

STATE OF NEW MEXICO

PUBLIC EDUCATION DEPARTMENT

Financial Statements
June 30, 2017

VOLUME XII



**STATE OF NEW MEXICO PUBLIC EDUCATION DEPARTMENT
VOLUME TABLE OF CONTENTS**

VOLUME XII

Table of Contents..... Vol. XII - 1

Taos Integrated School of the Arts..... Vol. XII - 2

Taos International Charter School..... Vol. XII - 38

Technology Leadership High School.....Vol. XII - 71

Tierra Adentro Vol. XII - 103

Tierra Encantada Charter School Vol. XII - 146

Turquoise Trail Charter School..... Vol. XII - 182

TAOS INTEGRATED SCHOOL OF THE ARTS

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos Integrated School of the Arts
Statement of Net Position
June 30, 2017**

ASSETS AND DEFERRED OUTFLOWS

Current Assets:

Cash and Cash Equivalents	\$ 410,190
Receivables	
Due from Other Governments	257,306
Deposits	58,277
Total Current Assets	<u>725,773</u>

Noncurrent Assets:

Capital Assets	
Land and Land Improvements	503,244
Furniture, Fixtures, and Equipment	113,376
Less: Accumulated Depreciation	(29,402)
Total Noncurrent Assets	<u>587,218</u>

Total Assets	<u>1,312,991</u>
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Deferred Outflows - Pension Related	<u>469,839</u>
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LIABILITIES AND DEFERRED INFLOWS

Current Liabilities:

Accounts Payable	124,144
Accrued Liabilities	116,952
Total Current Liabilities	<u>241,096</u>

Noncurrent Liabilities:

Net Pension Liability	1,621,356
Total Noncurrent Liabilities	<u>1,621,356</u>

Total Liabilities	<u>1,862,452</u>
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Deferred Inflows - Pension Related	<u>15,421</u>
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NET POSITION (DEFICIT)

Investment in Capital Assets	587,218
Restricted	293,496
Unrestricted (Deficit)	(975,757)
Total Net Position (Deficit)	<u>\$ (95,043)</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos Integrated School of the Arts
Statement of Activities
For The Year Ended June 30, 2017**

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction	\$ 1,045,313	4,467	131,338	-	(909,508)
Support Services:					
Students	72,247	1,846	-	-	(70,401)
General Administration	33,743	-	-	-	(33,743)
School Administration	145,155	-	-	-	(145,155)
Central Services	169,907	-	-	-	(169,907)
Operation & Maintenance of Plant	122,862	-	-	-	(122,862)
Facilities Materials, Supplies & Other Services	240,498	-	-	149,928	(90,570)
Total Governmental Activities	\$ 1,829,725	6,313	131,338	149,928	(1,542,146)

General Revenues:

Property Taxes	\$ 177,818
State Equalization Guarantee	1,121,892
Total General Revenues	1,299,710

Change in Net Position

	(242,436)
Net Position, Beginning	147,393
Net Position (Deficit), Ending	\$ (95,043)

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos Integrated School of the Arts
Balance Sheets - Governmental Funds
June 30, 2017**

	Operational 11000	Instructional Materials 14000	Title I IASA 24101	IDEA-B Entitlement 24106
ASSETS				
Cash and Cash Equivalents	\$ 55,447	18,783	2,981	-
Accounts Receivable				
Due from Other Governments	-	-	67,993	16,891
Due from Other Funds	191,428	-	-	-
Deposits	58,277	-	-	-
Total Assets	\$ 305,152	18,783	70,974	16,891
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ -	-	-	-
Accrued Expenditures	113,971	-	2,981	-
Due to Other Funds	-	-	67,993	16,891
Total Liabilities	113,971	-	70,974	16,891
Fund Balances				
Fund Balance:				
Nonspendable:				
Deposits	58,277	-	-	-
Restricted for:				
Instruction	-	18,783	-	-
Capital Improvements	-	-	-	-
Assigned to:				
Subsequent Years Expenditures and Other Programs	132,904	-	-	-
Total Fund Balances	191,181	18,783	-	-
Total Liabilities and Fund Balances	\$ 305,152	18,783	70,974	16,891

The accompanying notes are an integral part of these financial statements

Teacher Principal Training 24154	Title XIX Medicaid 25153	LANL Foundation 26113	New Mexico Reads to Lead 27114	Bond Building 31100	Public Schools Capital Outlay 31200
-	4,650	24	-	-	-
4,990	-	-	-	-	101,554
-	-	-	-	-	-
-	-	-	-	-	-
<u>4,990</u>	<u>4,650</u>	<u>24</u>	<u>-</u>	<u>-</u>	<u>101,554</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>4,990</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>101,554</u>
<u>4,990</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>101,554</u>
-	-	-	-	-	-
-	4,650	24	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>4,650</u>	<u>24</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>4,990</u>	<u>4,650</u>	<u>24</u>	<u>-</u>	<u>-</u>	<u>101,554</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos Integrated School of the Arts
Balance Sheets - Governmental Funds (Continued)
June 30, 2017

	SB-9 Capital Improvements 31700	Capital Improvements SB-9 Local 31701	Educational Technology 31900	Total
ASSETS				
Cash and Cash Equivalents	\$ -	302,296	26,009	410,190
Accounts Receivable				
Due from Other Governments	-	65,878	-	257,306
Due from Other Funds	-	-	-	191,428
Deposits	-	-	-	58,277
Total Assets	\$ -	368,174	26,009	917,201
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ -	124,144	-	124,144
Accrued Expenditures	-	-	-	116,952
Due to Other Funds	-	-	-	191,428
Total Liabilities	-	124,144	-	432,524
Fund Balances				
Fund Balance:				
Nonspendable:				
Deposits	-	-	-	58,277
Restricted for:				
Instruction	-	-	-	23,457
Capital Improvements	-	244,030	26,009	270,039
Assigned to:				
Subsequent Years Expenditures and Other Programs	-	-	-	132,904
Total Fund Balances	-	244,030	26,009	484,677
Total Liabilities and Fund Balances	\$ -	368,174	26,009	917,201

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos Integrated School of the Arts
Reconciliation of the Balance Sheets of Governmental Funds to the Statement of Net Position
June 30, 2017**

Fund Balance - Total Governmental Funds **\$ 484,677**

Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.

Capital Assets	616,620	
Accumulated Depreciation	<u>(29,402)</u>	
		587,218

Defined benefit pension plan deferred outflows are not financial resources and, therefore, are not reported in the funds.		469,839
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Defined benefit pension plan deferred inflows are not due and payable in the current period and, therefore, are not reported in the funds.		(15,421)
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The net pension liability is not due and payable in the current period and, therefore, is not reported in the funds.		<u>(1,621,356)</u>
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Net Position (Deficit)-Total Governmental Activities		<u><u>\$ (95,043)</u></u>
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The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos Integrated School of the Arts
Statement of Revenues, Expenditures, and Changes In Fund Balances
Governmental Funds
For The Year Ended June 30, 2017

	Operational 11000	Instructional Materials 14000	Title I IASA 24101	IDEA-B Entitlement 24106
REVENUES				
Property Taxes	\$ -	-	-	-
Local & County Grant	27,943	-	-	-
State Grant	1,121,892	9,111	-	-
Federal Grant	-	-	71,953	16,891
Charges for Services	4,467	-	-	-
Total Revenues	1,154,302	9,111	71,953	16,891
EXPENDITURES				
Current:				
Instruction	842,056	7,054	71,953	-
Support Services:				
Students	55,066	-	-	16,891
General Administration	33,743	-	-	-
School Administration	127,054	-	-	-
Central Services	161,532	-	-	-
Operation & Maintenance of Plant	116,833	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	1,336,284	7,054	71,953	16,891
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>(181,982)</u>	<u>2,057</u>	<u>-</u>	<u>-</u>
Other Financing Sources (Uses):				
Transfers In (Out)	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Changes in Fund Balances	<u>(181,982)</u>	<u>2,057</u>	<u>-</u>	<u>-</u>
Fund Balances - Beginning of Year	<u>373,163</u>	<u>16,726</u>	<u>-</u>	<u>-</u>
Fund Balances - End of Year	<u>\$ 191,181</u>	<u>18,783</u>	<u>-</u>	<u>-</u>

The accompanying notes are an integral part of these financial statements

Teacher Principal Training 24154	Title XIX Medicaid 25153	LANL Foundation 26113	New Mexico Reads to Lead 27114	Bond Building 31100	Public Schools Capital Outlay 31200
-	-	-	-	-	-
-	-	-	-	48,374	-
-	-	-	-	-	101,554
5,440	-	-	-	-	-
-	1,846	-	-	-	-
<u>5,440</u>	<u>1,846</u>	<u>-</u>	<u>-</u>	<u>48,374</u>	<u>101,554</u>
5,440	-	-	10,206	-	-
-	290	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	48,374	101,554
<u>5,440</u>	<u>290</u>	<u>-</u>	<u>10,206</u>	<u>48,374</u>	<u>101,554</u>
-	1,556	-	(10,206)	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	1,556	-	(10,206)	-	-
-	3,094	24	10,206	-	-
<u>-</u>	<u>4,650</u>	<u>24</u>	<u>-</u>	<u>-</u>	<u>-</u>

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos Integrated School of the Arts
Statement of Revenues, Expenditures, and Changes In Fund Balances
Governmental Funds - (Continued)
For The Year Ended June 30, 2017**

	SB-9 Capital Improvements 31700	Capital Improvements SB-9 Local 31701	Educational Technology 31900	Total
REVENUES				
Property Taxes	\$ -	177,818	-	177,818
Local & County Grant	-	-	-	76,317
State Grant	-	-	-	1,232,557
Federal Grant	-	-	-	94,284
Charges for Services	-	-	-	6,313
Total Revenues	-	177,818	-	1,587,289
EXPENDITURES				
Current:				
Instruction	-	-	-	936,709
Support Services:				
Students	-	-	-	72,247
General Administration	-	-	-	33,743
School Administration	-	-	-	127,054
Central Services	-	-	-	161,532
Operation & Maintenance of Plant	-	-	-	116,833
Capital Outlay	-	149,919	62,308	362,155
Total Expenditures	-	149,919	62,308	1,810,273
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<i>-</i>	<i>27,899</i>	<i>(62,308)</i>	<i>(222,984)</i>
Other Financing Sources (Uses):				
Transfers In (Out)	(216,131)	216,131	-	-
Total Other Financing Sources (Uses)	(216,131)	216,131	-	-
Net Changes in Fund Balances	(216,131)	244,030	(62,308)	(222,984)
Fund Balances - Beginning of Year	216,131	-	88,317	707,661
Fund Balances - End of Year	\$ -	244,030	26,009	484,677

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos Integrated School of the Arts
Reconciliation of the Statement of Revenues, Expenditures, and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2017**

Net Change in Fund Balance-Total Governmental Funds **\$ (222,984)**

Amounts reported for governmental activities in the Statement of
Activities are different because:

Capital outlays to purchase or build capital assets are reported in
governmental funds as expenditures. However, for governmental activities
those costs are shown in the Statement of Net Position and allocated over
their estimated useful lives as annual depreciation expenses in the
Statement of Activities. This is the amount by which capital outlay exceeds
depreciation for the period

Capital Outlays	124,144	
Depreciation Expense	<u>(8,516)</u>	
		115,628
Changes in deferred outflows of resources-pension related, deferred inflows of resources-pension related, and the net pension liability		<u>(135,080)</u>

Change in Net Position-Total Governmental Activities **\$ (242,436)**

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos Integrated School of the Arts
Statement of Fiduciary Assets and Liabilities- Agency Funds
June 30, 2017

	<u>Agency Funds</u>
ASSETS	
Cash in Bank	\$ 9,528
Total Assets	<u>\$ 9,528</u>
 LIABILITIES	
Deposits Held for Others	\$ 9,528
Total Liabilities	<u>\$ 9,528</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos Integrated School of the Arts
Schedule of Changes in Assets and Liabilities - Agency Funds
For The Year Ended June 30, 2017

	<u>Balance</u> <u>July 1, 2016</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2017</u>
ASSETS				
Cash in Bank	\$ 11,858	-	(2,330)	9,528
Total Assets	<u>\$ 11,858</u>	<u>-</u>	<u>(2,330)</u>	<u>9,528</u>
 LIABILITIES				
Deposits Held for Others	\$ 11,858	-	(2,330)	9,528
Total Liabilities	<u>\$ 11,858</u>	<u>-</u>	<u>(2,330)</u>	<u>9,528</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos Integrated School of the Arts
Notes to the Financial Statements
June 30, 2017**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

Furniture, Fixtures and Equipment 5-20 years

Capital assets for Taos Integrated School of the Arts are recorded in the Statement of Net Position.

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

NOTE 2. CAPITAL ASSETS

A summary of capital assets and changes occurring during the year ended June 30, 2017 follows:

	Balance			Balance
	June 30, 2016	Additions	Deletions	June 30, 2017
<i>Capital Assets not being Depreciated:</i>				
Land	\$ 379,100	-	-	379,100
Land Improvements	-	124,144	-	124,144
<i>Total</i>	379,100	124,144	-	503,244
<i>Capital Assets being Depreciated:</i>				
Furniture, Fixtures and Equipment	\$ 113,376	-	-	113,376
<i>Total</i>	113,376	-	-	113,376
<i>Less: Accumulated Depreciation</i>				
Furniture, Fixtures and Equipment	(20,886)	(8,516)	-	(29,402)
<i>Total</i>	(20,886)	(8,516)	-	(29,402)
Capital Assets, Net	\$ 471,590	115,628	-	587,218

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos Integrated School of the Arts
Notes to the Financial Statements
June 30, 2017**

NOTE 2. CAPITAL ASSETS (CONTINUED)

Depreciation expense for the year ended June 30, 2017 was expensed to the following functions:

Operation & Maintenance of Plant	\$	6,029
Facilities Materials, Supplies & Other Services		2,487
Total	\$	8,516

In fiscal year 2016, the School purchased a parcel of land to be used to construct a new facility. In fiscal year 2017, the School made improvements to the land to ensure the land is up to code for construction activities. The construction activities are estimated to take place during the next fiscal year.

NOTE 3. COMMITMENTS AND LIABILITIES

Taos Integrated School of the Arts leases equipment and facilities under short-term cancelable operating leases. Rental expenses for the year ended June 30, 2017 was \$104,134. Taos Integrated School of the Arts future payments on these leases are as follows:

Year Ending June 30:		
2018	\$	259,327
2019		199,327
2020		199,327
2021		199,327
2022		199,327
Total	\$	1,056,635

NOTE 4. PENSION PLAN – EDUCATIONAL RETIREMENT BOARD

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

Contributions. For the fiscal year ended June 30, 2017 and 2016 educational employers contributed to the Plan based on the following rate schedule.

Fiscal Year	Date Range	Wage Category	Member Rate	Employer Rate	Combined Rate	Increase over Prior Year
2017	7/1/16 to 6/30/17	Over \$20K	10.70%	13.90%	24.60%	0.00%
2017	7/1/16 to 6/30/17	\$20K or less	7.90%	13.90%	21.80%	0.00%
2016	7/1/15 to 6/30/16	Over \$20K	10.70%	13.90%	24.60%	0.00%
2016	7/1/15 to 6/30/16	\$20K or less	7.90%	13.90%	21.80%	0.00%

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos Integrated School of the Arts
Notes to the Financial Statements
June 30, 2017**

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

The contribution requirements are estimated in statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the New Mexico Legislature. For the fiscal years ended June 30, 2017 and 2016, Taos Integrated School of the Arts paid employee and employer contributions of \$105,998 and \$89,455.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: At June 30, 2017, Taos Integrated School of the Arts reported a liability of \$1,621,356 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2016. The total pension liability was rolled-forward from the valuation date to the plan year ending June 30, 2016 using generally accepted actuarial principles. Therefore, the employer’s portion was established as of the measurement date of June 30, 2016. There were no significant events or changes in benefit provision that required an adjustment to the roll-forward liabilities as of June 30, 2016.

Taos Integrated School of the Arts 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, 2016. The contribution amounts were defined by Section 22-11-21, NMSA 1978. At June 30, 2016, Taos Integrated School of the Arts proportion was 0.02253%, which was an increase of 0.00346% from its proportion measured as of June 30, 2015.

For the year ended June 30, 2017, Taos Integrated School of the Arts recognized pension expense of \$241,492. At June 30, 2017, Taos Integrated School of the Arts reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 7,034	(15,421)
Changes in assumptions	33,004	-
Net difference between projected and actual earnings on pension plan investments	96,781	-
Changes in proportion and differences between Taos Integrated School of the Arts contributions and proportionate share of contributions	227,022	-
Taos Integrated School of the Arts contributions subsequent to the measurement date	105,998	-
Total	<u>\$ 469,839</u>	<u>(15,421)</u>

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos Integrated School of the Arts
Notes to the Financial Statements
June 30, 2017**

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

The amount of \$105,998 reported as deferred outflows of resources related to pensions resulting from Taos Integrated School of the Arts contributions subsequent to the measurement date of June 30, 2016 will be recognized as a reduction of the net pension liability in the year ended June 30, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:

2018	\$	117,816
2019		115,924
2020		91,079
2021		<u>23,601</u>
Total	\$	<u>348,420</u>

Sensitivity of Taos Integrated School of the Arts proportionate share of the net pension liability to changes in the discount rate. The following presents the Taos Integrated School of the Arts proportionate share of the net pension liability calculated using the discount rate of 7.75 percent, as well as what Taos Integrated School of the Arts' 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:

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
The School's proportionate share of the net pension liability	<u>\$ 2,147,449</u>	<u>1,621,356</u>	<u>1,184,848</u>

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued NMERB's financial reports. The reports can be found on NMERB's web site at www.nmerb.org/Annual_reports.html.

Payables to the pension plan. At June 30, 2017, Taos Integrated School of the Arts owed \$37,027 to ERB for fiscal year 2017 contributions.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos Integrated School of the Arts
Schedule of the School's Proportionate Share of the Net Pension Liability
June 30, 2017**

New Mexico Educational Retirement Board Pension Plan

For Last 10 Fiscal Years*

(Dollars in Thousands)

	30-Jun			
	Fiscal Year	2017	2016	2015
	Measurement Date	2016	2015	2014
School's Proportion of the Net Pension Liability (Asset)		0.02253%	0.01907%	0.01713%
School's Proportionate Share of Net Pension Liability (Asset)	\$	1,621	1,235	977
School's Covered-Employee Payroll	\$	617	521	472
School's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered-Employee Payroll		262.59%	237.23%	206.99%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability		61.58%	63.97%	66.54%

**Governmental Accounting Standards Board Statement No. 68* requires ten years of historical information be presented; however, until a full 10-year trend is compiled, the statement only requires presentation of information for those years that information is available. Complete information for Taos Integrated School of the Arts is not available prior to fiscal year 2015, the year the statement's requirements became effective.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos Integrated School of the Arts
Schedule of School Contributions
June 30, 2017**

New Mexico Educational Retirement Board Pension Plan

Last Ten Fiscal Years*

(Dollars in Thousands)

	<u>2015</u>	<u>2016</u>	<u>2017</u>
Contractually Required Contribution	\$ 74	89	106
Contributions in Relation to the Contractually Required Contribution	74	89	106
Annual contribution deficiency (excess)	<u>\$ -</u>	<u>-</u>	<u>-</u>

**Governmental Accounting Standards Board Statement No. 68 requires ten years of historical information be presented; however, until a full 10-year trend is compiled, the statement only requires presentation of information for those years that information is available. Complete information for Taos Integrated School of the Arts is not available prior to fiscal year 2015, the year the statement's requirements became effective.*

