow ability of costs and activity.

Agency's Response: Management did provide trainings and resources to program managers throughout the 2015-2016 school year. However, monitoring of grant expenditures continues to be an on-going issue for the District. Management did work on written procedures for program managers and formally presented to all program managers in July of 2015. In FY16 the program structure was revised to place many of the federal programs under the Business Services Department and several program managers were changed.

Corrective Action: The District will implement an internal process to assure all goods and services being purchases clearly align to grant requirements. Any time a purchase is questioned by the District's oversite agency, the program manager and program manager's supervisor will review the items for allowability and allocability to the grant funding source. Supervisors will implement additional controls as necessary to assure the District is in compliance. The Associate Superintendent of Student/Support Services and the Associate Superintendent of Business/Personnel Services will be responsible for resolving this issue by June 30, 2017.

FS2015-001InternalControlsoverInventory–(Significant Deficiency) (Revised and Repeated)

Condition: During testwork, it was noted that the District does not have proper internal controls in place to adequately monitor and ensure that items purchased are making it to the classroom. GPS noted that the District had unaccounted for items in a storage unit and a storage closet, including but not limited to, unopened printer, point and shoot cameras, and projectors. The District was unable to track the purchase dates of some of the purchases, however some date back to 2010. The District updated inventory, however, a complete listing and verification is still pending.

Criteria: Section 6.20.2.16 NMAC requires that at fiscal year end, each school district shall take a physical inventory of remaining goods and materials of an expendable nature (items that are consumed in the normal course of operating the district). School districts shall establish adequate internal accounting control procedures over supplies inventory in accordance with GAAP.

Effect: The District may be expending funds for items that have already been purchased. The District risks theft and abuse of District property as these items are not being accounted for during the year.

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FOR THE YEAR ENDED JUNE 30, 2016

Section II – Financial Statement Findings (Continued)

Cause: The District does not currently have a policy in place that properly restricts the receipting of goods purchased, especially those items purchased in bulk for later use.

Auditors' Recommendation: We recommend the District implement a policy that restricts the receipting of purchased goods to a central location or multiple specific locations that will track the receipt and use of these goods to ensure duplicate purchases are not made, inventory remaining at year end is correctly accounted for, items are used within the period of availability, and items are used for the programs that purchased the goods.

Agency Response: The items identified in the storage unit were removed, appropriately tagged and distributed to school sites. Management immediately implemented procedures which restricted the ability of programs to purchase goods in bulk for later use. Items purchased centrally for school site use will be ordered with a specified number of items being delivered to each school site clearly stated on the requisition, shipped directly to the District's Receiving and Delivery Warehouse, items will be tagged for inventory purposes as necessary and distributed to school sites through the current delivery procedures. Management will no longer allow the purchase of items in bulk which may not be used within the current period of availability.

Corrective Action: The District will continue to assure that no program manager is allowed to purchase items in bulk for later distribution. All items must be identified for specific school site use prior to a requisition being approved. This finding was resolved by the end of December 2015 and should not be a repeated finding in the future.

FS2015-002–EmployeeFiles–(Significant Deficiency) (Revised and Repeated)

Condition: During our testwork over payroll, we noted that the following items our testwork of payroll transactions:

- Six employee did not maintain proper I-9 forms on file

The condition of the employee files is improved from prior year. The District continues to implement processes to insure future compliance.

Criteria: Section 6.20.2.18 NMAC, school district shall maintain and have available for inspection the following employee record documentation: employment contracts (including increments), personnel/payroll action forms, certification records, employment eligibility verification (federal form I-9 for citizenship certification), federal and state withholding allowance certificates, pay deduction authorizations and pay or position change notices.

Effect: Without proper documentation of employee contracts, personnel/payroll action forms, certification records, employment eligibility verification (federal form I-9 for citizenship certification), federal and state withholding allowance certificates, pay deduction authorizations and pay or position change notices properly documented in all employee files, the District may unknowingly be processing payroll inaccurately.

Cause: The District is experiencing instances of noncompliance with internal control policies with respect to personnel files and payroll processing as policy requires the proper insurance forms and I-9 forms are located in the employee file.

Auditors' Recommendations: We recommend that the District ensure that all employee files contain proper certification records, employment eligibility verification (federal form I-9 for citizenship certification), federal and state withholding allowance certificates, pay deduction authorizations for all employees.