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos Integrated School of the Arts
Schedule of Budgetary Comparisons - Budgetary Basis
Operational 11000
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
Local & County Grant	\$ -	-	36,943	36,943
State Grant	1,161,580	1,121,893	1,121,892	(1)
Charges for Services	-	-	4,467	4,467
Total Revenues	<u>1,161,580</u>	<u>1,121,893</u>	<u>1,163,302</u>	<u>41,409</u>
EXPENDITURES				
Current:				
Instruction	837,327	877,248	842,056	35,192
Support Services:				
Students	70,000	87,080	55,066	32,014
Instruction	4,000	4,000	-	4,000
General Administration	20,500	28,490	33,743	(5,253)
School Administration	140,006	140,006	127,054	12,952
Central Services	135,685	178,685	161,532	17,153
Operation & Maintenance of Plant	106,601	158,547	116,833	41,714
Total Expenditures	<u>1,314,119</u>	<u>1,474,056</u>	<u>1,336,284</u>	<u>137,772</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>(152,539)</u>	<u>(352,163)</u>	<u>(172,982)</u>	<u>179,181</u>
Other Financing Sources (Uses):				
Designated Cash	152,539	352,163	-	(352,163)
Total Other Financing Sources (Uses):	<u>152,539</u>	<u>352,163</u>	<u>-</u>	<u>(352,163)</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>(172,982)</u>	<u>(172,982)</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>373,163</u>	<u>373,163</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>200,181</u>	<u>200,181</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (172,982)	
Adjustments to Revenues			(9,000)	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (181,982)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos Integrated School of the Arts
Schedule of Budgetary Comparisons - Budgetary Basis
Instructional Materials 14000
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
State Grant	\$ 8,276	6,855	9,111	2,256
Total Revenues	<u>8,276</u>	<u>6,855</u>	<u>9,111</u>	<u>2,256</u>
EXPENDITURES				
Current:				
Instruction	8,276	23,581	7,054	16,527
Total Expenditures	<u>8,276</u>	<u>23,581</u>	<u>7,054</u>	<u>16,527</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>(16,726)</u>	<u>2,057</u>	<u>18,783</u>
Other Financing Sources (Uses):				
Designated Cash	-	16,726	-	(16,726)
Total Other Financing Sources (Uses):	<u>-</u>	<u>16,726</u>	<u>-</u>	<u>(16,726)</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>2,057</u>	<u>2,057</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>16,726</u>	<u>16,726</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>18,783</u>	<u>18,783</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ 2,057	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 2,057</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos Integrated School of the Arts
Schedule of Budgetary Comparisons - Budgetary Basis
Title I IASA 24101
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
Federal Grant	\$ 52,363	108,846	31,975	(76,871)
Total Revenues	<u>52,363</u>	<u>108,846</u>	<u>31,975</u>	<u>(76,871)</u>
EXPENDITURES				
Current:				
Instruction	52,363	108,846	71,953	36,893
Total Expenditures	<u>52,363</u>	<u>108,846</u>	<u>71,953</u>	<u>36,893</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			<u>(39,978)</u>	<u>(39,978)</u>
Net Changes in Fund Balances			<u>(39,978)</u>	<u>(39,978)</u>
Cash or Fund Balances - Beginning of Year			<u>-</u>	<u>-</u>
Cash or Fund Balances - End of Year	\$ -	-	<u>(39,978)</u>	<u>(39,978)</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (39,978)	
Adjustments to Revenues			39,978	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos Integrated School of the Arts
Schedule of Budgetary Comparisons - Budgetary Basis
IDEA-B Entitlement 24106
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
Federal Grant	\$ 24,708	41,964	21,761	(20,203)
Total Revenues	<u>24,708</u>	<u>41,964</u>	<u>21,761</u>	<u>(20,203)</u>
EXPENDITURES				
Current:				
Support Services:				
Students	24,708	41,964	16,891	25,073
Total Expenditures	<u>24,708</u>	<u>41,964</u>	<u>16,891</u>	<u>25,073</u>
<i>Excess (Deficiency) of Revenues</i>				
<i>Over (Under) Expenditures</i>	-	-	4,870	4,870
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>4,870</u>	<u>4,870</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>4,870</u>	<u>4,870</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues</i>				
<i>Over (Under) Expenditures</i>			\$ 4,870	
Adjustments to Revenues			(4,870)	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos Integrated School of the Arts
Schedule of Budgetary Comparisons - Budgetary Basis
Teacher Principal Training 24154
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
Federal Grant	\$ 8,680	18,294	5,450	(12,844)
Total Revenues	<u>8,680</u>	<u>18,294</u>	<u>5,450</u>	<u>(12,844)</u>
EXPENDITURES				
Current:				
Instruction	8,680	18,294	5,440	12,854
Total Expenditures	<u>8,680</u>	<u>18,294</u>	<u>5,440</u>	<u>12,854</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	10	10
Net Changes in Fund Balances	-	-	10	10
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>10</u>	<u>10</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ 10	
Adjustments to Revenues			(10)	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos Integrated School of the Arts
Schedule of Budgetary Comparisons - Budgetary Basis
Title XIX Medicaid 25153
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
Charges for Services	\$ -	3,094	1,846	(1,248)
Total Revenues	<u>-</u>	<u>3,094</u>	<u>1,846</u>	<u>(1,248)</u>
EXPENDITURES				
Current:				
Support Services:				
Students	-	3,094	290	2,804
Total Expenditures	<u>-</u>	<u>3,094</u>	<u>290</u>	<u>2,804</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>-</u>	<u>1,556</u>	<u>1,556</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>1,556</u>	<u>1,556</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>3,094</u>	<u>3,094</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>4,650</u>	<u>4,650</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ 1,556	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 1,556</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos Integrated School of the Arts
Schedule of Budgetary Comparisons - Budgetary Basis
LANL Foundation 26113
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
Local & County Grant	\$ -	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Current:				
Instruction	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	-	-
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - Beginning of Year	-	-	24	24
Cash or Fund Balances (Deficit) - End of Year	<u>\$ -</u>	<u>-</u>	<u>24</u>	<u>24</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ -	
Adjustments to revenues			-	
Adjustments to expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos Integrated School of the Arts
Schedule of Budgetary Comparisons - Budgetary Basis
New Mexico Reads to Lead 27114
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
State Grant	\$ -	-	49,706	49,706
Total Revenues	<u>-</u>	<u>-</u>	<u>49,706</u>	<u>49,706</u>
EXPENDITURES				
Current:				
Instruction	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (Deficiency) of Revenues</i>				
<i>Over (Under) Expenditures</i>	-	-	49,706	49,706
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>49,706</u>	<u>49,706</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>10,206</u>	<u>10,206</u>
Cash or Fund Balances (Deficit) - End of Year	<u>\$ -</u>	<u>-</u>	<u>59,912</u>	<u>59,912</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues</i>				
<i>Over (Under) Expenditures</i>			\$ 49,706	
Adjustments to revenues			(49,706)	
Adjustments to expenditures			(10,206)	
NET CHANGE IN FUND BALANCE			<u>\$ (10,206)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos Integrated School of the Arts
Schedule of Budgetary Comparisons - Budgetary Basis
Bond Building 31100
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amount</u>	<u>Variance</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u> <u>Budget</u>	<u>Final Budget</u>		
REVENUES				
Local & County Grant	\$ -	89,241	48,374	(40,867)
Total Revenues	<u>-</u>	<u>89,241</u>	<u>48,374</u>	<u>(40,867)</u>
EXPENDITURES				
Capital Outlay	-	89,241	48,374	40,867
Total Expenditures	<u>-</u>	<u>89,241</u>	<u>48,374</u>	<u>40,867</u>
<i>Excess (Deficiency) of Revenues</i>				
<i>Over (Under) Expenditures</i>	-	-	-	-
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues</i>				
<i>Over (Under) Expenditures</i>			\$ -	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos Integrated School of the Arts
Schedule of Budgetary Comparisons - Budgetary Basis
Public School Capital Outlay 31200
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amount</u>	<u>Variance</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u> <u>Budget</u>	<u>Final Budget</u>		
REVENUES				
State Grant	\$ -	106,900	94,700	(12,200)
Total Revenues	<u>-</u>	<u>106,900</u>	<u>94,700</u>	<u>(12,200)</u>
EXPENDITURES				
Capital Outlay	-	106,900	101,554	5,346
Total Expenditures	<u>-</u>	<u>106,900</u>	<u>101,554</u>	<u>5,346</u>
<i>Excess (Deficiency) of Revenues</i> <i>Over (Under) Expenditures</i>	-	-	(6,854)	(6,854)
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>(6,854)</u>	<u>(6,854)</u>
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>(6,854)</u>	<u>(6,854)</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues</i> <i>Over (Under) Expenditures</i>			\$ (6,854)	
Adjustments to Revenues			6,854	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos Integrated School of the Arts
Schedule of Budgetary Comparisons - Budgetary Basis
SB-9 Capital Improvements 31700
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
State Grant	\$ -	3,625	16,718	13,093
Total Revenues	<u>-</u>	<u>3,625</u>	<u>16,718</u>	<u>13,093</u>
EXPENDITURES				
Capital Outlay	-	3,625	-	3,625
Total Expenditures	<u>-</u>	<u>3,625</u>	<u>-</u>	<u>3,625</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>-</u>	<u>16,718</u>	<u>16,718</u>
Other Financing Sources (uses):				
Transfers Out	-	-	(216,131)	(216,131)
Total Other Financing Sources (Uses):	<u>-</u>	<u>-</u>	<u>(216,131)</u>	<u>(216,131)</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>(199,413)</u>	<u>(199,413)</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>216,131</u>	<u>216,131</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>16,718</u>	<u>16,718</u>
Reconciliation to GAAP Basis:				
<i>Net Changes in Fund Balances</i>			\$ (199,413)	
Adjustments to Revenues			(16,718)	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (216,131)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos Integrated School of the Arts
Schedule of Budgetary Comparisons - Budgetary Basis
Capital Improvements SB-9 Local 31701
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
Property Taxes	\$ -	111,941	111,941	-
Total Revenues	<u>-</u>	<u>111,941</u>	<u>111,941</u>	<u>-</u>
EXPENDITURES				
Capital Outlay	-	328,072	25,776	302,296
Total Expenditures	<u>-</u>	<u>328,072</u>	<u>25,776</u>	<u>302,296</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>(216,131)</u>	<u>86,165</u>	<u>302,296</u>
Other Financing Sources (Uses):				
Transfers In	-	216,131	216,131	-
Total Other Financing Sources (Uses):	<u>-</u>	<u>216,131</u>	<u>216,131</u>	<u>-</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>302,296</u>	<u>302,296</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>302,296</u>	<u>302,296</u>
Reconciliation to GAAP Basis:				
<i>Net Changes in Fund Balances</i>			\$ 302,296	
Adjustments to Revenues			65,877	
Adjustments to Expenditures			(124,143)	
NET CHANGE IN FUND BALANCE			<u>\$ 244,030</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos Integrated School of the Arts
Schedule of Budgetary Comparisons - Budgetary Basis
Educational Technology 31900
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
Local & County Grant	\$ -	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Capital Outlay	-	88,317	62,308	26,009
Total Expenditures	<u>-</u>	<u>88,317</u>	<u>62,308</u>	<u>26,009</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>(88,317)</u>	<u>(62,308)</u>	<u>26,009</u>
Other Financing Sources (Uses):				
Designated Cash	-	88,317	-	(88,317)
Total Other Financing Sources (Uses):	<u>-</u>	<u>88,317</u>	<u>-</u>	<u>(88,317)</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>(62,308)</u>	<u>(62,308)</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>88,317</u>	<u>88,317</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>26,009</u>	<u>26,009</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (62,308)	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (62,308)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos Integrated School of the Arts
Schedule of Cash Accounts
June 30, 2017

<u>Bank Account Type</u>	<u>Peoples Bank</u>
Checking - Operational Account	\$ 415,020
Checking - Activity Account	9,528
<i>Total on Deposit</i>	424,548
Reconciling Items	(4,830)
Reconciled Balance June 30, 2017	419,718
Less Agency Funds	(9,528)
<i>Total Cash</i>	\$ 410,190

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos Integrated School of the Arts
Schedule of Collateral Pledged by Depository for Public Funds
June 30, 2017**

<u>Name of Depository</u>	<u>Security Type</u>	<u>CUSIP/ Security Number</u>	<u>Maturity Date</u>	<u>Fair Value June 30, 2017</u>
Peoples Bank	FHLMC High LTV>125%	3132G5AS8	5/1/2028	\$ 53,148
Peoples Bank	FHR 3533 CY	31398CWF1	5/15/2029	119,232
Peoples Bank	FHLMC 20 YR	31335HVE0	1/1/2023	38,750
Peoples Bank	FHR 3822 VE	3137A8KD9	5/15/2022	51,745
Peoples Bank	FNR 2010-135 A	31398SJ20	12/25/2038	7,788
Peoples Bank	FNR 2010-135 A	31398SJ20	12/25/2038	15,575
Peoples Bank	FHR 3560 DK	31398JHC0	8/15/2039	66,196
				<u>\$ 352,434</u>

Total Cash in Bank per Schedule of Cash Accounts:	\$ 424,548
Less: FDIC coverage:	<u>(250,000)</u>
Uninsured Public Funds:	174,548
Collateral Requirement:	87,274
Pledged Collateral Held by Pledging Financial Institution:	<u>352,434</u>
Balance Over Collateralized:	<u>\$ 265,160</u>
Balance Uninsured and Uncollateralized at June 30, 2017:	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos Integrated School of the Arts
Cash Reconciliation
June 30, 2017**

	Operational 11000	Instructional Materials 14000	Non-Instruct. Fund 23000	Federal Projects Account 24000
Cash, June 30, 2016	\$ 264,363	16,726	11,858	-
Add:				
2016-17 revenues	<u>1,163,302</u>	<u>9,111</u>	<u>-</u>	<u>59,186</u>
Total Cash Available	<u>1,427,665</u>	<u>25,837</u>	<u>11,858</u>	<u>59,186</u>
Less:				
2016-17 expenditures	(1,336,284)	(7,054)	(2,330)	(94,284)
Receivables/Payables	113,971	-	-	2,981
Transfers in (out)	-	-	-	-
Outstanding Loans	<u>(191,428)</u>	<u>-</u>	<u>-</u>	<u>89,874</u>
Cash June 30, 2017	<u>13,924</u>	<u>18,783</u>	<u>9,528</u>	<u>57,757</u>
Fund Balance Reconciliations to GAAP Basis:				
Audit reclassifications to cash	<u>41,523</u>	<u>-</u>	<u>-</u>	<u>(54,776)</u>
Cash Per Books	<u>55,447</u>	<u>18,783</u>	<u>9,528</u>	<u>2,981</u>
Fund Balance Reconciliation to GAAP Basis:				
Modified Accrual Adjustments	<u>135,734</u>	<u>-</u>	<u>(9,528)</u>	<u>(2,981)</u>
Fund Balance, Modified Accrual Basis	<u>\$ 191,181</u>	<u>18,783</u>	<u>-</u>	<u>-</u>

The accompanying notes are an integral part of these financial statements

Federal Direct Account Grants 25000	Local Grants 26000	State Flow Through 27000	Bond Building 31100	Public School Capital Outlay 31200	SB-9 Capital Improvements 31700
3,094	24	-	-	-	199,413
<u>1,846</u>	<u>-</u>	<u>52,088</u>	<u>48,374</u>	<u>94,700</u>	<u>16,718</u>
4,940	24	52,088	48,374	94,700	216,131
(290)	-	-	(48,374)	(101,554)	-
-	-	-	-	-	-
-	-	-	-	-	(216,131)
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>101,554</u>	<u>-</u>
<u>4,650</u>	<u>24</u>	<u>52,088</u>	<u>-</u>	<u>94,700</u>	<u>-</u>
-	-	(52,088)	-	(94,700)	-
<u>4,650</u>	<u>24</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
<u>4,650</u>	<u>24</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos Integrated School of the Arts
Cash Reconciliation (Continued)
June 30, 2017**

	Capital Improvements SB-9 Local 31701	Educational Technology 31900	Total
Cash, June 30, 2016	\$ -	88,317	583,795
Add:			
2016-17 revenues	111,941	-	1,557,266
Total Cash Available	111,941	88,317	2,141,061
Less:			
2016-17 expenditures	(25,776)	(62,308)	(1,678,254)
Receivables/Payables	-	-	116,952
Transfers in (out)	216,131	-	-
Outstanding Loans	-	-	-
Cash June 30, 2017	302,296	26,009	579,759
Fund Balance Reconciliations to GAAP Basis:			
Audit reclassifications to cash	-	-	(160,041)
Cash Per Books	302,296	26,009	419,718
		Less - Agency Fund:	(9,528)
			<u>\$ 410,190</u>
Fund Balance Reconciliation to GAAP Basis:			
Modified Accrual Adjustments	(58,266)	-	64,959
Fund Balance, Modified Accrual Basis	<u>\$ 244,030</u>	<u>26,009</u>	<u>484,677</u>

The accompanying notes are an integral part of these financial statements

TAOS INTERNATIONAL CHARTER SCHOOL

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos International Charter School
Statement of Net Position
June 30, 2017**

ASSETS AND DEFERRED OUTFLOWS

Current Assets:

Cash and Cash Equivalents	\$ 463,505
Receivables	
Due from Other Governments	14,968
Deposits	4,000
Prepaid Expenditures	26,780
Total Current Assets	<u>509,253</u>

Noncurrent Assets:

Capital Assets	
Furniture, Fixtures, and Equipment	50,449
Less: Accumulated Depreciation	<u>(2,123)</u>
Total Noncurrent Assets	<u>48,326</u>
Total Assets	<u>557,579</u>

Deferred Outflows - Pension Related	<u>990,789</u>
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LIABILITIES AND DEFERRED INFLOWS

Current Liabilities:

Accounts Payable	4,154
Accrued Liabilities	<u>180,771</u>
Total Current Liabilities	<u>184,925</u>

Noncurrent Liabilities:

Net Pension Liability	<u>1,437,847</u>
Total Noncurrent Liabilities	<u>1,437,847</u>
Total Liabilities	<u>1,622,772</u>

Deferred Inflows - Pension Related	<u>13,676</u>
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NET POSITION (DEFICIT)

Net Investment in Capital Assets	48,326
Restricted	21,082
Unrestricted (Deficit)	<u>(157,488)</u>
Total Net Position (Deficit)	<u>\$ (88,080)</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos International Charter School
Statement of Activities
For The Year Ended June 30, 2017**

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction	\$ 1,322,433	-	55,417	-	(1,267,016)
Support Services:					
Students	15,787	-	3,357	-	(12,430)
Instruction	5,811	-	-	-	(5,811)
General Administration	25,293	-	-	-	(25,293)
School Administration	219,023	-	-	-	(219,023)
Central Services	113,903	-	-	-	(113,903)
Operation & Maintenance of Plant	236,761	-	-	-	(236,761)
Food Services Operations	166,414	1,059	121,523	-	(43,832)
Facilities Materials, Supplies & Other Services	67,357	-	-	110,806	43,449
Total Governmental Activities	\$ 2,172,782	1,059	180,297	110,806	(1,880,620)
			General Revenues:		
			State Equalization Guarantee	\$ 1,623,014	
			Total General Revenues	<u>1,623,014</u>	
			Change in Net Position		<u>(257,606)</u>
			Net Position, Beginning		169,526
			Net Position (Deficit), Ending	\$	<u>(88,080)</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos International Charter School
Balance Sheets - Governmental Funds
June 30, 2017**

	Operational 11000	Instructional Materials 14000	Food Services 21000	Title I IASA 24101
ASSETS				
Cash and Cash Equivalents	\$ 442,423	2,517	17,995	-
Accounts Receivable				
Due from Other Governments	-	-	-	3,300
Due from Other Funds	14,968	-	-	-
Deposits	4,000	-	-	-
Prepaid Expenditures	26,780	-	-	-
Total Assets	\$ 488,171	2,517	17,995	3,300
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 4,154	-	-	-
Accrued Expenditures	180,771	-	-	-
Due to Other Funds	-	-	-	3,300
Total Liabilities	184,925	-	-	3,300
Fund Balances				
Fund Balance:				
Nonspendable:				
Deposits	4,000	-	-	-
Prepaid Expenditures	26,780	-	-	-
Restricted for:				
Instruction	-	2,517	-	-
Support Services - Students	-	-	-	-
Food Service Operations	-	-	17,995	-
Assigned to:				
Subsequent Years Expenditures and Other Programs	272,466	-	-	-
Total Fund Balance	303,246	2,517	17,995	-
Total Liabilities and Fund Balances	\$ 488,171	2,517	17,995	3,300

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	Teacher/ Principal Training 24154	Title XIX Medicaid 25153	Rural Education Assistance Program 25233	2012 GO Bond Student Library 27107	Public School Capital Outlay 31200
-	-	570	-	-	-
11,668	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>11,668</u>	<u>-</u>	<u>570</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
11,668	-	-	-	-	-
<u>11,668</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	570	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>570</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>11,668</u>	<u>-</u>	<u>570</u>	<u>-</u>	<u>-</u>	<u>-</u>

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos International Charter School
Balance Sheets - Governmental Funds
June 30, 2017**

	SB-9 Capital Improvement 31700	Total
ASSETS		
Cash and Cash Equivalents	\$ -	463,505
Accounts Receivable		
Due from Other Governments	-	14,968
Due from Other Funds	-	14,968
Deposits	-	4,000
Prepaid Expenditures	-	26,780
Total Assets	\$ -	524,221
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts Payable	\$ -	4,154
Accrued Expenditures	-	180,771
Due to Other Funds	-	14,968
Total Liabilities	-	199,893
Fund Balances		
Fund Balance:		
Nonspendable:		
Deposits	-	4,000
Prepaid Expenditures	-	26,780
Restricted for:		
Instruction	-	2,517
Support Services - Students	-	570
Food Service Operations	-	17,995
Assigned to:		
Subsequent Years Expenditures and Other Programs	-	272,466
Total Fund Balance	-	324,328
Total Liabilities and Fund Balances	\$ -	524,221

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos International Charter School
Reconciliation of the Balance Sheets of Governmental Funds to the Statement of Net Position
June 30, 2017**

Fund Balances - Total Governmental Funds **\$ 324,328**

Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.

Capital Assets	50,449	
Accumulated Depreciation	<u>(2,123)</u>	
		48,326

Defined benefit pension plan deferred outflows are not financial resources and, therefore, are not reported in the funds		990,789
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Defined benefit pension plan deferred inflows are not due and payable in the current period and, therefore, are not reported in the funds.		(13,676)
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The net pension liability is not due and payable in the current period and, therefore, is not reported in the funds.		<u>(1,437,847)</u>
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Net Position (Deficit)-Total Governmental Activities **\$ (88,080)**

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos International Charter School
Statement of Revenues, Expenditures, and Changes In Fund Balances
Governmental Funds
For The Year Ended June 30, 2017**

	Operational 11000	Instructional Materials 14000	Food Services 21000	Title I IASA 24101
REVENUES				
Local & County Grant	\$ 5,500	-	-	-
State Grant	1,623,014	10,165	-	-
Federal Grant	-	-	121,523	13,300
Charges for Services	-	-	1,059	-
Miscellaneous Income	2,236	-	-	-
Total Revenues	1,630,750	10,165	122,582	13,300
EXPENDITURES				
Current:				
Instruction	1,011,666	7,648	-	13,300
Support Services:				
Students	13,000	-	-	-
Instruction	4,476	-	-	-
General Administration	25,293	-	-	-
School Administration	171,989	-	-	-
Central Services	106,060	-	-	-
Operation & Maintenance of Plant	224,212	-	-	-
Food Services Operations	47,687	-	116,092	-
Capital Outlay	-	-	-	-
Total Expenditures	1,604,383	7,648	116,092	13,300
Net Changes in Fund Balances	26,367	2,517	6,490	-
Fund Balances - Beginning of Year	276,879	-	11,505	-
Fund Balances - End of Year	\$ 303,246	2,517	17,995	-

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	Teacher/ Principal Training 24154	Title XIX Medicaid 25153	Rural Education Assistance Program 25233	2012 GO Bond Student Library 27107	Public School Capital Outlay 31200
-	-	-	-	-	-
-	-	-	-	-	110,806
21,043	1,246	3,357	1,927	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>21,043</u>	<u>1,246</u>	<u>3,357</u>	<u>1,927</u>	<u>-</u>	<u>110,806</u>
21,043	1,246	-	1,927	-	-
-	-	2,787	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	110,806
<u>21,043</u>	<u>1,246</u>	<u>2,787</u>	<u>1,927</u>	<u>-</u>	<u>110,806</u>
-	-	570	-	-	-
-	-	-	-	-	-
-	-	570	-	-	-
<u>-</u>	<u>-</u>	<u>570</u>	<u>-</u>	<u>-</u>	<u>-</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos International Charter School
Statement of Revenues, Expenditures, and Changes In Fund Balances
Governmental Funds
For The Year Ended June 30, 2017

	SB-9 Capital Improvement 31700	Total
REVENUES		
Local & County Grant	\$ -	5,500
State Grant	-	1,743,985
Federal Grant	-	162,396
Charges for Services	-	1,059
Miscellaneous Income	-	2,236
Total Revenues	-	1,915,176
EXPENDITURES		
Current:		
Instruction	-	1,056,830
Support Services:		
Students	-	15,787
Instruction	-	4,476
General Administration	-	25,293
School Administration	-	171,989
Central Services	-	106,060
Operation & Maintenance of Plant	-	224,212
Food Services Operations	-	163,779
Capital Outlay	-	110,806
Total Expenditures	-	1,879,232
Net Changes in Fund Balances	-	35,944
Fund Balances - Beginning of Year	-	288,384
Fund Balances - End of Year	\$ -	324,328

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos International Charter School
Reconciliation of the Statement of Revenues, Expenditures, and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2017**

Net Change in Fund Balances-Total Governmental Funds **\$ 35,944**

Amounts reported for governmental activities in the Statement of
Activities are different because:

Capital outlays to purchase or build capital assets are reported in governmental
governmental funds as expenditures. However, for governmental activities
those costs are shown in the Statement of Net Position and allocated over
their estimated useful lives as annual depreciation expenses in the
Statement of Activities. This is the amount by which capital outlay exceeds
depreciation for the period.

Capital Outlays	43,449	
Depreciation Expense	(2,035)	
	41,414	41,414

Changes in deferred outflows of resources - pension related, deferred inflows of resources - pension related, and the net pension liability		(334,964)
		(334,964)

Change in Net Position-Total Governmental Activities **\$ (257,606)**

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos International Charter School
Statement of Fiduciary Assets and Liabilities- Agency Funds
June 30, 2017

	<u>Agency Fund</u>
ASSETS	
Cash in Bank	\$ 8,511
Total Assets	<u>\$ 8,511</u>
 LIABILITIES	
Deposits Held for Others	\$ 8,511
Total Liabilities	<u>\$ 8,511</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos International Charter School
Schedule of Changes in Assets and Liabilities - Agency Funds
For The Year Ended June 30, 2017

	<u>Balance</u> <u>July 1, 2016</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2017</u>
ASSETS				
Cash in Bank	\$ 6,128	17,839	(15,456)	8,511
Total Assets	<u>\$ 6,128</u>	<u>17,839</u>	<u>(15,456)</u>	<u>8,511</u>
LIABILITIES				
Deposits Held for Others	\$ 6,128	17,839	(15,456)	8,511
Total Liabilities	<u>\$ 6,128</u>	<u>17,839</u>	<u>(15,456)</u>	<u>8,511</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos International Charter School
Notes to the Financial Statements
June 30, 2017**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

Equipment 10 years

Capital assets for Taos International Charter School are recorded in the Statement of Net Position.

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

NOTE 2. CAPITAL ASSETS

A summary of capital assets and changes occurring during the year ended June 30, 2017 follows:

	Balance June 30, 2016	Additions	Deletions	Balance June 30, 2017
<i>Capital Assets being Depreciated:</i>				
Equipment	\$ 7,000	43,449	-	50,449
<i>Total</i>	<u>7,000</u>	<u>43,449</u>	<u>-</u>	<u>50,449</u>
<i>Less: Accumulated Depreciation</i>				
Equipment	(88)	(2,035)	-	(2,123)
<i>Total</i>	<u>(88)</u>	<u>(2,035)</u>	<u>-</u>	<u>(2,123)</u>
Capital Assets, Net	<u>\$ 6,912</u>	<u>41,414</u>	<u>-</u>	<u>48,326</u>

Depreciation expense for the year ended June 30, 2017 was expensed to the following function:

Operation and Maintenance of Plant	\$ 1,335
Food Services Operations	700
Total	<u>\$ 2,035</u>

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos International Charter School
Notes to the Financial Statements
June 30, 2017**

NOTE 3. COMMITMENTS AND LIABILITIES

Taos International Charter School leases facilities under long-term cancelable operating leases. Rental expenses for the year ended June 30, 2017 was \$224,700. The Taos International Charter School's minimum future payments on this lease are as follows:

Year Ending June 30:	
2018	\$ 351,564
2019	403,800
2020	403,800
2021	403,800
2022	403,800
2023	403,800
Total	<u>\$ 2,370,564</u>

NOTE 4. RELATED PARTY TRANSACTIONS

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

The Executive Director's spouse is employed by Taos International Charter School. The Executive Director's husband is employed by Taos International Charter School as the Custodian.

NOTE 5. PENSION PLAN – EDUCATIONAL RETIREMENT BOARD

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

Contributions. For the fiscal years ended June 30, 2017 and 2016 educational employers contributed to the Plan based on the following rate schedule.

Fiscal Year	Date Range	Wage Category	Member Rate	Employer Rate	Combined Rate	Increase over Prior Year
2017	7/1/16 to 6/30/17	Over \$20K	10.70%	13.90%	24.60%	0.00%
2017	7/1/16 to 6/30/17	\$20K or less	7.90%	13.90%	21.80%	0.00%
2016	7/1/15 to 6/30/16	Over \$20K	10.70%	13.90%	24.60%	0.00%
2016	7/1/15 to 6/30/16	\$20K or less	7.90%	13.90%	21.80%	0.00%

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos International Charter School
Notes to the Financial Statements
June 30, 2017**

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

The contribution requirements are estimated in statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the New Mexico legislature. For the fiscal years ended June 30, 2017 and 2016, Taos International Charter School paid employee and employer contributions of \$116,043 and \$71,455.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: At June 30, 2017, Taos International Charter School reported a liability of \$1,437,847 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2016. The total pension liability was rolled-forward from the valuation date to the plan year ending June 30, 2016 using generally accepted actuarial principles. Therefore, the employer’s portion was established as of the measurement date of June 30, 2016. There were no significant events or changes in benefit provision that required an adjustment to the roll-forward liabilities as of June 30, 2016.

Taos International Charter School’s proportion of the net pension liability is based on the employer contribution entity’s percentage of total employer contributions for the fiscal year ended June 30, 2016. The contribution amounts were defined by Section 22-11-21, NMSA 1978. At June 30, 2016, Taos International Charter School’s proportion was 0.01998%, which was an increase of 0.008% from its proportion measured as of June 30, 2015.

For the year ended June 30, 2017, Taos International Charter School recognized pension expense of \$459,130. As of June 30, 2017, Taos International Charter School reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 6,238	(13,676)
Changes in assumptions	29,269	-
Net difference between projected and actual earnings on pension plan investments	85,828	-
Changes in proportion and differences between Taos International Charter School’s contributions and proportionate share of contributions	753,411	-
Taos International Charter School’s contributions subsequent to the measurement date	116,043	-
	<hr/>	<hr/>
Total	<u>\$ 990,789</u>	<u>(13,676)</u>

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos International Charter School
Notes to the Financial Statements
June 30, 2017**

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

The amount of \$116,043 reported as deferred outflows of resources related to pensions resulting from Taos International Charter School contributions subsequent to the measurement date of June 30, 2016 will be recognized as a reduction of the net pension liability in the year ended June 30, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:		
2018	\$	349,969
2019		339,407
2020		150,766
2021		20,928
Total	\$	<u>861,070</u>

Sensitivity of Taos International Charter School’s proportionate share of the net pension liability to changes in the discount rate. The following presents Taos International Charter School’s proportionate share of the net pension liability calculated using the discount rate of 7.75 percent, as well as what Taos International Charter School’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:

	<u>1% Decrease (6.75%)</u>	<u>Current Discount Rate (7.75%)</u>	<u>1% Increase (8.75%)</u>
Taos International Charter School’s proportionate share of the net pension liability	\$ 1,904,396	1,437,847	1,050,744

Pension plan fiduciary net position. Detailed information about the pension plan’s fiduciary net position is available in the separately issued NMERB’s financial reports. The reports can be found on NMERB’s web site at [www.nmerb.org/Annual reports.html](http://www.nmerb.org/Annual%20reports.html).

Payables to the pension plan. At June 30, 2017, Taos International Charter School owed \$41,050 to ERB for fiscal year 2017 contributions.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos International Charter School
Schedule of the School's Proportionate Share of the Net Pension Liability
June 30, 2017**

New Mexico Educational Retirement Board Pension Plan

For Last 10 Fiscal Years*

(Dollars in Thousands)

		30-Jun		
	Fiscal Year	2017	2016	2015
	Measurement Date	2016	2015	2014
Taos International Charter School's Proportion of the Net Pension Liability (Asset)		0.02%	0.01%	0.04%
Taos International Charter School's Proportionate Share of Net Pension Liability (Asset)	\$	1,438	749	-
Taos International Charter School's Covered-Employee Payroll	\$	548	316	-
Taos International Charter School's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered-Employee Payroll		262.41%	237.03%	0.00%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability		61.58%	63.97%	0.00%

**Governmental Accounting Standards Board Statement No. 68 requires ten years of historical information be presented; however, until a full 10-year trend is compiled, the statement only requires presentation of information for those years that information is available. Complete information for Taos International Charter School is not available prior to fiscal year 2015, the year the statement's requirements became effective.*

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos International Charter School
Schedule of School Contributions
June 30, 2017**

New Mexico Educational Retirement Board Pension Plan

Last Ten Fiscal Years*

(Dollars in Thousands)

	2015	2016	2017
Contractually Required Contribution	\$ 52	71	116
Contributions in Relation to the Contractually Required Contribution	46	71	116
Annual contribution deficiency (excess)	\$ 6	-	-

**Governmental Accounting Standards Board Statement No. 68 requires ten years of historical information be presented; however, until a full 10-year trend is compiled, the statement only requires presentation of information for those years that information is available. Complete information for Taos International Charter School is not available prior to fiscal year 2015, the year the statement's requirements became effective.*

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos International Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Operational 11000
For The Year Ended June 30, 2017**

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
Local & County Grant	\$ -	5,500	5,500	-
State Grant	1,734,811	1,623,014	1,623,014	-
Miscellaneous Income	-	2,236	2,236	-
Total Revenues	<u>1,734,811</u>	<u>1,630,750</u>	<u>1,630,750</u>	<u>-</u>
EXPENDITURES				
Current:				
Instruction	1,180,426	1,160,655	1,024,746	135,909
Support Services:				
Students	11,000	21,834	13,000	8,834
Instruction	22,000	12,000	4,476	7,524
General Administration	29,000	41,100	25,293	15,807
School Administration	194,799	208,299	181,452	26,847
Central Services	146,217	123,626	106,060	17,566
Operation & Maintenance of Plant	281,369	281,615	222,331	59,284
Food Services Operations	40,000	50,300	47,686	2,614
Total Expenditures	<u>1,904,811</u>	<u>1,899,429</u>	<u>1,625,044</u>	<u>274,385</u>
OTHER FINANCING SOURCES (USES)				
Designated Cash	170,000	268,679	-	(268,679)
Total Other Financing Sources (Uses):	<u>170,000</u>	<u>268,679</u>	<u>-</u>	<u>(268,679)</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>5,706</u>	<u>5,706</u>
Cash or Fund Balances - Beginning of Year	<u>276,879</u>	<u>276,879</u>	<u>276,879</u>	<u>-</u>
Cash or Fund Balances - End of Year	<u>\$ 276,879</u>	<u>276,879</u>	<u>282,585</u>	<u>5,706</u>
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			\$ 5,706	
Adjustments to Revenues			-	
Adjustments to Expenditures			20,661	
NET CHANGE IN FUND BALANCE			<u>\$ 26,367</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos International Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Instructional Materials 14000
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
State Grant	\$ 6,134	8,752	10,165	1,413
Total Revenues	<u>6,134</u>	<u>8,752</u>	<u>10,165</u>	<u>1,413</u>
EXPENDITURES				
Current:				
Instruction	6,134	8,752	7,648	1,104
Total Expenditures	<u>6,134</u>	<u>8,752</u>	<u>7,648</u>	<u>1,104</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>2,517</u>	<u>2,517</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>2,517</u>	<u>2,517</u>
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			\$ 2,517	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 2,517</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos International Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Food Services 21000
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
Federal Grant	\$ 40,000	108,880	123,729	14,849
Charges for Services	-	-	1,059	1,059
Total Revenues	40,000	108,880	124,788	15,908
EXPENDITURES				
Current:				
Food Services Operations	40,000	118,179	116,092	2,087
Total Expenditures	40,000	118,179	116,092	2,087
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	(9,299)	8,696	17,995
Other Financing Sources (Uses):				
Designated Cash	-	9,299	-	(9,299)
Total Other Financing Sources (Uses):	-	9,299	-	(9,299)
Net Changes in Fund Balances	-	-	8,696	8,696
Cash or Fund Balances - Beginning of Year	-	-	11,505	11,505
Cash or Fund Balances - End of Year	\$ -	-	20,201	20,201
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ 8,696	
Adjustments to Revenues			(2,206)	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			\$ 6,490	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos International Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Title I IASA 24101
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
Federal Grant	\$ 10,778	68,079	10,000	(58,079)
Total Revenues	<u>10,778</u>	<u>68,079</u>	<u>10,000</u>	<u>(58,079)</u>
EXPENDITURES				
Current:				
Instruction	10,778	68,079	13,300	54,779
Total Expenditures	<u>10,778</u>	<u>68,079</u>	<u>13,300</u>	<u>54,779</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>(3,300)</u>	<u>(3,300)</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>(3,300)</u>	<u>(3,300)</u>
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			\$ (3,300)	
Adjustments to Revenues			3,300	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos International Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
IDEA-B Entitlement 24106
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
Federal Grant	\$ 9,375	21,043	9,375	(11,668)
Total Revenues	<u>9,375</u>	<u>21,043</u>	<u>9,375</u>	<u>(11,668)</u>
EXPENDITURES				
Current:				
Instruction	9,375	21,043	21,043	-
Total Expenditures	<u>9,375</u>	<u>21,043</u>	<u>21,043</u>	<u>-</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>(11,668)</u>	<u>(11,668)</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>(11,668)</u>	<u>(11,668)</u>
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			\$ (11,668)	
Adjustments to Revenues			11,668	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos International Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Title II 24154
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
Federal Grant	\$ 1,754	10,520	1,246	(9,274)
Total Revenues	<u>1,754</u>	<u>10,520</u>	<u>1,246</u>	<u>(9,274)</u>
EXPENDITURES				
Current:				
Instruction	1,754	10,520	1,246	9,274
Total expenditures	<u>1,754</u>	<u>10,520</u>	<u>1,246</u>	<u>9,274</u>
Net changes in Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			\$ -	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos International Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Title XIX Medicaid 25153
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
Federal Grant	\$ -	3,358	3,357	(1)
Total Revenues	<u>-</u>	<u>3,358</u>	<u>3,357</u>	<u>(1)</u>
EXPENDITURES				
Current:				
Support Services:				
Students	-	3,358	2,787	571
Total Expenditures	<u>-</u>	<u>3,358</u>	<u>2,787</u>	<u>571</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>570</u>	<u>570</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>570</u>	<u>570</u>
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			\$ 570	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 570</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos International Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Rural Education Achievement Program 25233
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
Federal Grant	\$ 1,927	1,927	1,927	-
Total Revenues	<u>1,927</u>	<u>1,927</u>	<u>1,927</u>	<u>-</u>
EXPENDITURES				
Current:				
Instruction	1,927	1,927	1,927	-
Total Expenditures	<u>1,927</u>	<u>1,927</u>	<u>1,927</u>	<u>-</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			\$ -	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos International Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
2012 GO Bond Student Library 27107
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
State Grant	\$ -	-	3,162	3,162
Total Revenues	<u>-</u>	<u>-</u>	<u>3,162</u>	<u>3,162</u>
EXPENDITURES				
Current:				
Support Services:				
Instruction	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>3,162</u>	<u>3,162</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>3,162</u>	<u>3,162</u>
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues Over (Under) Expenditures			\$ 3,162	
Adjustments to Revenues			(3,162)	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos International Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Public School Capital Outlay 31200
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
State Grant	\$ -	110,806	110,806	-
Total Revenues	<u>-</u>	<u>110,806</u>	<u>110,806</u>	<u>-</u>
EXPENDITURES				
Capital Outlay	-	110,806	110,806	-
Total Expenditures	<u>-</u>	<u>110,806</u>	<u>110,806</u>	<u>-</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			\$ -	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos International Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
SB-9 Capital Improvement 31700
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
State Grant	\$ 2,817	6,861	-	(6,861)
<i>Total Revenues</i>	<u>2,817</u>	<u>6,861</u>	<u>-</u>	<u>(6,861)</u>
EXPENDITURES				
Capital Outlay	2,817	6,861	-	6,861
<i>Total Expenditures</i>	<u>2,817</u>	<u>6,861</u>	<u>-</u>	<u>6,861</u>
<i>Net Changes in Fund Balances</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or Fund Balances - Beginning of Year</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Cash or Fund Balances - End of Year</i>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ -	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos International Charter School
Schedule of Collateral Pledged by Depository for Public Funds
June 30, 2017**

<u>Name of Depository</u>	<u>Security Type</u>	<u>CUSIP/ Security Number</u>	<u>Maturity Date</u>	<u>Fair Value June 30, 2017</u>
Peoples Bank	REMIC	31398SJ20	12/25/2038	\$ 23,363
Peoples Bank	REMIC	31394JKA4	9/15/2033	22,497
Peoples Bank	REMIC	31398CWF1	5/15/2029	59,616
Peoples Bank	REMIC	31398JHC0	8/15/2039	66,196
				<u>\$ 171,672</u>
Total Cash per Schedule of Cash Accounts:				\$ 482,156
Less: FDIC coverage:				<u>(250,000)</u>
Uninsured Public Funds:				232,156
Collateral Requirement:				116,078
Pledged Collateral Held by Pledging Financial Institution:				<u>171,672</u>
Balance Over Collateralized:				<u>\$ 55,594</u>
Balance Uninsured and Uncollateralized at June 30, 2017:				<u>\$ 60,484</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos International Charter School
Schedule of Cash Accounts
June 30, 2017

<u>Bank Account Type</u>	<u>People's Bank</u>
Checking - Operational Account	\$ 482,156
<i>Total on Deposit</i>	482,156
Reconciling Items	<u>(10,140)</u>
Reconciled Balance June 30, 2016	<u>472,016</u>
Less: Agency Funds	<u>(8,511)</u>
<i>Total Cash</i>	<u><u>\$ 463,505</u></u>

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

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Taos International Charter School
Cash Reconciliation
June 30, 2017**

	Operational 11000	Instructional Materials 14000	Food Services 21000	Non-Instruct. Fund 23000
Cash, June 30, 2016	\$ 430,317	-	9,299	6,128
Add:				
2016-17 revenues	<u>1,630,750</u>	<u>10,165</u>	<u>124,788</u>	<u>17,839</u>
Total Cash Available	2,061,067	10,165	134,087	23,967
Less:				
2016-17 expenditures	(1,625,044)	(7,648)	(116,092)	(15,456)
Receivables/Payables	180,771	-	-	-
Outstanding Loans	<u>(14,968)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash June 30, 2017	<u>601,826</u>	<u>2,517</u>	<u>17,995</u>	<u>8,511</u>
Fund Balance Reconciliations to GAAP Basis:				
Audit reclassifications to cash	<u>(159,403)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash Per Books	<u>442,423</u>	<u>2,517</u>	<u>17,995</u>	<u>8,511</u>
Fund Balance Reconciliation to GAAP Basis:				
Modified Accrual Adjustments	<u>(139,177)</u>	<u>-</u>	<u>-</u>	<u>(8,511)</u>
Fund Balance, Modified Accrual Basis	<u>\$ 303,246</u>	<u>2,517</u>	<u>17,995</u>	<u>-</u>

The accompanying notes are an integral part of these financial statements

Federal Projects Account 24000	Federal Direct Fund 25000	State Account 27000	Public School Capital Outlay 31200	Total
(1,775)	-	(2,268)	-	441,701
<u>20,621</u>	<u>5,284</u>	<u>3,162</u>	<u>110,806</u>	<u>1,923,415</u>
18,846	5,284	894	110,806	2,365,116
(35,589)	(4,714)	-	(110,806)	(1,915,349)
-	-	-	-	180,771
<u>14,968</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(1,775)</u>	<u>570</u>	<u>894</u>	<u>-</u>	<u>630,538</u>
<u>1,775</u>	<u>-</u>	<u>(894)</u>	<u>-</u>	<u>(158,522)</u>
<u>-</u>	<u>570</u>	<u>-</u>	<u>-</u>	<u>472,016</u>
Less: Activity Funds Per Schedule of Changes in Assets and Liabilities - Agency Fund:				<u>(8,511)</u>
				<u>\$ 463,505</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(147,688)</u>
<u>-</u>	<u>570</u>	<u>-</u>	<u>-</u>	<u>324,328</u>

TECHNOLOGY LEADERSHIP HIGH SCHOOL

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Technology Leadership High School
Statement of Net Position
June 30, 2017**

ASSETS

Current Assets:

Cash and Cash Equivalents	\$ 874,313
Receivables	
Due from Other Governments	107,758
Deposits	5,417
Total Current Assets	<u>987,488</u>

Noncurrent Assets:

Capital Assets	
Building Improvements	247,016
Equipment	13,341
Less: Accumulated Depreciation	(103,213)
Total Noncurrent Assets	<u>157,144</u>
Total Assets	<u>1,144,632</u>

Deferred Outflows - Pension Related	<u>1,138,890</u>
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LIABILITIES

Current Liabilities:

Accounts Payable	17,761
Accrued Liabilities	46,069
Total Current Liabilities	<u>63,830</u>

Noncurrent Liabilities:

Net Pension Liability	1,386,033
Total Noncurrent Liabilities	<u>1,386,033</u>
Total Liabilities	<u>1,449,863</u>

Deferred Inflows - Pension Related	<u>13,183</u>
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NET POSITION

Net Investment in Capital Assets	157,144
Restricted	16,883
Unrestricted	646,449
Total Net Position	<u>\$ 820,476</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Technology Leadership High School
Statement of Activities
For The Year Ended June 30, 2017**

Functions/Programs	Program Revenues				Net (Expenses) Revenues and Changes in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental Activities:					
Instruction	\$ 583,137	-	172,829	-	(410,308)
Support Services:					
Students	426,071	-	-	-	(426,071)
Instruction	1,818	-	-	-	(1,818)
General Administration	29,802	-	-	-	(29,802)
School Administration	145,512	-	-	-	(145,512)
Central Services	378,283	-	-	-	(378,283)
Operation & Maintenance of Plant	128,669	-	-	-	(128,669)
Community Services Operations	15,625	-	-	-	(15,625)
Food Services Operations	39,058	-	-	-	(39,058)
Facilities Materials, Supplies & Other Services	141,194	-	-	188,694	47,500
Total Governmental Activities	<u>\$ 1,889,169</u>	<u>-</u>	<u>172,829</u>	<u>188,694</u>	<u>(1,527,646)</u>
			General Revenues:		
			State Equalization Guarantee	\$ 1,810,556	
			Total General Revenues	<u>1,810,556</u>	
			Change in Net Position		282,910
			Net Position (Deficit), Beginning, as Previously Reported		461,092
			Restatement (Note 4)		<u>76,474</u>
			Net Position (Deficit), Beginning, as Restated		<u>537,566</u>
			Net Position (Deficit), Ending		<u>\$ 820,476</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Technology Leadership High School
Balance Sheets - Governmental Funds
June 30, 2017

	Operational 11000	Instructional Materials 14000	Food Services 21000	Title I IASA 24101
ASSETS				
Cash and Cash Equivalents	\$ 809,860	8,784	-	-
Accounts Receivable				
Due from Other Governments	-	-	-	26,047
Due from Other Funds	105,624	-	-	-
Deposits	-	-	-	-
Total Assets	\$ 915,484	8,784	-	26,047
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 16,781	-	-	-
Accrued Expenditures	43,935	-	-	2,133
Due to Other Funds	-	-	-	23,914
Total Liabilities	60,716	-	-	26,047
Fund Balances				
Fund Balance:				
Nonspendable:				
Deposits	-	-	-	-
Prepaid Expenditures	-	-	-	-
Restricted for:				
Instruction	-	8,784	-	-
Food Service Operations	-	-	-	-
Student Transportation	-	-	-	-
Capital Improvements	-	-	-	-
Assigned to:				
Subsequent Years Expenditures and Other Programs	854,768	-	-	-
Total Fund Balance	854,768	8,784	-	-
Total Liabilities and Fund Balances	\$ 915,484	8,784	-	26,047

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	Title II 24154	Title XIX Medicaid 25152	Private Direct Grants 29102	McCune Charitable Foundation 29114
-	-	2,682	5,487	-
3,500	8,456	-	-	-
-	-	-	-	-
-	-	-	-	5,417
<u>3,500</u>	<u>8,456</u>	<u>2,682</u>	<u>5,487</u>	<u>5,417</u>
-	-	-	980	-
1	-	-	-	-
3,499	8,456	-	-	-
<u>3,500</u>	<u>8,456</u>	<u>-</u>	<u>980</u>	<u>-</u>
-	-	-	-	5,417
-	-	-	-	-
-	-	2,682	4,507	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>2,682</u>	<u>4,507</u>	<u>5,417</u>
<u>3,500</u>	<u>8,456</u>	<u>2,682</u>	<u>5,487</u>	<u>5,417</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Technology Leadership High School
Balance Sheets - Governmental Funds
June 30, 2017

	Public School Capital Outlay 31200	Special Capital Outlay - State 31400	Capital Improvements HB-33 31600	Total
ASSETS				
Cash and Cash Equivalents	\$ -	-	47,500	874,313
Accounts Receivable				
Due from Other Governments	-	69,755	-	107,758
Due from Other Funds	-	-	-	105,624
Deposits	-	-	-	5,417
Total Assets	\$ -	69,755	47,500	1,093,112
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ -	-	-	17,761
Accrued Expenditures	-	-	-	46,069
Due to Other Funds	-	69,755	-	105,624
Total Liabilities	-	69,755	-	169,454
Fund Balances				
Fund Balance:				
Nonspendable:				
Deposits	-	-	-	5,417
Prepaid Expenditures	-	-	-	-
Restricted for:				
Instruction	-	-	-	15,973
Food Service Operations	-	-	-	-
Student Transportation	-	-	-	-
Capital Improvements	-	-	47,500	47,500
Assigned to:				
Subsequent Years Expenditures and Other Programs	-	-	-	854,768
Total Fund Balance	-	-	47,500	923,658
Total Liabilities and Fund Balances	\$ -	69,755	47,500	1,093,112

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Technology Leadership High School
Reconciliation of the Balance Sheets of Governmental Funds to the Statement of Net Position
June 30, 2017

Fund Balances - Total Governmental Funds **\$ 923,658**

Amounts reported for governmental activities in the Statement of
 Net Position are different because:

Capital assets used in governmental activities are not financial
 resources and, therefore, are not reported in the funds.