Agency's Response: All I-9 forms of current GMCS employees will be reviewed and those that are missing signatures or proper documentation will be corrected as necessary. This will be completed by February 28, 2017.

Corrective Action: A proper checklist will be developed to ensure that all new I-9's that are being completed are done in the correct format with all proper signatures being included. The Director of Personnel will be responsible for assuring this is in place by February 28, 2017.

STATE OF NEW MEXICO
GALLUP-MCKINLEY COUNTY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2016

Section II – Financial Statement Findings (Continued)

FS2015-005 Mileage Reimbursement Rates – Compliance and other matter) (Revised and Repeated)

Condition: During our testwork, GPS noted that the District is paying more than District policy for mileage reimbursement rate. The District paid \$0.56 per mile in the Johnson O’Malley Program, however per District policy, employees are only eligible for up to \$0.45 per mile for mileage traveled in a privately owned vehicle. The change to address mileage reimbursement rates has been implemented for the program, but did not take effect until after the fiscal year 2016 had begun.

Criteria: Per the District’ Travel approval/reimbursement procedures policy D(2), approved personal vehicle mileage reimbursement will be at 80% of the internal revenue service standard mileage rate set January 1st of the previous year for each mile traveled in a privately owned vehicle.

Effect: The District is over reimbursing employees for travel in privately owned vehicles.

Cause: The District was not following its own policy regarding the reimbursement rates for mileage traveled in privately owned vehicle.

Auditors’ Recommendation: We recommend the District implement procedures to ensure that District policy is being followed for all mileage reimbursements. The finding appears to have been resolved during the 2015-16 fiscal year, but was an issue during the first half of the year.

Agency Response: On November 10, 2015 management notified in writing all District staff involved in the travel reimbursement process that members of the Indian Education Committee will be paid \$0.45 per mile for mileage traveled in a privately owned vehicle. The Director of Professional Development, Accounts Payable Staff and Chief Financial Officer will be responsible to assure that all employees are reimbursed in alignment with approved District Travel Policies effective November 10, 2015.

Corrective Action: This finding was resolved during the 2015-2016 school year and should not be repeated.

FS 2015-006 Unallowable Expenditures in Johnson O’Malley Program - (Significant Deficiency) (Revised and Repeated)

Condition: During our testwork over the Johnson O’Malley, GPS reviewed and noted a program report and oversight agency report which noted costs within the Johnson O’Malley grant which were considered unallowable. The District has assigned a new program director and is implementing procedures currently to address unallowable expenditures in this program.

Criteria: Per the JOM agreement, the incentives for Component 3, School Site Allocation, and the funds are to be used for culturally related items. This program is required to follow the OMB Circular A-87.

Effect: The District is utilizing funds for incentives outside the scope of the program objective.

Cause: The District is not following the Grant Agreement guidelines for use of the funding.

Auditors’ Recommendation: We recommend the District review the Grant Agreement and align spending policies to the guidelines listed.

Agency Response: The District will continue to improve our internal processes to assure transparency of how funds are being utilized. The District is implementing internal processes to assure that purchases clearly align to program components.

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Section II – Financial Statement Findings (Continued)

Corrective Action: The Johnson O’Malley program manager will assure that all requisitions will have a reference to the specific program component prior to submittal to the purchasing department for consideration of issuance of a purchase order. All purchases will be approved by the Johnson O’Malley program manager and the Associate Superintendent of Student and Support Services. The Associate Superintendent of Student and Support Services will be responsible to assure these internal controls are in place no later than June 30, 2017.

FS 2016-001 Activity Funds – (Compliance and other matter)

Condition: The District maintained negative cash balances in activity funds as of June 30, 2016.

Criteria: State Statute 6-10-2 NMSA, 1978 and state regulation 6.20.2.23, NMAC, state that the business office is responsible for maintain adequate collateral pledged for monies in activity funds, assisting club sponsors and treasurers in order to assure: timely deposits within 24 hours or one banking day, appropriate approvals are obtained for disbursements, an internal control structure is in place to safeguard the assets and promote reliability of the activity financial reports, accurate bank or cash reconciliations are prepared timely and records are retained for review by business office and auditor. The requirement also indicated that at no time may an activity fund maintain a negative cash balance.