Capital Assets	260,357	
Accumulated Depreciation	(103,213)	
		157,144

Defined benefit pension plan deferred outflows are not financial resources and, therefore, are not reported in the funds.		1,138,890
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Defined benefit pension plan deferred inflows are not due and payable in the current period and, therefore, are not reported in the funds.		(13,183)
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The net pension liability is not due and payable in the current period and, therefore, is not reported in the funds.		(1,386,033)
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Net Position-Total Governmental Activities		\$ 820,476
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The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Technology Leadership High School
Statement of Revenues, Expenditures, and Changes In Fund Balances
Governmental Funds
For The Year Ended June 30, 2017

	<u>Operational 11000</u>	<u>Instructional Materials 14000</u>	<u>Food Services 21000</u>	<u>Title I IASA 24101</u>
REVENUES				
State Grant	\$ 1,810,556	6,749	-	-
Federal Grant	-	-	36,007	69,650
Miscellaneous Income	5,677	-	-	-
Total Revenues	<u>1,816,233</u>	<u>6,749</u>	<u>36,007</u>	<u>69,650</u>
EXPENDITURES				
Current:				
Instruction	349,428	3,521	-	64,667
Support Services:				
Students	321,496	-	-	4,983
Instruction	1,818	-	-	-
General Administration	29,802	-	-	-
School Administration	111,749	-	-	-
Central Services	291,305	-	-	-
Operation & Maintenance of Plant	74,818	-	-	-
Food Services Operations	2,849	-	36,007	-
Community Services Operation	15,625	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	<u>1,198,890</u>	<u>3,521</u>	<u>36,007</u>	<u>69,650</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>617,343</u>	<u>3,228</u>	<u>-</u>	<u>-</u>
Net Changes in Fund Balances	<u>617,343</u>	<u>3,228</u>	<u>-</u>	<u>-</u>
Fund Balances - Beginning of Year	<u>237,425</u>	<u>5,556</u>	<u>-</u>	<u>-</u>
Fund Balances - End of Year	<u>\$ 854,768</u>	<u>8,784</u>	<u>-</u>	<u>-</u>

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	Title II 24154	Title XIX Medicaid 25152	Private Direct Grants 29102	McCune Charitable Foundation 29114	Public School Capital Outlay 31200
-	-	-	-	-	59,407
28,500	8,456	2,790	-	-	-
-	-	-	15,000	-	-
<u>28,500</u>	<u>8,456</u>	<u>2,790</u>	<u>15,000</u>	<u>-</u>	<u>59,407</u>
28,500	6,187	-	8,570	-	-
-	2,269	1,807	837	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	884	-	-
-	-	-	-	-	-
-	-	-	202	-	-
-	-	-	-	-	-
-	-	-	-	-	59,407
<u>28,500</u>	<u>8,456</u>	<u>1,807</u>	<u>10,493</u>	<u>-</u>	<u>59,407</u>
-	-	983	4,507	-	-
-	-	983	4,507	-	-
-	-	1,699	-	5,417	-
-	-	2,682	4,507	5,417	-

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Technology Leadership High School
Statement of Revenues, Expenditures, and Changes In Fund Balances
Governmental Funds
For The Year Ended June 30, 2017**

	Special Capital Outlay - State 31400	Capital Improvements HB-33 31600	Total
REVENUES			
State Grant	\$ 81,787	47,500	2,005,999
Federal Grant	-	-	145,403
Miscellaneous Income	-	-	20,677
Total Revenues	<u>81,787</u>	<u>47,500</u>	<u>2,172,079</u>
EXPENDITURES			
Current:			
Instruction	-	-	460,873
Support Services:			
Students	-	-	331,392
Instruction	-	-	1,818
General Administration	-	-	29,802
School Administration	-	-	111,749
Central Services	-	-	292,189
Operation & Maintenance of Plant	-	-	74,818
Food Services Operations	-	-	39,058
Community Services Operation	-	-	15,625
Capital Outlay	81,787	-	141,194
Total Expenditures	<u>81,787</u>	<u>-</u>	<u>1,498,518</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>47,500</u>	<u>673,561</u>
Net Changes in Fund Balances	<u>-</u>	<u>47,500</u>	<u>673,561</u>
Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>250,097</u>
Fund Balances - End of Year	<u>\$ -</u>	<u>47,500</u>	<u>923,658</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Technology Leadership High School
Reconciliation of the Statement of Revenues, Expenditures, and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2017**

Net Change in Fund Balances-Total Governmental Funds **\$ 673,561**

Amounts reported for governmental activities in the Statement of
Activities are different because:

Capital outlays to purchase or build capital assets are reported in
governmental funds as expenditures. However, for governmental activities
those costs are shown in the Statement of Net Position and allocated over
their estimated useful lives as annual depreciation expenses in the
Statement of Activities. This is the amount by which capital outlay exceeds
depreciation for the period

Depreciation Expense	(53,851)	(53,851)
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Changes in deferred outflows of resources - pension related, deferred inflows of resources - pension related, and the net pension liability	(336,800)	
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Change in Net Position-Total Governmental Activities	\$ 282,910	
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The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Technology Leadership High School
Notes to the Financial Statements
June 30, 2017**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

Building Improvements	5 years
Equipment	3 years

Capital assets for Technology Leadership High School are recorded in the Statement of Net Position.

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

NOTE 2. CAPITAL ASSETS

A summary of capital assets and changes occurring during the year ended June 30, 2017 follows:

	Balance			Balance
	June 30, 2016	Additions	Transfers	June 30, 2017
<i>Capital Assets being Depreciated:</i>				
Building Improvements	\$ 247,016	-	-	247,016
Equipment	13,341	-	-	13,341
<i>Total</i>	260,357	-	-	260,357
<i>Less: Accumulated Depreciation</i>				
Building Improvements	(45,286)	(49,404)	-	(94,690)
Equipment	(4,076)	(4,447)	-	(8,523)
<i>Total</i>	(49,362)	(53,851)	-	(103,213)
Capital Assets, Net	\$ 210,995	(53,851)	-	157,144

Depreciation expense for the year ended June 30, 2017 was expensed to the following functions:

Facilities, Materials, Supplies & Other Services	\$ 53,851
Total	\$ 53,851

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Technology Leadership High School
Notes to the Financial Statements
June 30, 2017**

NOTE 3. COMMITMENTS AND LIABILITIES

Technology Leadership High School leases facilities under long-term cancelable operating leases. Lease expenses for the year ended June 30, 2017 was \$65,000. Technology Leadership High School's minimum future payments on this lease are as follows:

Year Ending June 30:	
2018	\$ 138,400
2019	193,400
2020	208,400
Total	<u>\$ 540,200</u>

NOTE 4. PENSION PLAN – EDUCATIONAL RETIREMENT BOARD

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

Contributions. For the fiscal years ended June 30, 2017 and 2016, educational employers contributed to the Plan based on the following rate schedule.

Fiscal Year	Date Range	Wage Category	Member Rate	Employer Rate	Combined Rate	Increase over Prior Year
2017	7/1/16 to 6/30/17	Over \$20K	10.70%	13.90%	24.60%	0.00%
2017	7/1/16 to 6/30/17	\$20K or less	7.90%	13.90%	21.80%	0.00%
2016	7/1/15 to 6/30/16	Over \$20K	10.70%	13.90%	24.60%	0.00%
2016	7/1/15 to 6/30/16	\$20K or less	7.90%	13.90%	21.80%	0.00%

The contribution requirements are estimated in statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the New Mexico Legislature. For the fiscal year ended June 30, 2017 Technology Leadership High School paid employee and employer contributions of \$115,722. Technology Leadership High School did not have employee and employer contributions for the fiscal year ended June 30, 2016.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: At June 30, 2017, Technology Leadership High School reported a liability of \$1,386,033 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2016. The total pension liability was rolled forward from the valuation date to the plan year ending June 30, 2016, using generally accepted actuarial principles. Therefore, the employer's portion was established as of the measurement date June 30, 2016. There were no significant events or changes in benefit provision that required an adjustment to the roll-forward liabilities as of June 30, 2016.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Technology Leadership High School
Notes to the Financial Statements
June 30, 2017**

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

Technology Leadership High School’s proportion of the net pension liability is based on the employer contributing entity’s percentage of total employer contributions for the fiscal year ended June 30, 2016. The contribution amounts were defined by Section 22-11-21, NMSA 1978. At June 30, 2016, Technology Leadership High School’s proportion was 0.01926%, which was an increase of 0.01926% from its proportion measured as of June 30, 2015.

For the year ended June 30, 2017, Technology Leadership High School recognized pension expense of \$452,508. At June 30, 2017, Technology Leadership High School reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 6,013	\$ (13,183)
Changes in assumptions	28,214	-
Net difference between projected and actual earnings on pension plan investments	82,735	-
Changes in proportion and differences between Technology Leadership High School’s contributions and proportionate share of contributions	906,206	-
Technology Leadership High School’s contributions subsequent to the measurement date	115,722	-
	<hr/>	<hr/>
Total	<u>\$ 1,138,890</u>	<u>\$ (13,183)</u>

The amount of \$115,722 reported as deferred outflows of resources related to pensions resulting from Technology Leadership High School contributions subsequent to the measurement date of 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:

Year ended June 30:	
2018	\$ 347,281
2019	351,448
2020	291,080
2021	20,176
Total	<u>\$ 1,009,985</u>

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Technology Leadership High School
Notes to the Financial Statements
June 30, 2017**

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

Sensitivity of Technology Leadership High School’s proportionate share of the net pension liability to changes in the discount rate. The following presents Technology Leadership High School’s proportionate share of the net pension liability calculated using the discount rate of 7.75 percent, as well as what Technology Leadership High School’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:

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
Technology Leadership High School’s proportionate share of the net pension liability	<u>\$ 1,835,769</u>	<u>1,386,033</u>	<u>1,012,880</u>

Pension plan fiduciary net position. Detailed information about the pension plan’s fiduciary net position is available in the separately issued NMERB’s financial reports. The reports can be found on NMERB’s website at [www.nmerb.org/Annual reports.html](http://www.nmerb.org/Annual%20reports.html).

Payables to the pension plan. At June 30, 2017, Technology Leadership High School owed \$24,482 to ERB for fiscal year 2017 contributions.

NOTE 5. RESTATEMENT

As a result of implementation of GASB No. 68, *Accounting and Financial Reporting for Pensions*, as amended by GASB No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*, net position at June 30, 2016 was restated in the amount of \$76,474.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Technology Leadership High School
Schedule of the School's Proportionate Share of the Net Pension Liability
June 30, 2017**

New Mexico Educational Retirement Board Pension Plan

For Last 10 Fiscal Years*

(Dollars in Thousands)

	30-Jun			
	Fiscal Year	2017	2016	2015
	Measurement Date	2016	2015	2014
Technology Leadership High School's Proportion of the Net Pension Liability (Asset)		0.019%	0.00%	0.00%
Technology Leadership High School's Proportionate Share of Net Pension Liability (Asset)	\$	1,386	-	-
Technology Leadership High School's Covered-Employee Payroll	\$	528	-	-
Technology Leadership High School's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered-Employee Payroll		262.59%	0.00%	0.00%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability		61.58%	63.97%	66.54%

**Governmental Accounting Standards Board Statement No. 68 requires ten years of historical information be presented; however, until a full 10-year trend is compiled, the statement only requires presentation of information for those years that information is available. Complete information for Technology Leadership High School is not available prior to fiscal year 2015, the year the statement's requirements became effective.*

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Technology Leadership High School
Schedule of School Contributions
June 30, 2017**

New Mexico Educational Retirement Board Pension Plan

Last Ten Fiscal Years*

(Dollars in Thousands)

	2015	2016	2017
Contractually Required Contribution	\$ -	76	116
Contributions in Relation to the Contractually Required Contribution	-	76	116
Annual contribution deficiency (excess)	\$ -	-	-

**Governmental Accounting Standards Board Statement No. 68 requires ten years of historical information be presented; however, until a full 10-year trend is compiled, the statement only requires presentation of information for those years that information is available. Complete information for Technology Leadership High School is not available prior to fiscal year 2015, the year the statement's requirements became effective.*

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Technology Leadership High School
Schedule of Budgetary Comparisons - Budgetary Basis
Operational 11000
For The Year Ended June 30, 2017**

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
State Grant	\$ 2,112,869	1,810,556	1,810,556	-
Miscellaneous Income	-	-	5,677	5,677
Total Revenues	<u>2,112,869</u>	<u>1,810,556</u>	<u>1,816,233</u>	<u>5,677</u>
EXPENDITURES				
Current:				
Instruction	702,733	702,733	348,505	354,228
Support Services:				
Students	410,817	438,862	306,586	132,276
Instruction	5,000	5,000	1,818	3,182
General Administration	75,000	75,000	29,002	45,998
School Administration	135,193	130,455	111,749	18,706
Central Services	336,411	321,176	291,305	29,871
Operation & Maintenance of Plant	620,715	304,330	74,669	229,661
Food Services Operations	-	6,000	2,849	3,151
Community Services Operations	27,000	27,000	15,625	11,375
Total Expenditures	<u>2,312,869</u>	<u>2,010,556</u>	<u>1,182,108</u>	<u>828,448</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>(200,000)</u>	<u>(200,000)</u>	<u>634,125</u>	<u>834,125</u>
Other Financing Sources (Uses):				
Designated Cash	200,000	200,000	-	(200,000)
Total Other Financing Sources (Uses):	<u>200,000</u>	<u>200,000</u>	<u>-</u>	<u>(200,000)</u>
Net Change in Fund Balance	<u>-</u>	<u>-</u>	<u>634,125</u>	<u>634,125</u>
Cash or Fund Balance - Beginning of Year	<u>-</u>	<u>-</u>	<u>237,425</u>	<u>237,425</u>
Cash or Fund Balance - End of Year	<u>\$ -</u>	<u>-</u>	<u>871,550</u>	<u>871,550</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ 634,125	
Adjustments to Revenues			-	
Adjustments to Expenditures			<u>(16,782)</u>	
NET CHANGE IN FUND BALANCE			<u>\$ 617,343</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Technology Leadership High School
Schedule of Budgetary Comparisons - Budgetary Basis
Instructional Materials 14000
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
State Grant	\$ 4,264	5,061	6,749	1,688
Total Revenues	<u>4,264</u>	<u>5,061</u>	<u>6,749</u>	<u>1,688</u>
EXPENDITURES				
Current:				
Instruction	9,820	10,617	3,521	7,096
Total Expenditures	<u>9,820</u>	<u>10,617</u>	<u>3,521</u>	<u>7,096</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>(5,556)</u>	<u>(5,556)</u>	<u>3,228</u>	<u>8,784</u>
Other Financing Sources (Uses):				
Designated Cash	5,556	5,556	-	(5,556)
Total Other Financing Sources (Uses):	<u>5,556</u>	<u>5,556</u>	<u>-</u>	<u>(5,556)</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>3,228</u>	<u>3,228</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>5,556</u>	<u>5,556</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>8,784</u>	<u>8,784</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ 3,228	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 3,228</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Technology Leadership High School
Schedule of Budgetary Comparisons - Budgetary Basis
Food Services 21000
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
Federal Grant	\$ 93,000	93,000	39,601	(53,399)
Total Revenues	<u>93,000</u>	<u>93,000</u>	<u>39,601</u>	<u>(53,399)</u>
EXPENDITURES				
Current:				
Food Services Operations	93,000	93,000	36,007	56,993
Total Expenditures	<u>93,000</u>	<u>93,000</u>	<u>36,007</u>	<u>56,993</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	3,594	3,594
Net Changes in Fund Balances	-	-	3,594	3,594
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>3,594</u>	<u>3,594</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ 3,594	
Adjustments to Revenues			(3,594)	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Technology Leadership High School
Schedule of Budgetary Comparisons - Budgetary Basis
Title I - IASA 24101
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
Federal Grant	\$ 35,272	83,082	43,602	(39,480)
Total Revenues	<u>35,272</u>	<u>83,082</u>	<u>43,602</u>	<u>(39,480)</u>
EXPENDITURES				
Current:				
Instruction	35,272	78,098	64,667	13,431
Support Services:				
Students	-	4,984	4,983	1
Total Expenditures	<u>35,272</u>	<u>83,082</u>	<u>69,650</u>	<u>13,432</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	(26,048)	(26,048)
Net Changes in Fund Balances	-	-	(26,048)	(26,048)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>(26,048)</u>	<u>(26,048)</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (26,048)	
Adjustments to Revenues			26,048	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Technology Leadership High School
Schedule of Budgetary Comparisons - Budgetary Basis
IDEA-B Entitlement 24106
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
Federal Grant	\$ 25,369	28,500	28,011	(489)
Total Revenues	<u>25,369</u>	<u>28,500</u>	<u>28,011</u>	<u>(489)</u>
EXPENDITURES				
Current:				
Instruction	25,369	28,500	28,500	-
Total Expenditures	<u>25,369</u>	<u>28,500</u>	<u>28,500</u>	<u>-</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	(489)	(489)
Net Changes in Fund Balances	-	-	(489)	(489)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>(489)</u>	<u>(489)</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (489)	
Adjustments to Revenues			489	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Technology Leadership High School
Schedule of Budgetary Comparisons - Budgetary Basis
Title II 24154
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
Federal Grant	\$ 4,508	12,320	-	(12,320)
Total Revenues	4,508	12,320	-	(12,320)
EXPENDITURES				
Current:				
Instruction	3,808	9,970	6,187	3,783
Support Services:				
Students	700	2,350	2,269	81
Total expenditures	4,508	12,320	8,456	3,864
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	(8,456)	(8,456)
Net changes in Fund Balances	-	-	(8,456)	(8,456)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	\$ -	-	(8,456)	(8,456)
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (8,456)	
Adjustments to Revenues			8,456	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Technology Leadership High School
Schedule of Budgetary Comparisons - Budgetary Basis
Title XIX Medicaid 25152
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
Federal Grant	\$ -	2,600	2,790	190
Total Revenues	<u>-</u>	<u>2,600</u>	<u>2,790</u>	<u>190</u>
EXPENDITURES				
Current:				
Support Services:				
Students	-	4,299	1,807	2,492
Total Expenditures	<u>-</u>	<u>4,299</u>	<u>1,807</u>	<u>2,492</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>(1,699)</u>	<u>983</u>	<u>2,682</u>
Other Financing Sources (Uses):				
Designated Cash	-	1,699	-	(1,699)
Total Other Financing Sources (Uses):	<u>-</u>	<u>1,699</u>	<u>-</u>	<u>(1,699)</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>983</u>	<u>983</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>1,699</u>	<u>1,699</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>2,682</u>	<u>2,682</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ 983	
Adjustments to Revenues			-	
Adjustments to Expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ 983</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Technology Leadership High School
Schedule of Budgetary Comparisons - Budgetary Basis
Private Direct Grants 29102
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
Miscellaneous Income	\$ -	15,000	15,000	-
Total Revenues	-	15,000	15,000	-
EXPENDITURES				
Current:				
Instruction	-	9,333	8,210	1,123
Support Services:				
Students	-	4,581	217	4,364
Central Services	-	884	884	-
Food Services Operations	-	202	202	-
Total Expenditures	-	15,000	9,513	5,487
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<i>-</i>	<i>-</i>	<i>5,487</i>	<i>5,487</i>
Net Changes in Fund Balances	-	-	5,487	5,487
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	\$ -	-	5,487	5,487
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ 5,487	
Adjustments to Revenues			-	
Adjustments to Expenditures			(980)	
NET CHANGE IN FUND BALANCE			\$ 4,507	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Technology Leadership High School
Schedule of Budgetary Comparisons - Budgetary Basis
McCune Charitable Foundation 29114
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
Local & County Grant	\$ -	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Current:				
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Total Expenditures	<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>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	5,417	5,417
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>5,417</u>	<u>5,417</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ -	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Technology Leadership High School
Schedule of Budgetary Comparisons - Budgetary Basis
Public School Capital Outlay 31200
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
State Grant	\$ -	59,407	59,407	-
Total Revenues	<u>-</u>	<u>59,407</u>	<u>59,407</u>	<u>-</u>
EXPENDITURES				
Capital Outlay	-	59,407	59,407	-
Total Expenditures	<u>-</u>	<u>59,407</u>	<u>59,407</u>	<u>-</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ -	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Technology Leadership High School
Schedule of Budgetary Comparisons - Budgetary Basis
Special Capital Outlay - State 31400
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
State Grant	\$ 48,450	123,451	86,081	(37,370)
Total Revenues	<u>48,450</u>	<u>123,451</u>	<u>86,081</u>	<u>(37,370)</u>
EXPENDITURES				
Capital Outlay	48,450	123,451	81,787	41,664
Total Expenditures	<u>48,450</u>	<u>123,451</u>	<u>81,787</u>	<u>41,664</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	4,294	4,294
Net Changes in Fund Balances	-	-	4,294	4,294
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>4,294</u>	<u>4,294</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ 4,294	
Adjustments to Revenues			(4,294)	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Technology Leadership High School
Schedule of Budgetary Comparisons - Budgetary Basis
Capital Improvements HB-33 31600
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
State Grant	\$ -	-	47,500	47,500
Total Revenues	<u>-</u>	<u>-</u>	<u>47,500</u>	<u>47,500</u>
EXPENDITURES				
Capital Outlay	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	47,500	47,500
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>47,500</u>	<u>47,500</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>47,500</u>	<u>47,500</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ 47,500	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 47,500</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Technology Leadership High School
Schedule of Collateral Pledged by Depository for Public Funds
June 30, 2017

<u>Name of Depository</u>	<u>Security Type</u>	<u>CUSIP/ Security Number</u>	<u>Maturity Date</u>	<u>Fair Value June 30, 2017</u>
SunTrust Bank	GO ULTD TAX REF BOND	935341B63	5/1/2030	\$ 332,076
				<u>\$ 332,076</u>
Total Cash per Schedule of Cash Accounts:				\$ 913,574
Less: FDIC coverage:				<u>(250,000)</u>
Uninsured Public Funds:				663,574
Collateral Requirement:				331,787
Pledged Collateral Held by Pledging Financial Institution:				<u>332,076</u>
Balance Over Collateralized:				<u>\$ 289</u>
Balance Uninsured and Uncollateralized at June 30, 2017:				<u>\$ 331,498</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Technology Leadership High School
Schedule of Cash Accounts
June 30, 2017

<u>Bank Account Type</u>	<u>New Mexico Bank & Trust</u>
Checking - Operational Account	\$ 913,574
<i>Total on Deposit</i>	913,574
Reconciling Items	<u>(39,261)</u>
Reconciled Balance June 30, 2017	<u>874,313</u>
Less Agency Funds	<u>-</u>
<i>Total Cash</i>	<u><u>\$ 874,313</u></u>

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

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Technology Leadership High School
Cash Reconciliation
June 30, 2017**

	Operational 11000	Instructional Materials 14000	Food Services 21000	Federal Projects Account 24000
Cash, June 30, 2016	\$ 162,238	5,556	-	-
Add:				
2016-17 revenues	<u>1,816,233</u>	<u>6,749</u>	<u>39,601</u>	<u>71,613</u>
Total Cash Available	1,978,471	12,305	39,601	71,613
Less:				
2016-17 expenditures	(1,182,108)	(3,521)	(36,007)	(106,606)
Receivables/Payables	43,935	-	-	2,134
Outstanding Loans	<u>(105,624)</u>	<u>-</u>	<u>-</u>	<u>35,869</u>
Cash June 30, 2017	<u>734,674</u>	<u>8,784</u>	<u>3,594</u>	<u>3,010</u>
Fund Balance Reconciliations to GAAP Basis:				
Audit reclassifications to cash	<u>75,186</u>	<u>-</u>	<u>(3,594)</u>	<u>(3,010)</u>
Cash Per Books	<u>809,860</u>	<u>8,784</u>	<u>-</u>	<u>-</u>
Fund Balance Reconciliation to GAAP Basis:				
Modified Accrual Adjustments	<u>44,908</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, Modified Accrual Basis	<u>\$ 854,768</u>	<u>8,784</u>	<u>-</u>	<u>-</u>

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

Federal Direct Account 25000	Local or State 29000	Public School Capital Outlay 31200	Special Capital Outlay - State 31400	Capital Improvements HB-33 31600	Total
1,699	-	-	-	-	169,493
<u>2,790</u>	<u>15,000</u>	<u>59,407</u>	<u>86,081</u>	<u>47,500</u>	<u>2,144,974</u>
4,489	15,000	59,407	86,081	47,500	2,314,467
(1,807)	(9,513)	(59,407)	(81,787)	-	(1,480,756)
-	-	-	-	-	46,069
-	-	-	69,755	-	-
<u>2,682</u>	<u>5,487</u>	<u>-</u>	<u>74,049</u>	<u>47,500</u>	<u>879,780</u>
-	-	-	(74,049)	-	(5,467)
<u>2,682</u>	<u>5,487</u>	<u>-</u>	<u>-</u>	<u>47,500</u>	<u>874,313</u>
-	4,437	-	-	-	49,345
<u>2,682</u>	<u>9,924</u>	<u>-</u>	<u>-</u>	<u>47,500</u>	<u>923,658</u>

TIERRA ADENTRO

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Statement of Net Position
June 30, 2017**

ASSETS AND DEFERRED OUTFLOWS

Current Assets:

Cash and Cash Equivalents	\$ 385,741
Receivables	
Due from Other Governments	157,213
Prepaid Expenses	<u>27,626</u>
Total Current Assets	<u><u>570,580</u></u>

Noncurrent Assets:

Capital Assets	
Furniture, Fixtures, and Equipment	84,277
Less: Accumulated Depreciation	<u>(54,382)</u>
Total Noncurrent Assets	<u>29,895</u>

Total Assets	<u>600,475</u>
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Deferred Outflows - Pension Related	<u>926,270</u>
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LIABILITIES AND DEFERRED INFLOWS

Current Liabilities:

Accounts Payable	26,618
Accrued Liabilities	<u>152,759</u>
Total Current Liabilities	<u>179,377</u>

Noncurrent Liabilities:

Net Pension Liability	<u>3,637,797</u>
Total Noncurrent Liabilities	<u>3,637,797</u>

Total Liabilities	<u>3,817,174</u>
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Deferred Inflows - Pension Related	<u>34,600</u>
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NET POSITION (DEFICIT)

Investment in Capital Assets	29,895
Restricted	179,471
Unrestricted (Deficit)	<u>(2,534,395)</u>
Total Net Position (Deficit)	<u><u>\$ (2,325,029)</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Balance Sheets - Governmental Funds
June 30, 2017

	Operational 11000	Instructional Materials 14000	Food Services 21000	Title I IASA 24101
ASSETS				
Cash and Cash Equivalents	\$ 206,270	14,196	-	-
Accounts Receivable				
Due from Other Governments	-	-	-	13,572
Due from Other Funds	152,420	-	-	-
Prepaid Expenditures	27,626	-	-	-
Total Assets	<u>\$ 386,316</u>	<u>14,196</u>	<u>-</u>	<u>13,572</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 26,618	-	-	-
Accrued Expenditures	147,523	-	-	4,510
Due to Other Funds	-	-	-	9,062
Total Liabilities	<u>174,141</u>	<u>-</u>	<u>-</u>	<u>13,572</u>
Fund Balances (Deficit)				
Fund Balance:				
Nonspendable:				
Prepaid Expenditures	27,626	-	-	-
Restricted for:				
Instruction	-	14,196	-	-
Support Services	-	-	-	-
Capital Improvements	-	-	-	-
Assigned to:				
Subsequent Years Expenditures and Other Programs	184,549	-	-	-
Unassigned (Deficit)	-	-	-	-
Total Fund Balance (Deficit)	<u>212,175</u>	<u>14,196</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balances (Deficit)	<u>\$ 386,316</u>	<u>14,196</u>	<u>-</u>	<u>13,572</u>

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	Teacher Principal Training 24154	Title XIX Medicaid 25152	Dual Credit Instructional Materials 27103	2012 GO Bond Student Library SB-66 27107	2010 GO Bond Instructional Materials 27171
-	-	5,902	-	-	-
26,367	3,802	-	-	3,642	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>26,367</u>	<u>3,802</u>	<u>5,902</u>	<u>-</u>	<u>3,642</u>	<u>-</u>
-	-	-	-	-	-
-	715	-	-	-	-
<u>26,367</u>	<u>3,087</u>	<u>-</u>	<u>-</u>	<u>3,642</u>	<u>443</u>
<u>26,367</u>	<u>3,802</u>	<u>-</u>	<u>-</u>	<u>3,642</u>	<u>443</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	5,902	-	-	-
-	-	-	-	-	-
-	-	-	-	-	(443)
-	-	5,902	-	-	(443)
<u>26,367</u>	<u>3,802</u>	<u>5,902</u>	<u>-</u>	<u>3,642</u>	<u>-</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Balance Sheets - Governmental Funds (Continued)
June 30, 2017

	Teachers Hard to Staff 27195	Private Direct Grants 29102	McCune Charitable Foundation 29114	Public School Capital Outlay 31200
ASSETS				
Cash and Cash Equivalents	\$ -	124	-	-
Accounts Receivable				
Due from Other Governments	4,886	-	-	-
Due from Other Funds	-	-	-	-
Prepaid Expenditures	-	-	-	-
Total Assets	\$ 4,886	124	-	-
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ -	-	-	-
Accrued Expenditures	11	-	-	-
Due to Other Funds	4,875	-	-	-
Total Liabilities	4,886	-	-	-
Fund Balances (Deficit)				
Fund Balance:				
Nonspendable:				
Prepaid Expenditures	-	-	-	-
Restricted for:				
Instruction	-	124	-	-
Support Services	-	-	-	-
Capital Improvements	-	-	-	-
Assigned to:				
Subsequent Years Expenditures and Other Programs	-	-	-	-
Unassigned (Deficit)	-	-	-	-
Total Fund Balance (Deficit)	-	124	-	-
Total Liabilities and Fund Balances (Deficit)	\$ 4,886	124	-	-

The accompanying notes are an integral part of these financial statements

Special Capital Outlay State 31400	HB-33 Capital Improvements 31600	SB-9 Capital Improvements 31700	Total
-	159,249	-	385,741
94,775	-	10,169	157,213
-	-	-	152,420
-	-	-	27,626
<u>94,775</u>	<u>159,249</u>	<u>10,169</u>	<u>723,000</u>
-	-	-	26,618
-	-	-	152,759
<u>94,775</u>	<u>-</u>	<u>10,169</u>	<u>152,420</u>
<u>94,775</u>	<u>-</u>	<u>10,169</u>	<u>331,797</u>
-	-	-	27,626
-	-	-	14,320
-	-	-	5,902
-	159,249	-	159,249
-	-	-	184,549
-	-	-	(443)
<u>-</u>	<u>159,249</u>	<u>-</u>	<u>391,203</u>
<u>94,775</u>	<u>159,249</u>	<u>10,169</u>	<u>723,000</u>

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Reconciliation of the Balance Sheets of Governmental Funds to the Statement of Net Position
June 30, 2017**

Fund Balances (Deficit) - Total Governmental Funds **\$ 391,203**

Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.

Capital Assets	84,277	
Accumulated Depreciation	<u>(54,382)</u>	
		29,895

Defined benefit pension plan deferred outflows are not financial resources and, therefore, are not reported in the funds.		926,270
---	--	---------

Defined benefit pension plan deferred inflows are not due and payable in the current period and, therefore, are not reported in the funds.		(34,600)
--	--	----------

The net pension liability is not due and payable in the current period and, therefore, is not reported in the funds.		<u>(3,637,797)</u>
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Net Position (Deficit)-Total Governmental Activities		<u><u>\$ (2,325,029)</u></u>
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The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Statement of Revenues, Expenditures, and Changes In Fund Balances (Deficit)
Governmental Funds
For The Year Ended June 30, 2017

	Operational 11000	Instructional Materials 14000	Food Services 21000	Title I IASA 24101
REVENUES				
Property Taxes	\$ -	-	-	-
Local & County Grant	10,338	-	-	-
State Grant	2,529,857	17,851	-	-
Federal Grant	-	-	62,133	54,244
Charges for Services	2,250	-	22,400	-
Total Revenues	2,542,445	17,851	84,533	54,244
EXPENDITURES				
Current:				
Instruction	1,525,597	26,976	-	54,244
Support Services:				
Students	260,173	-	-	-
Instruction	26,987	-	-	-
General Administration	27,960	-	-	-
School Administration	330,935	-	-	-
Central Services	186,494	-	-	-
Operation & Maintenance of Plant	143,189	-	-	-
Food Services Operations	3,884	-	84,686	-
Capital Outlay	-	-	-	-
Total Expenditures	2,505,219	26,976	84,686	54,244
Net Changes in Fund Balances	37,226	(9,125)	(153)	-
Fund Balances (Deficit) - Beginning of Year	174,949	23,321	153	-
Fund Balances (Deficit) - End of Year	\$ 212,175	14,196	-	-

The accompanying notes are an integral part of these financial statements

IDEA-B Entitlement 24106	Teacher Principal Training 24154	Title XIX Medicaid 25152	Dual Credit Instructional Materials 27103	2012 GO Bond Student Library SB-66 27107	2010 GO Bond Instructional Materials 27171
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	1,016	3,642	-
53,794	3,802	898	-	-	-
-	-	-	-	-	-
<u>53,794</u>	<u>3,802</u>	<u>898</u>	<u>1,016</u>	<u>3,642</u>	<u>-</u>
-	3,802	-	1,016	-	-
53,794	-	-	-	-	-
-	-	-	-	3,642	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>53,794</u>	<u>3,802</u>	<u>-</u>	<u>1,016</u>	<u>3,642</u>	<u>-</u>
-	-	898	-	-	-
-	-	5,004	-	-	(443)
-	-	5,902	-	-	(443)

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Statement of Revenues, Expenditures, and Changes In Fund Balances (Deficit) - Continued
Governmental Funds
For The Year Ended June 30, 2017**

	Teachers Hard to Staff 27195	Private Direct Grants 29102	McCune Charitable Foundation 29114	Public School Capital Outlay 31200
REVENUES				
Property Taxes	\$ -	-	-	-
Local & County Grant	-	-	15,000	-
State Grant	18,523	-	-	194,360
Federal Grant	-	-	-	-
Charges for Services	-	-	-	-
Total Revenues	18,523	-	15,000	194,360
EXPENDITURES				
Current:				
Instruction	18,523	-	-	-
Support Services:				
Students	-	-	15,000	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Food Services Operations	-	-	-	-
Capital Outlay	-	-	-	194,360
Total Expenditures	18,523	-	15,000	194,360
Net Changes in Fund Balances	-	-	-	-
Fund Balances (Deficit) - Beginning of Year	-	124	-	-
Fund Balances (Deficit) - End of Year	\$ -	124	-	-

The accompanying notes are an integral part of these financial statements

Special Capital Outlay State 31400	HB-33 Capital Improvements 31600	SB-9 Capital Improvements 31700	Total
-	159,249	-	159,249
-	-	-	25,338
94,775	-	10,169	2,870,193
-	-	-	174,871
-	-	-	24,650
<u>94,775</u>	<u>159,249</u>	<u>10,169</u>	<u>3,254,301</u>
-	-	-	1,630,158
-	-	-	328,967
-	-	-	30,629
-	-	-	27,960
-	-	-	330,935
-	-	-	186,494
-	-	-	143,189
-	-	-	88,570
94,775	-	10,169	299,304
<u>94,775</u>	<u>-</u>	<u>10,169</u>	<u>3,066,206</u>
-	159,249	-	188,095
-	-	-	203,108
-	159,249	-	391,203

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Reconciliation of the Statement of Revenues, Expenditures, and Changes
in Fund Balances (Deficit) of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2017**

Net Change in Fund Balances-Total Governmental Funds **\$ 188,095**

Amounts reported for governmental activities in the Statement of
Activities are different because:

Capital outlays to purchase or build capital assets are reported in
governmental funds as expenditures. However, for governmental activities
those costs are shown in the Statement of Net Position and allocated over
their estimated useful lives as annual depreciation expenses in the
Statement of Activities. This is the amount by which capital outlay exceeds
depreciation for the period

Capital Outlays	22,719	
Depreciation Expense	(8,883)	
	13,836	13,836

Changes in deferred outflows of resources-pension related, deferred inflows of resources-pension related, and the net pension liability		(318,954)
		(318,954)

Change in Net Position-Total Governmental Activities **\$ (117,023)**

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Statement of Fiduciary Assets and Liabilities- Agency Funds
June 30, 2017

	<u>Agency Funds</u>
ASSETS	
Cash in Bank	\$ 90,282
Total Assets	<u>\$ 90,282</u>
LIABILITIES	
Deposits Held for Others	\$ 90,282
Total Liabilities	<u>\$ 90,282</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Schedule of Changes in Assets and Liabilities - Agency Funds
For The Year Ended June 30, 2017

	<u>Balance</u> <u>July 1, 2016</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2017</u>
ASSETS				
Cash in Bank	\$ 77,372	44,802	(31,892)	90,282
Total Assets	<u>\$ 77,372</u>	<u>44,802</u>	<u>(31,892)</u>	<u>90,282</u>
LIABILITIES				
Deposits Held for Others	\$ 77,372	44,802	(31,892)	90,282
Total Liabilities	<u>\$ 77,372</u>	<u>44,802</u>	<u>(31,892)</u>	<u>90,282</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Notes to the Financial Statements
June 30, 2017**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

Furniture, Fixtures and Equipment 5-10 years

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

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

NOTE 2. CAPITAL ASSETS

A summary of capital assets and changes occurring during the year ended June 30, 2017 follows:

	<u>Balance</u> <u>June 30, 2016</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2017</u>
<i>Capital Assets being Depreciated:</i>				
Furniture, Fixtures and Equipment	\$ 61,558	22,719	-	84,227
<i>Total</i>	<u>61,558</u>	<u>22,719</u>	<u>-</u>	<u>84,227</u>
<i>Less: Accumulated Depreciation</i>				
Furniture, fixtures and equipment	(45,499)	(8,883)	-	(54,382)
<i>Total</i>	<u>(45,499)</u>	<u>(8,883)</u>	<u>-</u>	<u>(54,382)</u>
Capital Assets, Net	<u>\$ 16,059</u>	<u>13,836</u>	<u>-</u>	<u>29,895</u>

Depreciation expense for the year ended June 30, 2017 was expensed to the following functions:

Operation & Maintenance of Plant	\$ 4,339
Facilities Materials, Supplies & Other Services	4,544
Total	<u>\$ 8,883</u>

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Notes to the Financial Statements
June 30, 2017**

NOTE 3. COMMITMENTS AND LIABILITIES

Tierra Adentro leases equipment and facilities under long-term cancelable operating leases. Rental expenses for the year ended June 30, 2017 was \$194,360. Tierra Adentro's minimum future payments on these leases are as follows:

Year Ending June 30:		
2018	\$	209,905

NOTE 4. RELATED PARTY TRANSACTIONS

The National Institute of Flamenco (NIF) subleases the property to Tierra Adentro. In addition to lease payments, Tierra Adentro pays NIF for marketing and other services. Total payments to NIF during fiscal year 2017 totaled \$269,360.

NOTE 5. PENSION PLAN – EDUCATIONAL RETIREMENT BOARD

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

Contributions. For the fiscal year ended June 30, 2017 and 2016 educational employers contributed to the Plan based on the following rate schedule.

Fiscal Year	Date Range	Wage Category	Member Rate	Employer Rate	Combined Rate	Increase over Prior Year
2017	7/1/16 to 6/30/17	Over \$20K	10.70%	13.90%	24.60%	0.00%
2017	7/1/16 to 6/30/17	\$20K or less	7.90%	13.90%	21.80%	0.00%
2016	7/1/15 to 6/30/16	Over \$20K	10.70%	13.90%	24.60%	0.00%
2016	7/1/15 to 6/30/16	\$20K or less	7.90%	13.90%	21.80%	0.00%

The contribution requirements are estimated in statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the New Mexico Legislature. For the fiscal years ended June 30, 2017 and 2016, Tierra Adentro paid employee and employer contributions of \$217,764 and \$201,712.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Notes to the Financial Statements
June 30, 2017**

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

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: At June 30, 2017, Tierra Adentro reported a liability of \$3,637,797 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2016. The total pension liability was rolled-forward from the valuation date to the plan year ending June 30, 2016 using generally accepted actuarial principles. Therefore, the employer’s portion was established as of the measurement date of June 30, 2016. There were no significant events or changes in benefit provision that required an adjustment to the roll-forward liabilities as of June 30, 2016

Tierra Adentro’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, 2016. The contribution amounts were defined by Section 22-11-21, NMSA 1978. At June 30, 2016, Tierra Adentro’s proportion was 0.05055%, which was an increase of 0.00297% from its proportion measured as of June 30, 2015.

For the year ended June 30, 2017, Tierra Adentro recognized pension expense of \$536,753. At June 30, 2017, Tierra Adentro reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 15,782	\$ (34,600)
Changes in assumptions	74,052	-
Net difference between projected and actual earnings on pension plan investments	217,146	-
Changes in proportion and differences between Tierra Adentro’s contributions and proportionate share of contributions	401,526	-
Tierra Adentro’s contributions subsequent to the measurement date	<u>217,764</u>	<u>-</u>
Total	<u>\$ 926,270</u>	<u>\$ (34,600)</u>

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Notes to the Financial Statements
June 30, 2017**

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

The amount of \$217,764 reported as deferred outflows of resources related to pensions resulting from Tierra Adentro contributions subsequent to the measurement date of June 30, 2016 will be recognized as a reduction of the net pension liability in the year ended June 30, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:

2018	\$	255,933
2019		223,357
2020		141,662
2021		<u>52,954</u>
Total	\$	<u>673,906</u>

Sensitivity of Tierra Adentro’s proportionate share of the net pension liability to changes in the discount rate. The following presents the Tierra Adentro proportionate share of the net pension liability calculated using the discount rate of 7.75 percent, as well as what Tierra Adentro’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:

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
The School’s proportionate share of the net pension liability	<u>\$ 4,818,178</u>	<u>\$ 3,637,797</u>	<u>\$ 2,658,415</u>

Pension plan fiduciary net position. Detailed information about the pension plan’s fiduciary net position is available in the separately issued NMERB’s financial reports. The reports can be found on NMERB’s web site at www.nmerb.org/Annual_reports.html.

Payables to the pension plan. At June 30, 2017, Tierra Adentro owed \$54,396 to ERB for fiscal year 2017 contributions.