Effect: Risk of misappropriation and fraud is greater because duties are not appropriately segregated.

Cause: The individual schools within the District are not following procedures outlined by the State Statute 6-10-2 NMSA, 1978.

Auditors’ Recommendations: As a result of activity funds being decentralized, internal controls over the funds does not always occur timely. The District must insure that at no time may activity bank accounts result in a negative cash balance or overdraw.

Agency’s Response: The District reviews bank reconciliations on a monthly basis. However, this deficiency occurred in June of 2016 and there was no time for the District to correct the in appropriate expenditure prior to the end of the year. The District will provide training to all District administrators who currently oversee Activity Funds until such time that the District can centralize the accounting for these funds.

Corrective Action: The District will consolidate and centralize activity fund accounts by June 30, 2017. An individual will be identified within the Business Office to directly oversee the day-to-day activities of these funds. The Director of Fiscal Services will be responsible to resolve this finding no later than June 30, 2017.

FS 2016-002 – Cash Appropriations in Excess of Available Cash Balances (Compliance and other matter)

Condition: The District re-budgeted “cash balance” in excess of available cash balances in the following funds:

| | Designated <u>Cash</u> | Available <u>Cash</u> | Cash Appropriation <u>In Excess of Cash</u> |
|------------------------------|---------------------------|--------------------------|--|
| Public School Capital Outlay | 4,305,213 | 2,925,426 | (1,379,787) |

Criteria: All District funds, with the exception of agency funds, are to be budgeted by the local governing body and submitted to the Public Education Department for approval. Cash balances re-budgeted to make up for deficit budgeted revenues that do not cover the budgeted expenditures, cannot exceed the actual cash balance available at the end of the prior year.

Effect: The District has budgeted cash balance that does not exist. If the District expends all budgeted expenditures it could incur debt if the budgeted designated cash does not exist.

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GALLUP-MCKINLEY COUNTY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2016

Section II – Financial Statement Findings (Continued)

Cause: Inadequate monitoring of ending cash balances and budgeting are the cause of this problem.

Auditor's Recommendation: Budget for future years should be reviewed to insure all funds have adequate budget authority for budgeted expenditures. Greater attention should be given to the budget monitoring process end-of-the-year cash balance estimates.

Agency Response: During the creation of the FY16 budget for this fund NM PED made significant adjustments to cash based upon reimbursements that were pending. The funds were received but not until after 06/30/2015. When the funds were received, they were placed into revenue from a prior year but a budget adjustment request was not submitted to assure that budget did not exceed available resources. Should this occur in the future, the District will submit a decrease budget adjustment request for cash and an increase budget adjustment request for prior year revenue.

Corrective Action: The District will utilize audited cash balances each year to make appropriate changes to budgets to assure that cash balances budgeted are not in excess of audited balances. The Chief Financial Officer will be responsible to assure that this internal process is completed by June 30, 2017.

FS 2016-003 Deficiencies in Internal Control Structure Design – Significant Deficiency

Condition: District board members approved expenditures related to legal fees through a vote by non-impartial board members. The payments of the fees are allowable as costs to the District; however, the approval of such fees must be from an impartial body or board members. The indicated fees were approved by a vote that included the board members to which the fees were related services.

Criteria: NMAC 6.20.2.11 states:

- Every school shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safe-guarded against loss from unauthorized use or disposition, that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP, and that state and federal programs are managed in compliance with applicable laws and regulations. The internal control structure shall include written administrative controls (rules, procedures and practices, and policies that affect the organization) and accounting controls (activity cycles, financial statement captions, accounting applications including computer systems) that are in accordance with GAAP.

NMAC 6.20.2.23 states:

- Legal fees: No district funds shall be used for payment of personal legal fees, including attorney's fees and costs, of any school district or charter school employee or local school board member. Any payment of legal fees must serve a clearly identifiable public interest. Personal legal fees include, but are not limited to:
 - (1) legal fees expended in obtaining or retaining any elected position;
 - (2) legal fees incurred by any employee or board member in any civil action filed by or against the employee or board member in his or her personal capacity, unless, in the case of an action against the employee or board member, the allegations are based upon acts taken by that individual in the course and scope of his or her employment or service; and
 - (3) legal fees incurred by any employee or board member in the defense of any criminal case, unless the charges are based upon acts taken in the course and scope of his or her employment or service.