NOTE 6. DEFICIT FUND BALANCE

The following fund had a deficit fund balance at June 30, 2017:

2010 GO Bond Instructional Materials - 27171	\$	443
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Tierra Adentro is addressing the negative fund balance and is planning on taking the appropriate actions to eliminate it.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Notes to the Financial Statements
June 30, 2017**

NOTE 7. BUDGETARY OVERAGES

Tierra Adentro has expended in excess of the budget in the following fund and function:

Fund 11000 Operational		
Non-instructional Services (Food Service)	\$	3,884

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Schedule of the School's Proportionate Share of the Net Pension Liability
June 30, 2017**

New Mexico Educational Retirement Board Pension Plan

For Last 10 Fiscal Years*

(Dollars in Thousands)

	Fiscal Year	30-Jun		
		2017	2016	2015
	Measurement Date	2016	2015	2014
School's Proportion of the Net Pension Liability (Asset)		0.05055%	0.04758%	0.04021%
School's Proportionate Share of Net Pension Liability (Asset)	\$	3,638	3,082	2,294
School's Covered-Employee Payroll	\$	1,385	1,299	1,108
School's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered-Employee Payroll		262.59%	237.23%	207.04%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability		61.58%	63.97%	66.54%

*Governmental Accounting Standards Board Statement No. 68 requires ten years of historical information be presented; however, until a full 10-year trend is compiled, the statement only requires presentation of information for those years that information is available. Complete information for Tierra Adentro is not available prior to fiscal year 2015, the year the statement's requirements became effective.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Schedule of School Contributions
June 30, 2017**

New Mexico Educational Retirement Board Pension Plan

Last Ten Fiscal Years*

(Dollars in Thousands)

	<u>2015</u>	<u>2016</u>	<u>2017</u>
Contractually Required Contribution	\$ 182	202	218
Contributions in Relation to the Contractually Required Contribution	182	202	218
Annual contribution deficiency (excess)	<u>\$ -</u>	<u>-</u>	<u>-</u>

**Governmental Accounting Standards Board Statement No. 68 requires ten years of historical information be presented; however, until a full 10-year trend is compiled, the statement only requires presentation of information for those years that information is available. Complete information for Tierra Adentro is not available prior to fiscal year 2015, the year the statement's requirements became effective.*

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Schedule of Budgetary Comparisons - Budgetary Basis
Operational 11000
For The Year Ended June 30, 2017**

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
Local & County Grant	\$ -	10,469	10,338	(131)
State Grant	2,630,740	2,529,857	2,529,857	-
Charges for services	-	2,250	2,250	-
Total Revenues	<u>2,630,740</u>	<u>2,542,576</u>	<u>2,542,445</u>	<u>(131)</u>
EXPENDITURES				
Current:				
Instruction	1,593,437	1,589,328	1,510,995	78,333
Support Services:				
Students	296,605	342,110	266,813	75,297
Instruction	30,000	29,055	24,722	4,333
General Administration	26,500	27,780	26,877	903
School Administration	504,036	355,459	330,810	24,649
Central Services	70,200	208,528	188,815	19,713
Operation & Maintenance of Plant	209,962	170,488	142,336	28,152
Food Services Operations	-	-	3,884	(3,884)
Total Expenditures	<u>2,730,740</u>	<u>2,722,748</u>	<u>2,495,252</u>	<u>227,496</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>(100,000)</u>	<u>(180,172)</u>	<u>47,193</u>	<u>227,365</u>
Other Financing Sources (Uses):				
Designated Cash	100,000	180,172	-	(180,172)
Total Other Financing Sources (Uses):	<u>100,000</u>	<u>180,172</u>	<u>-</u>	<u>(180,172)</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>47,193</u>	<u>47,193</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>174,949</u>	<u>174,949</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>222,142</u>	<u>222,142</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ 47,193	
Adjustments to Revenues			-	
Adjustments to Expenditures			(9,967)	
NET CHANGE IN FUND BALANCE			<u>\$ 37,226</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Schedule of Budgetary Comparisons - Budgetary Basis
Instructional Materials 14000
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
State Grant	\$ 14,921	13,432	17,851	4,419
Total Revenues	<u>14,921</u>	<u>13,432</u>	<u>17,851</u>	<u>4,419</u>
EXPENDITURES				
Current:				
Instruction	38,254	36,765	26,976	9,789
Total Expenditures	<u>38,254</u>	<u>36,765</u>	<u>26,976</u>	<u>9,789</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>(23,333)</u>	<u>(23,333)</u>	<u>(9,125)</u>	<u>14,208</u>
Other Financing Sources (Uses):				
Designated Cash	23,321	23,321	-	(23,321)
Total Other Financing Sources (Uses):	<u>23,321</u>	<u>23,321</u>	<u>-</u>	<u>(23,321)</u>
Net Changes in Fund Balances	<u>(12)</u>	<u>(12)</u>	<u>(9,125)</u>	<u>(9,113)</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>23,321</u>	<u>23,321</u>
Cash or Fund Balances - End of Year	<u>\$ (12)</u>	<u>(12)</u>	<u>14,196</u>	<u>14,208</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (9,125)	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (9,125)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Schedule of Budgetary Comparisons - Budgetary Basis
Food Services 21000
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
Federal Grant	\$ 85,000	85,000	62,133	(22,867)
Charges for Services	21,000	24,077	22,400	(1,677)
Total Revenues	<u>106,000</u>	<u>109,077</u>	<u>84,533</u>	<u>(24,544)</u>
EXPENDITURES				
Current:				
Food Services Operations	106,000	109,230	84,686	24,544
Total Expenditures	<u>106,000</u>	<u>109,230</u>	<u>84,686</u>	<u>24,544</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>(153)</u>	<u>(153)</u>	<u>-</u>
Other Financing Sources (Uses):				
Designated Cash	-	153	-	(153)
Total Other Financing Sources (Uses):	<u>-</u>	<u>153</u>	<u>-</u>	<u>(153)</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>(153)</u>	<u>(153)</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>153</u>	<u>153</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (153)	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (153)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Schedule of Budgetary Comparisons - Budgetary Basis
Title I IASA 24101
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
Federal Grant	\$ 76,865	81,464	40,672	(40,792)
Total Revenues	<u>76,865</u>	<u>81,464</u>	<u>40,672</u>	<u>(40,792)</u>
EXPENDITURES				
Current:				
Instruction	76,865	81,464	54,244	27,220
Total Expenditures	<u>76,865</u>	<u>81,464</u>	<u>54,244</u>	<u>27,220</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	(13,572)	(13,572)
Net Changes in Fund Balances	-	-	(13,572)	(13,572)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances (Deficit) - End of Year	<u>\$ -</u>	<u>-</u>	<u>(13,572)</u>	<u>(13,572)</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (13,572)	
Adjustments to Revenues			13,572	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Schedule of Budgetary Comparisons - Budgetary Basis
IDEA-B Entitlement 24106
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
Federal Grant	\$ 41,042	54,224	27,427	(26,797)
Total Revenues	<u>41,042</u>	<u>54,224</u>	<u>27,427</u>	<u>(26,797)</u>
EXPENDITURES				
Current:				
Support Services:				
Students	41,042	54,224	53,794	430
Total Expenditures	<u>41,042</u>	<u>54,224</u>	<u>53,794</u>	<u>430</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>-</u>	<u>(26,367)</u>	<u>(26,367)</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>(26,367)</u>	<u>(26,367)</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances (Deficit) - End of Year	<u>\$ -</u>	<u>-</u>	<u>(26,367)</u>	<u>(26,367)</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (26,367)	
Adjustments to Revenues			26,367	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Schedule of Budgetary Comparisons - Budgetary Basis
Teacher Principal Training 24154
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
Federal Grant	\$ -	21,781	-	(21,781)
Total Revenues	<u>-</u>	<u>21,781</u>	<u>-</u>	<u>(21,781)</u>
EXPENDITURES				
Current:				
Instruction	-	21,781	3,802	17,979
Total expenditures	<u>-</u>	<u>21,781</u>	<u>3,802</u>	<u>17,979</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,802)</u>	<u>(3,802)</u>
Net changes in Fund Balances	<u>-</u>	<u>-</u>	<u>(3,802)</u>	<u>(3,802)</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>(3,802)</u>	<u>(3,802)</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (3,802)	
Adjustments to Revenues			3,802	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Schedule of Budgetary Comparisons - Budgetary Basis
Title XIX Medicaid 25152
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
Federal Grant	\$ -	-	898	898
Total Revenues	<u>-</u>	<u>-</u>	<u>898</u>	<u>898</u>
EXPENDITURES				
Current:				
Support Services:				
Students	-	5,004	-	5,004
Total Expenditures	<u>-</u>	<u>5,004</u>	<u>-</u>	<u>5,004</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>(5,004)</u>	<u>898</u>	<u>5,902</u>
Other Financing Sources (Uses):				
Designated Cash	-	5,004	-	(5,004)
Total Other Financing Sources (Uses):	<u>-</u>	<u>5,004</u>	<u>-</u>	<u>(5,004)</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>898</u>	<u>898</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>5,004</u>	<u>5,004</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>5,902</u>	<u>5,902</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ 898	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 898</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Schedule of Budgetary Comparisons - Budgetary Basis
Dual Credit Instructional Materials 27103
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
State Grant	\$ -	1,269	1,016	(253)
Total Revenues	<u>-</u>	<u>1,269</u>	<u>1,016</u>	<u>(253)</u>
EXPENDITURES				
Current:				
Instruction	-	1,269	1,016	253
Total Expenditures	<u>-</u>	<u>1,269</u>	<u>1,016</u>	<u>253</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ -	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Schedule of Budgetary Comparisons - Budgetary Basis
2012 GO Bond Student Library SB-66 27107
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
State Grant	\$ 3,642	3,642	-	(3,642)
Total Revenues	<u>3,642</u>	<u>3,642</u>	<u>-</u>	<u>(3,642)</u>
EXPENDITURES				
Support Services:				
Instruction	3,642	3,642	3,642	-
Total Expenditures	<u>3,642</u>	<u>3,642</u>	<u>3,642</u>	<u>-</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	(3,642)	(3,642)
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>(3,642)</u>	<u>(3,642)</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>(3,642)</u>	<u>(3,642)</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (3,642)	
Adjustments to Revenues			3,642	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Schedule of Budgetary Comparisons - Budgetary Basis
GOB Instructional Materials 27171
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
State Grant	\$ -	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Current:				
Instruction	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	-	-
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - Beginning of Year	-	-	(443)	(443)
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>(443)</u>	<u>(443)</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ -	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Schedule of Budgetary Comparisons - Budgetary Basis
Teachers Hard to Staff 27195
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
State Grant	\$ -	24,300	13,637	(10,663)
Total Revenues	<u>-</u>	<u>24,300</u>	<u>13,637</u>	<u>(10,663)</u>
EXPENDITURES				
Current:				
Instruction	-	24,300	18,523	5,777
Total Expenditures	<u>-</u>	<u>24,300</u>	<u>18,523</u>	<u>5,777</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>-</u>	<u>(4,886)</u>	<u>(4,886)</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>(4,886)</u>	<u>(4,886)</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>(4,886)</u>	<u>(4,886)</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (4,886)	
Adjustments to Revenues			4,886	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Schedule of Budgetary Comparisons - Budgetary Basis
Private Direct Grants 29102
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
Local & County Grant	\$ -	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Current:				
Instruction	-	-	-	-
Total Expenditures	<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>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>124</u>	<u>124</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>124</u>	<u>124</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ -	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Schedule of Budgetary Comparisons - Budgetary Basis
McCune Charitable Foundation 29114
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
Local & County Grant	\$ -	15,000	15,000	-
Total Revenues	<u>-</u>	<u>15,000</u>	<u>15,000</u>	<u>-</u>
EXPENDITURES				
Current:				
Support Services:				
Students	-	15,000	15,000	-
Total Expenditures	<u>-</u>	<u>15,000</u>	<u>15,000</u>	<u>-</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ -	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Schedule of Budgetary Comparisons - Budgetary Basis
Public School Capital Outlay 31200
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual</u> <u>Amount</u>	<u>Variance</u> <u>Positive</u> <u>(Negative)</u>
	<u>Original</u> <u>Budget</u>	<u>Final Budget</u>		
REVENUES				
State Grant	\$ -	194,360	194,360	-
Total Revenues	<u>-</u>	<u>194,360</u>	<u>194,360</u>	<u>-</u>
EXPENDITURES				
Capital Outlay	-	194,360	194,360	-
Total Expenditures	<u>-</u>	<u>194,360</u>	<u>194,360</u>	<u>-</u>
<i>Excess (Deficiency) of Revenues</i>				
<i>Over (Under) Expenditures</i>	-	-	-	-
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues</i>				
<i>Over (Under) Expenditures</i>			\$ -	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Schedule of Budgetary Comparisons - Budgetary Basis
Special Capital Outlay State 31400
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
State Grant	\$ -	96,000	-	(96,000)
Total Revenues	<u>-</u>	<u>96,000</u>	<u>-</u>	<u>(96,000)</u>
EXPENDITURES				
Capital Outlay	-	96,000	94,775	1,225
Total Expenditures	<u>-</u>	<u>96,000</u>	<u>94,775</u>	<u>1,225</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>-</u>	<u>(94,775)</u>	<u>(94,775)</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>(94,775)</u>	<u>(94,775)</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances (Deficit) - End of Year	<u>\$ -</u>	<u>-</u>	<u>(94,775)</u>	<u>(94,775)</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (94,775)	
Adjustments to Revenues			94,775	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Schedule of Budgetary Comparisons - Budgetary Basis
HB-33 Capital Improvements 31600
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
Property Taxes	\$ 164,553	164,553	159,249	(5,304)
Total Revenues	<u>164,553</u>	<u>164,553</u>	<u>159,249</u>	<u>(5,304)</u>
EXPENDITURES				
Capital Outlay	164,553	164,553	-	164,553
Total Expenditures	<u>164,553</u>	<u>164,553</u>	<u>-</u>	<u>164,553</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	159,249	159,249
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>159,249</u>	<u>159,249</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances (Deficit) - End of Year	<u>\$ -</u>	<u>-</u>	<u>159,249</u>	<u>159,249</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ 159,249	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 159,249</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Schedule of Budgetary Comparisons - Budgetary Basis
SB-9 Capital Improvements 31700
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
State Grant	\$ -	23,627	-	(23,627)
Total Revenues	<u>-</u>	<u>23,627</u>	<u>-</u>	<u>(23,627)</u>
EXPENDITURES				
Capital Outlay	-	23,627	10,169	13,458
Total Expenditures	<u>-</u>	<u>23,627</u>	<u>10,169</u>	<u>13,458</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>-</u>	<u>(10,169)</u>	<u>(10,169)</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>(10,169)</u>	<u>(10,169)</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances (Deficit) - End of Year	<u>\$ -</u>	<u>-</u>	<u>(10,169)</u>	<u>(10,169)</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (10,169)	
Adjustments to Revenues			10,169	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Schedule of Collateral Pledged by Depository for Public Funds
June 30, 2017**

<u>Name of Depository</u>	<u>Security Type</u>	<u>CUSIP/ Security Number</u>	<u>Maturity Date</u>	<u>Fair Value June 30, 2017</u>
Wells Fargo	FNMA FNMS	3138EGC77	04/01/26	\$ 16,377
Wells Fargo	FNMA FNMS	3138WTRV0	06/01/43	11,216
Wells Fargo	FNMA FNMS	31418ADH8	02/01/42	126,275
				<u>\$ 153,868</u>
Total Cash in Bank per Schedule of Cash Accounts:				\$ 480,489
Less: FDIC coverage:				(250,000)
Uninsured Public Funds:				<u>230,489</u>
Collateral Requirement:				115,245
Pledged Collateral Held by Pledging Financial Institution:				<u>153,868</u>
Balance Over Collateralized:				<u>\$ 38,623</u>
Balance Uninsured and Uncollateralized at June 30, 2017:				<u>\$ 76,621</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Schedule of Cash Accounts
June 30, 2017

<u>Bank Account Type</u>	<u>Wells Fargo</u>
Checking - Operational Account	\$ 390,207
Checking - Activity Account	<u>90,282</u>
<i>Total on Deposit</i>	480,489
Reconciling Items	<u>(4,466)</u>
Reconciled Balance June 30, 2017	<u>476,023</u>
Less Agency Funds	<u>(90,282)</u>
<i>Total Cash</i>	<u><u>\$ 385,741</u></u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Cash Reconciliation
June 30, 2017**

	Operational 11000	Instructional Materials 14000	Food Services 21000	Non-Instruct. Fund 23000
Cash, June 30, 2016	\$ 131,670	23,321	153	77,372
Add:				
2016-17 revenues	2,542,445	17,851	84,533	44,802
Total Cash Available	2,674,115	41,172	84,686	122,174
Less:				
2016-17 expenditures	(2,495,252)	(26,976)	(84,686)	(31,892)
Receivables/Payables	147,523	-	-	-
Outstanding Loans	(152,420)	-	-	-
Cash June 30, 2017	173,966	14,196	-	90,282
Fund Balance Reconciliations to GAAP Basis:				
Audit reclassifications to cash	32,304	-	-	-
Cash Per Books	206,270	14,196	-	90,282
Fund Balance Reconciliation to GAAP Basis:				
Modified Accrual Adjustments	5,905	-	-	(90,282)
Fund Balance (Deficit), Modified Accrual Basis	\$ 212,175	14,196	-	-

The accompanying notes are an integral part of these financial statements

Federal Projects Account 24000	Federal Direct Account 25000	State Account 27000	Local or State Fund 29000	Public School Capital Outlay 31200	Special Capital Outlay State 31400
-	5,004	14	124	-	-
68,099	898	14,653	15,000	194,360	-
68,099	5,902	14,667	15,124	194,360	-
(111,840)	-	(23,181)	(15,000)	(194,360)	(94,775)
5,225	-	11	-	-	-
38,516	-	8,960	-	-	94,775
-	5,902	457	124	-	-
-	-	(457)	-	-	-
-	5,902	-	124	-	-
-	-	(443)	-	-	-
-	5,902	(443)	124	-	-

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Tierra Adentro
Cash Reconciliation - (Continued)
June 30, 2017

	HB-33 Capital Improvements <u>31600</u>	SB-9 Capital Improvements <u>31700</u>	<u>Total</u>
Cash, June 30, 2016	\$ -	-	237,658
Add:			
2016-17 revenues	<u>159,249</u>	<u>-</u>	<u>3,141,890</u>
Total Cash Available	159,249	-	3,379,548
Less:			
2016-17 expenditures	-	(10,169)	(3,088,131)
Receivables/Payables	-	-	152,759
Outstanding Loans	<u>-</u>	<u>10,169</u>	<u>-</u>
Cash June 30, 2017	<u>159,249</u>	<u>-</u>	<u>444,176</u>
Fund Balance Reconciliations to GAAP Basis:			
Audit reclassifications to cash	<u>-</u>	<u>-</u>	<u>31,847</u>
Cash Per Books	<u>159,249</u>	<u>-</u>	<u>476,023</u>
		Less: Activity Funds:	<u>(90,282)</u>
			<u>\$ 385,741</u>
Fund Balance Reconciliation to GAAP Basis:			
Modified Accrual Adjustments	<u>-</u>	<u>-</u>	<u>(84,820)</u>
Fund Balance (Deficit), Modified Accrual Basis	<u>\$ 159,249</u>	<u>-</u>	<u>391,203</u>

The accompanying notes are an integral part of these financial statements

TIERRA ENCANTADA CHARTER SCHOOL

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ENCANTADA CHARTER SCHOOL
Statement of Net Position
June 30, 2017**

ASSETS AND DEFERRED OUTFLOWS

Current assets:

Cash and Cash Equivalents	\$ 1,054,838
Receivables	
Due from Other Governments	<u>108,932</u>
Total current assets	<u><u>1,163,770</u></u>

Noncurrent assets:

Capital Assets	
Buildings and Improvements	18,969
Furniture, Fixtures, and Equipment	306,894
Less: Accumulated Depreciation	<u>(191,504)</u>
Total Capital Assets	<u><u>134,359</u></u>
Total Assets	<u><u>1,298,129</u></u>

Deferred Outflows - Pension Related	<u><u>951,722</u></u>
--	-----------------------

LIABILITIES AND DEFERRED INFLOWS

Current Liabilities:

Accounts Payable	35,844
Accrued Liabilities	<u>38,438</u>
Total Current Liabilities	<u><u>74,282</u></u>

Noncurrent Liabilities:

Net Pension Liability	<u>4,190,483</u>
Total Noncurrent Liabilities	<u><u>4,190,483</u></u>
Total Liabilities	<u><u>4,264,765</u></u>

Deferred Inflows - Pension Related	<u><u>55,304</u></u>
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NET POSITION (DEFICIT)

Net Investment in Capital Assets	134,359
Restricted	927,417
Unrestricted (Deficit)	<u>(3,131,994)</u>
Total Net Position (Deficit)	<u><u>\$ (2,070,218)</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ENCANTADA CHARTER SCHOOL
Statement of Activities
For The Year Ended June 30, 2017

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Position
		Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	
Governmental activities:					
Instruction	\$ 1,537,573	-	208,375	-	(1,329,198)
Support Services:					
Students	541,583	-	-	-	(541,583)
Instruction	3,725	-	-	-	(3,725)
General Administration	211,181	-	-	-	(211,181)
School Administration	132,874	-	-	-	(132,874)
Central Services	291,035	-	-	-	(291,035)
Operation & Maintenance of Plant	349,268	-	-	-	(349,268)
Other Support Services	5,387	-	-	-	(5,387)
Student Transportation	52,241	-	44,101	-	(8,140)
Food Services	135,683	47,509	-	-	(88,174)
Facilities Materials, Supplies & Other Services	485,281	-	-	415,490	(69,791)
Total Governmental Activities	\$ 3,745,831	47,509	252,476	415,490	(3,030,356)
General Revenues:					
Property Taxes					450,571
State Equalization Guarantee					2,518,504
Miscellaneous					3,240
Total General Revenues					2,972,315
Change in Net Position					(58,041)
Net Position (Deficit), Beginning of Year					(2,012,177)
Net Position (Deficit), Ending					\$ (2,070,218)

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ENCANTADA CHARTER SCHOOL
Balance Sheets - Governmental Funds
June 30, 2017

	Operational 11000	Pupil Transportation 13000	Instructional Materials 14000	Food Services 21000
ASSETS				
Cash and Cash Equivalents	\$ 120,274	697	45,852	36,145
Accounts receivable				
Due from Government	-	-	-	-
Due from Other Funds	117,773	-	-	-
Total Assets	\$ 238,047	697	45,852	36,145
LIABILITIES AND FUND BALANCES				
<i>Liabilities:</i>				
Accounts payable	\$ 27,796	-	-	-
Accrued Expenditures	36,500	-	-	-
Due to Other Funds	-	-	-	-
Total Liabilities	64,296	-	-	-
<i>Fund Balances (Deficit)</i>				
Fund Balance (Deficit):				
Restricted for:				
Instruction	-	-	45,852	-
Food Service Operations	-	-	-	36,145
Student Transportation	-	697	-	-
Capital Improvements	-	-	-	-
Assigned to:				
Subsequent Years Expenditures and Other Programs	173,751	-	-	-
Unassigned	-	-	-	-
Total Fund Balance (Deficit)	173,751	697	45,852	36,145
Total Liabilities and Fund Balance (Deficit)	\$ 238,047	697	45,852	36,145

IDEA-B Entitlement 24106	Charter Schools 24146	Dual Credits Instructional Materials 27103	GO Bonds Student Library 27107	Public Schools Capital Outlay 31200	HB-33 Capital Improvements 31600
-	-	-	-	-	306,447
37,933	70,999	-	-	-	-
-	-	-	-	-	-
<u>37,933</u>	<u>70,999</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>306,447</u>
-	-	-	-	-	-
19	1,919	-	-	-	-
<u>37,914</u>	<u>68,179</u>	<u>1,383</u>	<u>10,297</u>	<u>-</u>	<u>-</u>
<u>37,933</u>	<u>70,098</u>	<u>1,383</u>	<u>10,297</u>	<u>-</u>	<u>-</u>
-	901	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	306,447
-	-	-	-	-	-
-	-	(1,383)	(10,297)	-	-
-	<u>901</u>	<u>(1,383)</u>	<u>(10,297)</u>	<u>-</u>	<u>306,447</u>
<u>37,933</u>	<u>70,999</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>306,447</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ENCANTADA CHARTER SCHOOL
Balance Sheets - Governmental Funds
June 30, 2017

	SB-9 Capital Improvements 31700	SB-9 Ad Valorem 31701	Education Technology Equipment Act 31900	Total
ASSETS				
Cash and Cash Equivalents	423,954	78,802	42,667	1,054,838
Accounts receivable				-
Due from Government	-	-	-	108,932
Due from Other Funds	-	-	-	117,773
Total Assets	423,954	78,802	42,667	1,281,543
LIABILITIES AND FUND BALANCES				
<i>Liabilities:</i>				
Accounts payable	-	8,048	-	35,844
Accrued Expenditures	-	-	-	38,438
Due to Other Funds	-	-	-	117,773
Total Liabilities	-	8,048	-	192,055
<i>Fund Balances (Deficit)</i>				
Fund Balance (Deficit):				
Restricted for:				
Instruction	-	-	-	46,753
Food Service Operations	-	-	-	36,145
Student Transportation	-	-	-	697
Capital Improvements	423,954	70,754	42,667	843,822
Assigned to:				
Subsequent Years Expenditures and Other Programs	-	-	-	173,751
Unassigned	-	-	-	(11,680)
Total Fund Balance (Deficit)	423,954	70,754	42,667	1,089,488
Total Liabilities and Fund Balance (Deficit)	423,954	78,802	42,667	1,281,543

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ENCANTADA CHARTER SCHOOL
Reconciliation of the Balance Sheets of Governmental Funds to the Statement of Net Position
June 30, 2017**

Fund Balance - Total Governmental Funds		\$ 1,089,488
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		
Capital Assets	325,863	
Accumulated Depreciation	<u>(191,504)</u>	
		134,359
Defined benefit pension plan deferred outflows are not financial resources and, therefore, are not reported in the funds.		
		951,722
Long-term liabilities are not due in the current period and, therefore, are not reported in the funds.		
Net Pension Liability		(4,190,483)
Defined benefit pension plan deferred inflows are not due and payable in the current period and, therefore, are not reported in the funds		
		<u>(55,304)</u>
Net Position (Deficit) - Total Governmental Activities		<u>\$ (2,070,218)</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ENCANTADA CHARTER SCHOOL
Statement of Revenues, Expenditures, and Changes In Fund Balances (Deficit)
Governmental Funds
For The Year Ended June 30, 2017

	Operational 11000	Pupil Transportion 13000	Instructional Materials 14000	Food Services 21000
REVENUES				
Property Taxes	\$ -	-	-	-
Local & County Grant	48,853	-	-	-
State Grant	2,518,504	44,101	18,160	-
Federal Grant	39,002	-	-	-
Charges for Services	254	-	-	47,255
Miscellaneous Income	-	-	-	-
Total Revenues	<u>2,606,613</u>	<u>44,101</u>	<u>18,160</u>	<u>47,255</u>
EXPENDITURES				
Current:				
Instruction	1,349,762	-	2,034	-
Support Services:				
Students	415,105	-	-	-
Instruction	-	-	-	-
General Administration	194,030	-	-	-
School Administration	115,199	-	-	-
Central Services	263,092	-	-	-
Operation & Maintenance of Plant	337,315	-	-	-
Student Transportation	8,837	43,404	-	-
Food Services Operations	87,942	-	-	47,741
Capital Outlay	-	-	-	-
Total Expenditures	<u>2,771,282</u>	<u>43,404</u>	<u>2,034</u>	<u>47,741</u>
Net Changes in Fund Balances	<u>(164,669)</u>	<u>697</u>	<u>16,126</u>	<u>(486)</u>
Fund Balances (Deficit) - Beginning of Year	<u>338,420</u>	<u>-</u>	<u>29,726</u>	<u>36,631</u>
Fund Balances (Deficit) - End of Year	<u>\$ 173,751</u>	<u>697</u>	<u>45,852</u>	<u>36,145</u>

The accompanying notes are an integral part of these financial statements

Title I IASA 24101	IDEA-B Entitlement 24106	Dual Credit Instructional Materials/HB2 27103	2012 Student Library SB-66 27107	Public School Capital Outlay 31200	HB-33 Capital Improvements 31600
-	-	-	-	-	161,871
-	-	-	-	-	-
-	-	-	(6,572)	203,508	-
37,933	70,999	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>37,933</u>	<u>70,999</u>	<u>-</u>	<u>(6,572)</u>	<u>203,508</u>	<u>161,871</u>
15,758	646	1,383	-	-	-
22,175	69,452	-	-	-	-
-	-	-	3,725	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	203,508	-
<u>37,933</u>	<u>70,098</u>	<u>1,383</u>	<u>3,725</u>	<u>203,508</u>	<u>-</u>
-	901	(1,383)	(10,297)	-	161,871
-	-	-	-	-	144,576
-	901	(1,383)	(10,297)	-	306,447

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ENCANTADA CHARTER SCHOOL
Statement of Revenues, Expenditures, and Changes In Fund Balances (Deficit) - (Continued)
Governmental Funds
For The Year Ended June 30, 2017

	SB-9 Capital Improvements 31700	SB-9 Ad Valorem 31701	Education Technology Equipment Act 31900	Total
REVENUES				
Property Taxes	\$ 71,130	217,570	-	450,571
Local & County Grant	-	-	-	48,853
State Grant	-	-	211,982	2,989,683
Federal Grant	-	-	-	147,934
Charges for Services	-	-	-	47,509
Miscellaneous Income	-	3,240	-	3,240
Total Revenues	<u>71,130</u>	<u>220,810</u>	<u>211,982</u>	<u>3,687,790</u>
EXPENDITURES				
Current:				
Instruction	-	-	-	1,369,583
Support Services:				
Students	-	-	-	506,732
Instruction	-	-	-	3,725
General Administration	-	-	-	194,030
School Administration	-	-	-	115,199
Central Services	-	-	-	263,092
Operation & Maintenance of Plant	-	-	-	337,315
Student Transportation	-	-	-	52,241
Food Services Operations	-	-	-	135,683
Capital Outlay	-	150,056	169,315	522,879
Total Expenditures	<u>-</u>	<u>150,056</u>	<u>169,315</u>	<u>3,500,479</u>
Net Changes in Fund Balances	<u>71,130</u>	<u>70,754</u>	<u>42,667</u>	<u>187,311</u>
Fund Balances (Deficit) - Beginning of Year	<u>352,824</u>	<u>-</u>	<u>-</u>	<u>902,177</u>
Fund Balances (Deficit) - End of Year	<u>\$ 423,954</u>	<u>70,754</u>	<u>42,667</u>	<u>1,089,488</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ENCANTADA CHARTER SCHOOL
Reconciliation of the Statement of Revenues, Expenditures, and Changes
in Fund Balances (Deficit) of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2017**

Net Change in Fund Balance-Total Governmental Funds \$ 187,311

Amounts reported for governmental activities in the Statement of
Activities are different because:

Capital outlays to purchase or build capital assets are reported in

Capital Outlays	68,322	
Depreciation Expense	<u>(30,724)</u>	
		37,598

Changes in Deferred Outflows of Resources-Pension Related, Deferred Inflows of Resources-Pension Related, and the Net Pension Liability		<u>(282,950)</u>
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Change in Net Position-Total Governmental Activities \$ (58,041)

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ENCANTADA CHARTER SCHOOL
Statement of Fiduciary Assets and Liabilities- Agency Funds
June 30, 2017

	<u>Agency Funds</u>
ASSETS	
Cash in Bank	<u>\$ 17,620</u>
Total Assets	<u><u>\$ 17,620</u></u>
LIABILITIES	
Deposits Held for Others	<u>17,620</u>
Total Liabilities	<u><u>\$ 17,620</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ENCANTADA CHARTER SCHOOL
Schedule of Changes in Assets and Liabilities - Agency Funds
For The Year Ended June 30, 2017

	<u>Balance</u> <u>July 1, 2016</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2017</u>
ASSETS				
Cash in Bank	\$ 16,836	44,821	(44,037)	17,620
Total Assets	<u>\$ 16,836</u>	<u>44,821</u>	<u>(44,037)</u>	<u>17,620</u>
LIABILITIES				
Accounts Payable	\$ 114	-	(114)	-
Deposits Held for Others	16,722	44,821	(43,923)	17,620
Total Liabilities	<u>\$ 16,836</u>	<u>44,821</u>	<u>(44,037)</u>	<u>17,620</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ENCANTADA CHARTER SCHOOL
Notes to the Financial Statements
June 30, 2017**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

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

Capital assets for Tierra Encantada Charter School are recorded in the Statement of Net Position.

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

NOTE 2. CAPITAL ASSETS

A summary of capital assets and changes occurring during the year ended June 30, 2017 follows:

Buildings and building improvements	\$ 18,969	-	-	18,969
Furniture, Fixtures and Equipment	238,572	68,322	-	306,894
<i>Total</i>	<u>257,541</u>	<u>68,322</u>	<u>-</u>	<u>325,863</u>
<i>Less: Accumulated Depreciation</i>				
Buildings and building improvements	(9,356)	(948)	-	(10,304)
Furniture, fixtures and equipment	(151,424)	(29,776)	-	(181,200)
<i>Total</i>	<u>(160,780)</u>	<u>(30,724)</u>	<u>-</u>	<u>(191,504)</u>
Capital Assets, Net	<u>\$ 96,761</u>	<u>37,598</u>	<u>-</u>	<u>134,359</u>

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ENCANTADA CHARTER SCHOOL
Notes to the Financial Statements
June 30, 2017**

NOTE 2. CAPITAL ASSETS (CONTINUED)

Depreciation expensed for the year ended June 30, 2017 was expensed to the following functions:

Capital Outlay	\$ 30,724
Total	<u>\$ 30,724</u>

NOTE 3. COMMITMENTS AND LIABILITIES

Tierra Encantada Charter School leased equipment and facilities under long-term cancelable operating leases. Rental expense for the year ended June 30, 2017 was \$251,358. Tierra Encantada Charter School's minimum future payments on this lease are as follows:

Year Ending June 30:	
2018	\$ 223,008
2019	223,608
2020	224,208
2021	224,808
2022	225,408
Total	<u>\$ 1,121,040</u>

NOTE 4. PENSION PLAN - EDUCATIONAL RETIREMENT BOARD

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

Contributions. For the fiscal year ended June 30, 2017 and 2016 educational employers contributed to the Plan based on the following rate schedule.

Fiscal Year	Date Range	Wage Category	Member Rate	Employer Rate	Combined Rate	Increase over Prior Year
2017	7/1/16 to 6/30/17	Over \$20K	10.70%	13.90%	24.60%	0.00%
2017	7/1/16 to 6/30/17	\$20K or less	7.90%	13.90%	21.80%	0.00%
2016	7/1/15 to 6/30/16	Over \$20K	10.70%	13.90%	24.60%	0.00%
2016	7/1/15 to 6/30/16	\$20K or less	7.90%	13.90%	21.80%	0.00%

The contribution requirements are estimated in statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the New Mexico Legislature. For the fiscal years ended June 30, 2017 and 2016, Tierra Encantada paid employee and employer contributions of \$247,113 and \$231,167.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ENCANTADA CHARTER SCHOOL
Notes to the Financial Statements
June 30, 2017**

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

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: At June 30, 2017, Tierra Encantada reported a liability of \$4,190,483 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2016. The total pension liability was rolled-forward from the valuation date to the plan year ending June 30, 2016 using generally accepted actuarial principles. Therefore, the employer's portion was established as of the measurement date of June 30, 2016. There were no significant events or changes in benefit provision that required an adjustment to the roll-forward liabilities as of June 30, 2016.

Tierra Encantada'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, 2016. The contribution amounts were defined by Section 22-11-21, NMSA 1978. At June 30, 2016, Tierra Encantada's proportion was 0.05823% percent, which was an increase of 0.00654% from its proportion measured as of June 30, 2015.

For the year ended June 30, 2017, Tierra Encantada recognized pension expense of \$531,223. As of June 30, 2017, Tierra Encantada reported deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 18,180	(39,856)
Changes in assumptions	85,301	-
Net difference between projected and actual earnings on pension plan investments	250,137	-
Changes in proportion and differences between Tierra Encantada's contributions and proportionate share of contributions	350,991	(15,448)
Tierra Encantada's contributions subsequent to the measurement date	247,113	-
Total	\$ 951,722	(55,304)

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ENCANTADA CHARTER SCHOOL
Notes to the Financial Statements
June 30, 2017**

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

The amount of \$247,113 reported as deferred outflows of resources related to pensions resulting from Tierra Encantada’s 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:

Year ended June 30:		
2018	\$	207,181
2019		177,148
2020		203,975
2021		61,001
Total		<u>649,305</u>

Sensitivity of Tierra Encantada’s proportionate share of the net pension liability to changes in the discount rate. The following presents Tierra Encantada’s proportionate share of the net pension liability calculated using the discount rate of 7.75 percent, as well as what Tierra Encantada’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:

	<u>1% Decrease (6.75%)</u>	<u>Current Discount Rate (7.75%)</u>	<u>1% Increase (8.75%)</u>
Tierra Encantada’s proportionate share of the net pension liability	\$ <u>5,550,198</u>	<u>4,190,483</u>	<u>3,062,304</u>

Pension plan fiduciary net position. Detailed information about the pension plan’s fiduciary net position is available in the separately issued NMERB’s financial reports. The reports can be found on NMERB’s web site at www.nmerb.org/Annual_reports.html.

Payables to the pension plan. For the year ending June 30, 2017, Tierra Encantada Charter School’s accrued liability due to ERB was \$0.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ENCANTADA CHARTER SCHOOL
SCHEDULE OF THE SCHOOL'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
June 30, 2017**

**New Mexico Educational Retirement Board Pension Plan
For Last 10 Fiscal Years*
(Dollars in Thousands)**

	Fiscal Year Measurement Date	30-Jun		
		2017 2016	2016 2015	2015 2014
School's Proportion of the Net Pension Liability (Asset)		0.06%	0.05%	0.05%
School's Proportionate Share of Net Pension Liability (Asset)	\$	4,190	3,348	2,978
School's Covered-Employee Payroll	\$	1,777	1,411	1,439
School's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered-Employee Payroll		235.80%	237.23%	207.00%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability		61.58%	63.97%	66.54%

**Governmental Accounting Standards Board Statement No. 68* requires ten years of historical information be presented; however, until a full 10-year trend is compiled, the statement only requires presentation of information for those years that information is available. Complete information for Tierra Encantada Charter School is not available prior to fiscal year 2015, the year the statement's requirements became effective.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ENCANTADA CHARTER SCHOOL
SCHEDULE OF SCHOOL CONTRIBUTIONS
June 30, 2017**

New Mexico Educational Retirement Board Pension Plan

Last Ten Fiscal Years*

(Dollars in Thousands)

	2015	2016	2017
Statutory required contributions	\$ 233	231	247
Contributions in Relation to the Contractually Required Contribution	204	231	247
Annual contribution deficiency (excess)	\$ 29	-	-

**Governmental Accounting Standards Board Statement No. 68 requires ten years of historical information be presented; however, until a full 10-year trend is compiled, the statement only requires presentation of information for those years that information is available. Complete information for Tierra Encantada Charter School is not available prior to fiscal year 2015, the year the statement's requirements became effective.*

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ENCANTADA CHARTER SCHOOL
Schedule of Budgetary Comparisons - Budgetary Basis
Operational 11000
For The Year Ended June 30, 2017

	Budgeted Amounts			Variance Positive (Negative)
	Original Budget	Final Budget	Actual Amount	
REVENUES				
Local & County Grant	\$ -	-	268,379	268,379
State Grant	2,838,238	2,518,504	2,518,504	-
Federal Grant	-	-	39,002	39,002
Charges for Services	-	-	254	254
Total Revenues	2,838,238	2,518,504	2,826,139	307,635
EXPENDITURES				
Current:				
Instruction	1,430,757	1,367,484	1,349,762	17,722
Support Services:				
Students	404,610	471,140	391,569	79,571
General Administration	202,855	203,955	198,919	5,036
School Administration	132,989	116,789	115,199	1,590
Central Services	239,961	266,309	263,092	3,217
Operation & Maintenance of Plant	411,174	349,156	335,635	13,521
Student Transportation	-	-	8,837	(8,837)
Other Support Services Operations	72,613	13,468	-	13,468
Food Services Operations	122,913	122,913	87,942	34,971
Total Expenditures	3,017,872	2,911,214	2,750,955	160,259
<i>Excess (Deficiency) of Revenues</i>				
<i>Over (Under) Expenditures</i>	<i>(179,634)</i>	<i>(392,710)</i>	<i>75,184</i>	<i>467,894</i>
Other Financing Sources (Uses):				
Designated Cash	179,634	392,710	-	(392,710)
Total Other Financing Sources (Uses):	179,634	392,710	-	(392,710)
Net Changes in Fund Balances	-	-	75,184	75,184
Cash or Fund Balances - Beginning of Year	-	-	338,420	338,420
Cash or Fund Balances - End of Year	\$ -	-	173,751	413,604
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues</i>				
<i>Over (Under) Expenditures</i>			\$ 75,184	
Adjustments to Revenues			(219,526)	
Adjustments to Expenditures			(20,327)	
NET CHANGE IN FUND BALANCE			\$ (164,669)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ENCANTADA CHARTER SCHOOL
Schedule of Budgetary Comparisons - Budgetary Basis
Pupil Transportation 13000
For The Year Ended June 30, 2017

	Budgeted Amounts			Variance Positive (Negative)
	Original Budget	Final Budget	Actual Amount	
REVENUES				
State Grant	\$ -	43,404	43,404	-
Total Revenues	-	43,404	43,404	-
EXPENDITURES				
Current:				
Student Transportation	-	43,404	43,404	-
Total Expenditures	-	43,404	43,404	-
Net Changes in Fund Balances	-	-	-	-
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	\$ -	-	-	-
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			\$ -	
Adjustments to Revenues			697	
NET CHANGE IN FUND BALANCE			\$ 697	

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ENCANTADA CHARTER SCHOOL
Schedule of Budgetary Comparisons - Budgetary Basis
Instructional Materials 14000
For The Year Ended June 30, 2017

	Budgeted Amounts			Variance Positive (Negative)
	Original Budget	Final Budget	Actual Amount	
REVENUES				
State Grant	\$ 16,081	13,664	18,160	4,496
Total Revenues	<u>16,081</u>	<u>13,664</u>	<u>18,160</u>	<u>4,496</u>
EXPENDITURES				
Current:				
Instruction	26,024	43,390	2,294	41,096
Total Expenditures	<u>26,024</u>	<u>43,390</u>	<u>2,294</u>	<u>41,096</u>
Other Financing Sources (Uses):				
Designated Cash	14,323	14,323	-	(14,323)
Total Other Financing Sources (Uses):	<u>14,323</u>	<u>14,323</u>	<u>-</u>	<u>(14,323)</u>
Net Changes in Fund Balances	<u>4,380</u>	<u>(15,403)</u>	<u>15,866</u>	<u>31,269</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>29,986</u>	<u>29,986</u>
Cash or Fund Balances - End of Year	\$ <u><u>4,380</u></u>	<u><u>(15,403)</u></u>	<u><u>45,852</u></u>	<u><u>61,255</u></u>
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			15,866	
Adjustments to Expenditures			<u>260</u>	
NET CHANGE IN FUND BALANCE			\$ <u><u>16,126</u></u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ENCANTADA CHARTER SCHOOL
Schedule of Budgetary Comparisons - Budgetary Basis
Food Services 21000
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>			Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amount</u>	
REVENUES				
Charges for Services	\$ 14,779	\$ -	\$ 34,705	\$ 34,705
Total Revenues	<u>14,779</u>	<u>-</u>	<u>34,705</u>	<u>34,705</u>
EXPENDITURES				
Current:				
Food Services Operations	41,411	49,181	47,741	1,440
Total Expenditures	<u>41,411</u>	<u>49,181</u>	<u>47,741</u>	<u>1,440</u>
Net Changes in Fund Balances	<u>(26,632)</u>	<u>(49,181)</u>	<u>(13,036)</u>	<u>36,145</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>49,181</u>	<u>49,181</u>
Cash or Fund Balances - End of Year	<u>\$ (26,632)</u>	<u>(49,181)</u>	<u>36,145</u>	<u>85,326</u>
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			\$ (13,036)	
Adjustments to Revenues			<u>12,550</u>	
NET CHANGE IN FUND BALANCE			<u>\$ (486)</u>	

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ENCANTADA CHARTER SCHOOL
Schedule of Budgetary Comparisons - Budgetary Basis
Title I IASA 24101
For The Year Ended June 30, 2017

	Budgeted Amounts			Variance Positive (Negative)
	Original Budget	Final Budget	Actual Amount	
REVENUES				
Federal Grant	\$ -	63,123	-	(63,123)
Total Revenues	<u>-</u>	<u>63,123</u>	<u>-</u>	<u>(63,123)</u>
EXPENDITURES				
Current:				
Instruction	-	36,571	15,758	20,813
Support Services:				
Students	-	21,967	22,175	(208)
Total Expenditures	<u>-</u>	<u>63,123</u>	<u>37,933</u>	<u>25,190</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>(37,933)</u>	<u>(37,933)</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>(37,933)</u>
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			\$ (37,933)	
Adjustments to Revenues			37,933	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ENCANTADA CHARTER SCHOOL
Schedule of Budgetary Comparisons - Budgetary Basis
IDEA-B Entitlement 24106
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	(Negative)
	Original Budget	Final Budget		
REVENUES				
Federal Grant	\$ -	70,290	-	(70,290)
Charges for Services	-	-	-	-
Total Revenues	<u>-</u>	<u>70,290</u>	<u>26,895</u>	<u>(43,395)</u>
EXPENDITURES				
Current:				
Instruction	-	647	646	1
Support Services:				
Students	-	69,643	69,452	191
Total Expenditures	<u>-</u>	<u>70,290</u>	<u>70,098</u>	<u>192</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>(43,203)</u>	<u>(43,203)</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>901</u>	<u>(43,203)</u>
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			\$ (43,203)	
Adjustments to Revenues			44,104	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 901</u>	