Effect: The District may have approved expenditures challenged and possibly disapproved if it does not insure an impartial vote was presented.

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FOR THE YEAR ENDED JUNE 30, 2016

Section II – Financial Statement Findings (Continued)

Cause: The District incurred legal fees which were within state statutes; however, the board voted on the payment of the legal fees was not impartial as two board members that incurred the fees participated in the vote.

Auditor's Recommendation: The District must insure that votes for related expenditure follow proper protocol. In this case a vote should have been tabled until a quorum of impartial board members was available to process the approval and the board members that were involved with the legal fees must abstain from voting. The process may require multiple votes in more than one board member is involved in separate instances. .

Agency's Response: The Gallup-McKinley County Board received New Mexico Public Education Department required training on October 17, 2016 regarding the Board's role and responsibilities.

Corrective Action: The Board will comply with all rules and regulations as set forth in State Law and Gallup-McKinley County Schools Board Policy.

FS 2016-004 Late Audit Report – Compliance and Other Matter

Condition: The District's audit report for the year ended June 30, 2016 was not submitted by the required due date, November 15, 2016. The District did not provide significant information required to complete audit procedures, including capital asset listing and federal oversight reports until on or after the due date.

Criteria: Audit reports not received on or before the due date, November 15, are considered to be in non-compliance with requirements of Section 2.2.2.9.A of the State Audit Rule.

Effect: The submission of late audit reports may adversely affect funding, bond ratings and possibly effect compliance requirements.

Cause: The District has experienced high turnover in key management positions during the past year.

Auditor's Recommendation: The District must prepare all necessary information and schedules to the auditor's timely. In addition, the District must ensure audit procedures are scheduled in a manner which allows for a timely submission of the financial statements to the State Auditor's Office.

Responsible Official's Views: The District will attempt to provide all information timely to the auditor in order to complete audit procedures in the future. Attention will be made to complete capital asset listings early in the audit process. Some items did not reach the auditor as a result of technical difficulties.

Corrective Action: The District has assigned the Finance Director this responsibility to be corrected by June 30, 2017 with the over-sight of the Superintendent.

Component Unit Findings:

CU FS2015-001 Deficiencies in Internal Control Structure Design, Operation, and Oversight – (Compliance and other matter) (Revised and Repeated)

Condition: During our process of understanding the entity and its environment, we noted instances where elements of the framework of Committee of Sponsoring Organizations (COSO) were nonexistent or deficient. We noted that the risk assessment element and monitoring element were not documented or properly designed. We also noted the following deficiencies:

- Lack of segregation of duties in the journal entries. The Business Manager prepares and posts journal entries related to all financial closing transactions at year end. The School does not appear to have the resource available to objectively review entries and supporting documentation related to accrual and capital asset entries.

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SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2016

Section II – Financial Statement Findings (Continued)

The Business Manager has implemented procedures which address segregation of duties with the exception of journal entries. This is a direct result of lack of resources. The School is currently attempting to address this issue through the assistance of external parties.

Criteria: The COSO Internal Control Integrated Framework consists of five critical elements that must be present in carrying out the achievement objectives of an organization. These elements are known as the control environment, risk assessment, control activities, information and communication and monitoring. With these elements in place, the School can maximize its potential for achieving its performance targets and reduce the risk of loss of resources.

Effect: Without all of the five elements of the COSO Internal Control Integrated Framework present, the School is exposing itself to the risk of misappropriation of assets and does not have set processes in place to maximize the resources of the District to achieve the goals set forth by the District.

Cause: With the changes in the Fiscal Service Contract with the School, who were providing financial services, such as procurement and payroll, for the Charter School during prior years, the Charter School has not had the opportunity to update, implement, or change internal controls and processes to address all financial reporting aspects of the Charter School.

Auditors' Recommendations: We recommend that the Charter School incorporate all five elements of the COSO Internal Control Integrated Framework in their organization. In particular, there should be a mechanism in place to document the monitoring of the internal controls in place. We recommend that internal controls be addressed at both the entity level and activity level. We recommend that key management personnel attend a training class on internal control procedures, internal control implementation, and internal control monitoring.

Agency Response: The Charter School management will begin documenting its compliance with the COSO Internal Control Integrated Framework; including assessing risk on our internal controls, and documenting our existing and new procedures implemented to mitigate risk. We will also begin testing and documenting the effectiveness of the procedures.

Corrective Action: Beginning immediately, the Business Manager and CEO, will input and approval by the Finance Committee, will develop a format for documenting and testing internal controls. A particular focus will be placed on journal entries. By June 30, 2017, effective procedures will be implemented and they will be documented.

Section III – Federal Award Findings and Questioned Costs

EA 2014-001—Period of Availability for Special Education Individuals with Disabilities Act, Part B and Preschool—(Significant Deficiency)(Repeat and Modified)

Federal Program Information:

Funding Agency: U.S. Department of Education
Title: Special Education – IDEA, Part B and IDEA Preschool
CFDA Number: 84.027 and 84.173
Award Year: Multiple
Grant Year: FY15 (2015-2016 School Year)
Pass-through entity: State of NM Public Education Department

Condition: During our review of obligations and carryover obligations under the IDEA, Part B and IDEA Preschool programs, we noted the carryover (allocation remaining after fiscal year ending 6/30/16) was more than 95% of program expenditures during fiscal year ending June 30, 2016. Although this federal program does not require the carryover percentage to be below a specific percentage, these carryovers do indicate the District is not spending significant amounts of the IDEA funds they are allocated. Trainings have been implemented, however no other progress has been made to clear this issue as the District is still in the process of determining what areas of the program can be improved with this funding.

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FOR THE YEAR ENDED JUNE 30, 2016

Section III – Federal Award Findings and Questioned Costs (continued)

Criteria: Per the Department of Education Cross-Cutting Section and Period of Availability as described in 34 CFR sections 76.703 through 76.710, a School District must obligate funds in 27 months, extending from July 1 of the fiscal year for which the funds were appropriated through September 30 of the second following fiscal year. If a State of a subgrantee does not obligate its entire grant or subgrant funds by the end of this period, it may obligate the remaining funds during a carryover period of one additional fiscal year. Obligations made during a carryover period are subject to current statutes, regulations, and applications. The State shall return to the Federal Government any carryover funds not obligated by the end of the carryover period by the State and its subgrantees.

Effect: The District runs the risk of losing funding as the appropriations must be obligated within the 27 months after allocation. The District also runs the risk of spending the money on unallowable expenditures in the rush to get these funds obligated before losing them.

Cause: District staff are not monitoring expenditures and spending awarded amounts appropriately.

Questioned Costs: None

Auditors' Recommendation: We recommend that the District review the IDEA Part B needs for all eligible schools within the District and create a proactive plan to spend the funding according to those needs. If a majority of the carryover amount is not needed, then the District should consider returning the unobligated funds.

Agency's Response: In June of 2016 a new program manager was hired and this individual submitted a written plan to NM PED to facilitate corrective action on this finding. The written plan was approved by NM PED and the District was able to budget estimated carryover and FY17 allocation to be available July 1, 2016.

Corrective Action: This finding should be resolved in FY17 and not repeated. The Associate Superintendent for Student and Support Services will be responsible for monitoring this finding.

FA2016-001—Compliance with Johnson O'Malley—(Material Weakness)

Federal Program

Information:

| | |
|-----------------|-----------------------------|
| Funding Agency: | U.S. Department of Interior |
| Title: | Johnson O'Malley Grant |
| CFDA Number: | 15.130 |
| Award Year: | 2015-16 |
| Grant Year: | 2015-16 |

Condition: During our review of the Johnson O'Malley, GPS noted that the District lacked internal controls over the compliance of requirements of the program. During testwork we noted the District's program was a reviewed by the oversight agency and multiple non-compliance issues were noted.

- The District did not achieve the program goals and objectives as stated in the Education Plan.
- The District did not have information regarding the number of Indian Education Committee (IEC) meetings, those in attendance or indicated the presence of the JOM coordinator.
- The District did not maintain supporting documentation related to the use of materials through lesson plans, sign-in sheets, books utilized, etc.
- The District did not maintain documentation indicating incentives, awards and enrichment increased self-esteem at the schools.
- The District did not maintain information that provided the schools had culturally relevant, research-based strategies and activities in reading and math such as lesson plans, agendas, flyers, etc.
- The District did not increase the proficiency in the five Dine Content Standards for the fiscal year.

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GALLUP-MCKINLEY COUNTY SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2016

Section III – Federal Award Findings and Questioned Costs (Continued)

Criteria: Per Johnson O'Malley Grant provisions and per direction of the United States Department of Interior Bureau of Indian Affairs, the program must implement the following:

- The District is required to achieve the program goals and objectives as stated in the Education Plan with 100% achievement as measured by the NN JOM program.
- The Indian Education Committee (IEC) and the JOM coordinator must implement its roles and responsibilities as described in the 25 CFR (25 CFR 273.16 and 25 CFR 273.18).
- The District is required to maintain and provide culturally relevant materials through lesson plans, sign-in sheets, books utilized, etc.
- The District is required to recognize students through incentives, awards and other enrichment materials to increase self-esteem for students at the schools.
- The District is required to provide schools with culturally relevant, research-based strategies and activities in reading and math such as lesson plans, agendas, flyers, etc. through program funding.
- The District is required to increase the proficiency of students in the five Dine Content Standards.

Effect: The District may be required to enforce strict policies to insure compliance with program standards which may result in additional financial, time and other resources. If continued non-compliance is determined, the District may lose its JOM funding.

Cause: The District did not have proper controls in place to insure compliance with program requirements. In addition, other compliance requirements were not maintained to document the IEC compliance with program directives.

Questioned Costs: Unknown

Auditors' Recommendation: We recommend that the District implement controls for documenting and retaining information to indicate proper compliance and achievement of JOM requirements and objectives.

Agency's Response: The Johnson O'Malley program manager has provided the Bureau of Indian Education and Navajo Nation a detailed response with compliance steps. The program manager will immediately implement procedures to assure that all purchases comply with the grant requirements and all supporting documentation is being retained.

Corrective Action: The Johnson O'Malley program manager will immediately begin implementing the compliance steps to assure compliance. The program manager will be responsible for assuring that all activities within the grant comply with laws, regulations and rules by April 30, 2017. The Associate Superintendent of Student and Support services will be responsible for monitoring the program manager's adherence to the compliance plans.

Section IV – Prior Year Audit Findings

FS 2009-002 Activity Funds – Internal Control – *Revised and Repeated*

FS 2013-003 Monitoring of Grant – *Revised and Repeated*

FS 2015-001 Internal Controls over Inventory – *Revised and Repeated*

FS 2015-002 – Employee Files – Significant Deficiency – *Revised and Repeated*

FS 2015-003 Insufficient Documentation on Credit Card Purchases – *Resolved*

FS 2015-004 Procurement Code – *Resolved*

FS 2015-005 Mileage Reimbursement Rates – *Resolved*

FS 2015-006 Unallowable Expenditures in Johnson O'Malley Program – *Revised and Repeated*

FS 2015-007 – Form SSA 1945 – *Resolved*

FS 2015-008 – Internal Controls over Annual Leave – *Resolved*

FA 2014-001 — Period of Availability for Special Education Individuals with Disabilities Act, Part B and Preschool – *Revised and Repeated*

FA 2015-001 — Internal Controls over Formula Grant Application for Indian Education – *Resolved*

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Prior Year Component Unit Findings (Middle College High School):

CU FS2015-001 Deficiencies in Internal Control Structure Design, Operation, and Oversight – *Revised and Repeated*

CU FS 2015-002 Inadequate Review of Manual Journal Entries– *Resolved*

Section V – Other Disclosures

Auditor Prepared Financials

The District’s management prepared the financial statements presented in this report. Griego Professional Services, LLC assisted in the preparation of the financial statements presented in this report and reviewed the financial statements and related notes. The District’s management has approved the financial statements and related notes and they believe that their records adequately support the financial statements.

Exit Conference

The contents of this report were discussed on with the District and Charter School on January 31, 2017. The following individuals were in attendance.

Gallup-McKinley County School District

Kevin Mitchell, Board of Education Vice President
Titus Nez, Board of Education
Mike Hyatt, Interim Superintendent
Pauletta White, Associate Superintendent
Jvanna Hanks, Finance Director
Marcos Abeita, Procurement Officer

Griego Professional Services, LLC

J.J. Griego, CPA, Partner

Middle College High School

Kim Brown, Business Manager
Dale Buser, Principal

Griego Professional Services, LLC

J.J. Griego, CPA, Partner