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ENCANTADA CHARTER SCHOOL
Schedule of Budgetary Comparisons - Budgetary Basis
Dual Credit Instructional Materials/HB2 27103
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>			Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amount</u>	
REVENUES				
State Grant	\$ -	1,649	-	(1,649)
Total Revenues	<u>-</u>	<u>1,649</u>	<u>-</u>	<u>(1,649)</u>
EXPENDITURES				
Current:				
Instruction	-	1,649	1,383	266
Total Expenditures	<u>-</u>	<u>1,649</u>	<u>1,383</u>	<u>266</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>(1,383)</u>	<u>(1,383)</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>(1,383)</u>	<u>(1,383)</u>
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			\$ (1,383)	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (1,383)</u>	

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ENCANTADA CHARTER SCHOOL
Schedule of Budgetary Comparisons - Budgetary Basis
2012 Student Library SB-66 27107
For The Year Ended June 30, 2017

	Budgeted Amounts			Variance Positive (Negative)
	Original Budget	Final Budget	Actual Amount	
REVENUES				
State Grant	\$ 3,725	3,725	-	(3,725)
Total Revenues	<u>3,725</u>	<u>3,725</u>	<u>-</u>	<u>(3,725)</u>
EXPENDITURES				
Current:				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	3,725	3,725	3,725	-
Total Expenditures	<u>3,725</u>	<u>3,725</u>	<u>3,725</u>	<u>-</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>(3,725)</u>	<u>(3,725)</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>(10,297)</u>	<u>(3,725)</u>
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			\$ (3,725)	
Adjustments to Revenues			(6,572)	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (10,297)</u>	

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ENCANTADA CHARTER SCHOOL
Schedule of Budgetary Comparisons - Budgetary Basis
Public School Capital Outlay 31200
For The Year Ended June 30, 2017

	Budgeted Amounts			Variance Positive (Negative)
	Original Budget	Final Budget	Actual Amount	
REVENUES				
Local & County Grant	\$ -	-	-	-
State Grant	-	203,508	203,508	-
Total Revenues	-	203,508	203,508	-
EXPENDITURES				
Capital Outlay	-	203,508	203,508	-
Total Expenditures	-	203,508	203,508	-
Net Changes in Fund Balances	-	-	-	-
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	\$ -	-	-	-
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			\$ -	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ENCANTADA CHARTER SCHOOL
Schedule of Budgetary Comparisons - Budgetary Basis
HB-33 Capital Improvements 31600
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>			Variance Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amount</u>	
REVENUES				
Property Taxes	\$ 153,988	153,988	161,871	7,883
Total Revenues	<u>153,988</u>	<u>153,988</u>	<u>161,871</u>	<u>7,883</u>
EXPENDITURES				
Current:				
Capital Outlay	307,976	298,564	-	298,564
Total Expenditures	<u>307,976</u>	<u>298,564</u>	<u>-</u>	<u>298,564</u>
Net Changes in Fund Balances	<u>(153,988)</u>	<u>(144,576)</u>	<u>161,871</u>	<u>306,447</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>144,576</u>	<u>144,576</u>
Cash or Fund Balances - End of Year	<u>\$ (153,988)</u>	<u>(144,576)</u>	<u>306,447</u>	<u>451,023</u>
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			\$ 161,871	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 161,871</u>	

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ENCANTADA CHARTER SCHOOL
Schedule of Budgetary Comparisons - Budgetary Basis
SB-9 Capital Improvements 31700
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>			<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amount</u>	
REVENUES				
Property Taxes	\$ -	-	-	-
State Grant	30,105	30,105	-	(30,105)
Total Revenues	<u>30,105</u>	<u>30,105</u>	<u>-</u>	<u>(30,105)</u>
EXPENDITURES				
Capital Outlay	30,105	30,105	-	30,105
Total Expenditures	<u>30,105</u>	<u>30,105</u>	<u>-</u>	<u>30,105</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other Financing Sources (Uses):				
Designated Cash	423,954	423,954	-	(423,954)
Total Other Financing Sources (Uses):	<u>423,954</u>	<u>423,954</u>	<u>-</u>	<u>(423,954)</u>
Net Changes in Fund Balances	<u>423,954</u>	<u>423,954</u>	<u>-</u>	<u>(423,954)</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>423,954</u>	<u>423,954</u>
Cash or Fund Balances - End of Year	<u>\$ 423,954</u>	<u>423,954</u>	<u>423,954</u>	<u>-</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ -	
Adjustments to Revenues			71,130	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ 71,130</u>	

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ENCANTADA CHARTER SCHOOL
Schedule of Budgetary Comparisons - Budgetary Basis
SB-9 Ad Valorem 31701
For The Year Ended June 30, 2017

	Budgeted Amounts			Variance Positive (Negative)
	Original Budget	Final Budget	Actual Amount	
REVENUES				
Property Taxes	\$ 219,880	219,880	217,570	(2,310)
Miscellaneous	-	-	3,240	3,240
Total Revenues	<u>219,880</u>	<u>219,880</u>	<u>220,810</u>	<u>930</u>
EXPENDITURES				
Current:				
Capital Outlay	599,624	606,736	142,008	464,728
Total Expenditures	<u>599,624</u>	<u>606,736</u>	<u>142,008</u>	<u>464,728</u>
Net Changes in Fund Balances	<u>(379,744)</u>	<u>(386,856)</u>	<u>78,802</u>	<u>465,658</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - End of Year	<u>\$ (379,744)</u>	<u>(386,856)</u>	<u>78,802</u>	<u>465,658</u>
Reconciliation to GAAP Basis:				
Excess (Deficiency) of Revenues				
Over (Under) Expenditures			\$ 78,802	
Adjustments to revenues			-	
Adjustments to expenditures			(8,048)	
NET CHANGE IN FUND BALANCE			<u>\$ 70,754</u>	

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ENCANTADA CHARTER SCHOOL
Schedule of Budgetary Comparisons - Budgetary Basis
Education Technology Equipment Act 31900
For The Year Ended June 30, 2017

	Budgeted Amounts			Variance Positive (Negative)
	Original Budget	Final Budget	Actual Amount	
REVENUES				
State Grant	\$ -	211,982	211,982	-
Total Revenues	-	211,982	211,982	-
EXPENDITURES				
Current:				
Capital Outlay	-	211,982	169,315	42,667
Total Expenditures	-	211,982	169,315	42,667
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	42,667	42,667
Net Changes in Fund Balances	-	-	42,667	42,667
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	\$ -	-	42,667	42,667
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ 42,667	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			\$ 42,667	

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ENCANTADA CHARTER SCHOOL
Schedule of Collateral Pledged by Depository for Public Funds
June 30, 2017

<u>Name of Depository</u>	<u>Security Type</u>	<u>CUSIP/ Security Number</u>	<u>Maturity Date</u>	<u>Fair Value June 30, 2017</u>
NM Bank & Trust	GO Bonds	15987EFB5	5/1/2029	\$ 370,000
				<u>\$ 370,000</u>
Total Cash per Schedule of Cash Accounts:				\$ 1,118,457
Less: FDIC coverage:				<u>(430,744)</u>
Uninsured Public Funds:				687,713
Collateral Requirement:				343,857
Pledged Collateral Held by Pledging Financial Institution:				<u>370,000</u>
Balance Over Collateralized:				<u>\$ 26,143</u>
Balance Uninsured and Uncollateralized at June 30, 2017:				<u>\$ 317,713</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ENCANTADA CHARTER SCHOOL
Schedule of Cash Accounts
June 30, 2017

Bank Account Type	New Mexico Bank & Trust
Checking - Operational Account	\$ 937,713
Money Market - Operational Account	<u>180,744</u>
Total on Deposit	1,118,457
Reconciling Items	<u>(45,999)</u>
Reconciled Balance June 30, 2015	<u>1,072,458</u>
Less Agency Funds	<u>(17,620)</u>
Total Cash	<u><u>\$ 1,054,838</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ENCANTADA CHARTER SCHOOL
Cash Reconciliation
June 30, 2017

	Operational 11000	Transportation Fund 13000	Instructional Materials 14000	Food Services 21000
Cash, June 30, 2016	\$ 41,579	697	29,986	49,181
Add:				
2016-17 revenues	2,826,139	43,404	20,577	34,706
Total Cash Available	2,867,718	44,101	50,563	83,887
Less:				
2016-17 expenditures	(2,750,954)	(43,404)	(4,711)	(47,742)
Receivables/Payables	36,500	-	-	-
Outstanding Loans	(117,773)	-	-	-
Cash June 30, 2017	35,491	697	45,852	36,145
Fund Balance Reconciliations to GAAP Basis:				
Audit reclassifications to cash	84,783	-	-	-
Cash Per Books	120,274	697	45,852	36,145
Fund Balance Reconciliation to GAAP Basis:				
Modified Accrual Adjustments	53,477	-	-	-
Fund Balance (Deficit), Modified Accrual Basis	\$ 173,751	697	45,852	36,145

The accompanying notes are an integral part of these financial statements

Athletics Fund 22000	Non-Instruct. Fund 23000	Federal Projects Account 24000	State Account 27000	Public School Capital Outlay 31200	HB-33 Capital Improvements 31600
4,595	12,241	-	-	-	144,576
<u>41,936</u>	<u>2,885</u>	<u>26,895</u>	<u>-</u>	<u>290,786</u>	<u>161,871</u>
46,531	15,126	26,895	-	290,786	306,447
(38,044)	(5,993)	(108,031)	(5,108)	(203,508)	-
-	-	1,938	-	-	-
<u>-</u>	<u>-</u>	<u>106,093</u>	<u>11,680</u>	<u>-</u>	<u>-</u>
<u>8,487</u>	<u>9,133</u>	<u>26,895</u>	<u>6,572</u>	<u>87,278</u>	<u>306,447</u>
-	-	(26,895)	(6,572)	(87,278)	-
<u>8,487</u>	<u>9,133</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>306,447</u>
(8,487)	(9,133)	901	(11,680)	-	-
<u>-</u>	<u>-</u>	<u>901</u>	<u>(11,680)</u>	<u>-</u>	<u>306,447</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
TIERRA ENCANTADA CHARTER SCHOOL
Cash Reconciliation
June 30, 2017

	SB-9 Capital Improvements State 31700	SB-9 Capital Improvements Local 31701	Education Technology Equipment Act 31900	Total
Cash, June 30, 2016	\$ 423,954	-	-	706,809
Add:				
2016-17 revenues	-	220,810	211,982	3,881,991
Total Cash Available	<u>423,954</u>	<u>220,810</u>	<u>211,982</u>	<u>4,588,800</u>
Less:				
2016-17 expenditures	-	(142,008)	(169,315)	(3,518,818)
Receivables/Payables	-	-	-	38,438
Outstanding Loans	-	-	-	-
Cash June 30, 2017	<u>423,954</u>	<u>78,802</u>	<u>42,667</u>	<u>1,108,420</u>
Fund Balance Reconciliations to GAAP Basis:				
Audit reclassifications to cash	-	-	-	(35,962)
Cash Per Books	<u>423,954</u>	<u>78,802</u>	<u>42,667</u>	<u>1,072,458</u>
			Less: Agency Fund:	<u>(17,620)</u>
				<u>\$ 1,054,838</u>
Fund Balance Reconciliation to GAAP Basis:				
Modified Accrual Adjustments		(8,048)	-	17,030
Fund Balance (Deficit), Modified Accrual Basis	<u>\$ 423,954</u>	<u>70,754</u>	<u>42,667</u>	<u>1,089,488</u>
			Balance Sheets - Governmental Funds:	<u>\$ 1,089,488</u>

The accompanying notes are an integral part of these financial statements

TURQUOISE TRAIL CHARTER SCHOOL

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Statement of Net Position
June 30, 2017**

ASSETS AND DEFERRED OUTFLOWS

Current Assets:

Cash and Cash Equivalents	\$ 1,295,715
Receivables	
Due from Other Governments	131,909
Total Current Assets	<u>1,427,624</u>

Noncurrent Assets:

Capital Assets	
Building and Improvements	152,185
Furniture, Fixtures, and Equipment	106,116
Less: Accumulated Depreciation	<u>(114,070)</u>
Total Noncurrent Assets	<u>144,231</u>
Total Assets	<u>1,571,855</u>

Deferred Outflows - Pension related	<u>884,050</u>
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LIABILITIES AND DEFERRED INFLOWS

Current Liabilities:

Accounts Payable	79,011
Accrued Liabilities	436,794
Compensated Absences	<u>8,142</u>
Total Current Liabilities	<u>523,947</u>

Noncurrent Liabilities:

Net Pension Liability	<u>5,987,433</u>
Total Noncurrent Liabilities	<u>5,987,433</u>

Total Liabilities	<u>6,511,380</u>
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Deferred Inflows - Pension related	<u>117,719</u>
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NET POSITION (DEFICIT)

Net Investment in Capital Assets	144,231
Restricted	564,879
Unrestricted (Deficit)	<u>(4,882,304)</u>
Total Net Position (Deficit)	<u>\$ (4,173,194)</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Statement of Activities
For The Year Ended June 30, 2017**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expenses) Revenues and Changes in Net Position</u>
		<u>Charges for Service</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	
Governmental activities:					
Instruction	\$ 2,930,567	-	683,912	335,068	(1,911,587)
Support Services:					
Students	405,836	-	134,883	-	(270,953)
Instruction	50,231	-	2,373	-	(47,858)
General Administration	129,386	-	-	-	(129,386)
School Administration	149,882	-	-	-	(149,882)
Central Services	163,025	-	-	-	(163,025)
Operation & Maintenance of Plant	375,232	-	-	-	(375,232)
Operation of Non-Instructional Services	-	-	3,818	-	3,818
Other Support Services	907	-	-	-	(907)
Student Transportation	190,294	-	118,540	-	(71,754)
Food Services Operations	227,269	47,077	156,267	-	(23,925)
Facilities Materials, Supplies & Other Services	967,561	-	-	323,098	(644,463)
Total Governmental Activities	\$ 5,590,190	47,077	1,099,793	658,166	(3,785,154)
General Revenues:					
Property Taxes					\$ 606,886
State Equalization Guarantee					3,032,793
Total General Revenues					<u>3,639,679</u>
Change in Net Position					(145,475)
Net Position (Deficit), Beginning					(4,027,719)
Net Position (Deficit), Ending					<u>\$ (4,173,194)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Balance Sheets - Governmental Funds
June 30, 2017

	Operational 11000	Pupil Transportation 13000	Instructional Materials 14000	Food Services 21000
ASSETS				
Cash and Cash Equivalents	\$ 671,673	-	7,455	-
Accounts Receivable				
Due from Other Governments	-	-	-	3,853
Due from Other Funds	48,893	-	-	1,651
Total Assets	<u>\$ 720,566</u>	<u>-</u>	<u>7,455</u>	<u>5,504</u>
LIABILITIES AND FUND BALANCES				
<i>Liabilities:</i>				
Accounts Payable	\$ 9,421	-	-	5,412
Accrued Expenditures	364,205	-	-	92
Due to Other Funds	-	-	-	-
Total Liabilities	<u>373,626</u>	<u>-</u>	<u>-</u>	<u>5,504</u>
<i>Fund Balances</i>				
Fund Balance:				
Restricted for:				
Instruction	-	-	7,455	-
Capital Improvements	-	-	-	-
Assigned to:				
Subsequent Years Expenditures and Other Programs	346,940	-	-	-
Total Fund Balance	<u>346,940</u>	<u>-</u>	<u>7,455</u>	<u>-</u>
Total Liabilities and Fund Balances	<u>\$ 720,566</u>	<u>-</u>	<u>7,455</u>	<u>5,504</u>

The accompanying notes are an integral part of these financial statements

Title I IASA 24101	IDEA-B Entitlement 24106	IDEA-B Preschool 24109	Teacher Principal Training 24154	2012 GO Bond Student Library SB-66 27107	Pre-K Initiative 27149
-	-	-	-	-	-
19,779	12,028	395	4,290	2,373	34,010
-	-	-	-	-	-
<u>19,779</u>	<u>12,028</u>	<u>395</u>	<u>4,290</u>	<u>2,373</u>	<u>34,010</u>
-	-	-	-	-	-
12,107	-	-	-	-	25,505
7,672	12,028	395	4,290	2,373	8,505
<u>19,779</u>	<u>12,028</u>	<u>395</u>	<u>4,290</u>	<u>2,373</u>	<u>34,010</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>19,779</u>	<u>12,028</u>	<u>395</u>	<u>4,290</u>	<u>2,373</u>	<u>34,010</u>

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Balance Sheets - Governmental Funds - (Continued)
June 30, 2017

	Kindergarten Three Plus 27166	Pay for Performance Individual 27188	Pay for Performance Group 27190	Medicaid HSD 28144
ASSETS				
Cash and Cash Equivalents	\$ -	-	-	7,758
Accounts Receivable				
Due from Government	50,744	-	-	4,437
Due from Other Funds	-	-	-	-
Total Assets	<u>50,744</u>	<u>-</u>	<u>-</u>	<u>12,195</u>
LIABILITIES AND FUND BALANCES				
<i>Liabilities:</i>				
Accounts Payable	\$ 3,750	-	-	29
Accrued Expenditures	31,713	-	-	3,172
Due to Other Funds	15,281	-	-	-
Total Liabilities	<u>50,744</u>	<u>-</u>	<u>-</u>	<u>3,201</u>
<i>Fund Balances</i>				
Fund Balance:				
Restricted for:				
Instruction	-	-	-	8,994
Capital Improvements	-	-	-	-
Assigned to:				
Subsequent Years Expenditures and Other Programs	-	-	-	-
Total Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,994</u>
Total Liabilities and Fund Balances	<u>\$ 50,744</u>	<u>\$ -</u>	<u>\$ -</u>	<u>12,195</u>

The accompanying notes are an integral part of these financial statements

Private Dir Grants 29102	Public School Capital Outlay 31200	HB-33 Capital Improvements 31600	SB-9 Capital Improvements 31700	SB-9 Capital Improvements 31701	Education Technology Act 31900	Total
4,539	-	370,201	-	150,874	83,215	1,295,715
-	-	-	-	-	-	131,909
-	-	-	-	-	-	50,544
<u>4,539</u>	<u>-</u>	<u>370,201</u>	<u>-</u>	<u>150,874</u>	<u>83,215</u>	<u>1,478,168</u>
-	-	41,392	-	7,617	11,390	\$ 79,011
-	-	-	-	-	-	436,794
-	-	-	-	-	-	50,544
<u>-</u>	<u>-</u>	<u>41,392</u>	<u>-</u>	<u>7,617</u>	<u>11,390</u>	<u>566,349</u>
4,539	-	-	-	-	-	20,988
-	-	328,809	-	143,257	71,825	543,891
-	-	-	-	-	-	346,940
<u>4,539</u>	<u>-</u>	<u>328,809</u>	<u>-</u>	<u>143,257</u>	<u>71,825</u>	<u>911,819</u>
<u>4,539</u>	<u>-</u>	<u>370,201</u>	<u>-</u>	<u>150,874</u>	<u>83,215</u>	<u>1,478,168</u>

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Reconciliation of the Balance Sheets of Governmental Funds to the Statement of Net Position
June 30, 2017**

Fund Balances - Total Governmental Funds **\$ 911,819**

Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.

Capital Assets	258,301	
Accumulated Depreciation	<u>(114,070)</u>	
		144,231

Defined benefit pension plan deferred outflows are not financial resources and, therefore, are not reported in the funds.		884,050
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Defined benefit plan deferred inflows are not due and payable in the current period and, therefore, are not reported in the funds.		(117,719)
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The net pension liability is not due and payable in the current period and, therefore, is not reported in the funds.		(5,987,433)
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Long-term liabilities are not due in the current period and, therefore, are not reported in the funds.		
Compensated Absences		<u>(8,142)</u>

Net Position (Deficit)-Total Governmental Activities		<u><u>\$ (4,173,194)</u></u>
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The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Statement of Revenues, Expenditures, and Changes In Fund Balances
Governmental Funds
For The Year Ended June 30, 2017**

	Operational 11000	Pupil Transportation 13000	Instructional Materials 14000	Food Services 21000
REVENUES				
Property Taxes	\$ -	-	-	-
Local & County Grant	-	-	-	-
State Grant	3,032,793	118,540	26,821	-
Federal Grant	-	-	-	156,267
Charges for Services	231	-	-	46,846
Contributions	3,818	-	-	-
Total Revenues	<u>3,036,842</u>	<u>118,540</u>	<u>26,821</u>	<u>203,113</u>
EXPENDITURES				
Current:				
Instruction	2,159,957	-	32,222	-
Support Services:				
Students	250,656	-	-	-
Instruction	36,385	-	-	-
General Administration	106,825	-	-	-
School Administration	120,375	-	-	-
Central Services	146,332	-	-	-
Operation & Maintenance of Plant	370,587	-	-	-
Student Transportation	23,574	145,117	-	-
Other Support Services Operations	907	-	-	-
Food Services Operations	8,707	-	-	212,543
Capital Outlay	-	-	-	-
Total Expenditures	<u>3,224,305</u>	<u>145,117</u>	<u>32,222</u>	<u>212,543</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>(187,463)</u>	<u>(26,577)</u>	<u>(5,401)</u>	<u>(9,430)</u>
Other Financing Sources (Uses):				
Operating Transfers In (Out)	(9,430)	-	-	9,430
Total Other Financing Sources (Uses)	<u>(9,430)</u>	<u>-</u>	<u>-</u>	<u>9,430</u>
Net Changes in Fund Balances	<u>(196,893)</u>	<u>(26,577)</u>	<u>(5,401)</u>	<u>-</u>
Fund Balances - Beginning of Year	<u>543,833</u>	<u>26,577</u>	<u>12,856</u>	<u>-</u>
Fund Balances - End of Year	<u>\$ 346,940</u>	<u>-</u>	<u>7,455</u>	<u>-</u>

The accompanying notes are an integral part of these financial statements

Title I IASA 24101	IDEA-B Entitlement 24106	IDEA-B Preschool 24109	Teacher Principal Training 24154	2012 GO Bond Student Library SB-66 27107	Pre-K Initiative 27149
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	2,373	168,738
92,412	94,509	395	11,290	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>92,412</u>	<u>94,509</u>	<u>395</u>	<u>11,290</u>	<u>2,373</u>	<u>168,738</u>
88,594	-	-	11,290	-	166,563
-	94,509	395	-	-	-
-	-	-	-	2,373	-
3,818	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	2,175
-	-	-	-	-	-
-	-	-	-	-	-
<u>92,412</u>	<u>94,509</u>	<u>395</u>	<u>11,290</u>	<u>2,373</u>	<u>168,738</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Statement of Revenues, Expenditures, and Changes In Fund Balances - (Continued)
Governmental Funds
For The Year Ended June 30, 2017**

	Kindergarten Three Plus 27166	Pay for Performance Individual 27188	Pay for Performance Individual 27190	Medicaid HSD 28144
REVENUES				
Property Taxes	\$ -	-	-	-
Local & County Grant	-	-	-	-
State Grant	120,838	169,804	94,009	39,979
Federal Grant	-	-	-	-
Charges for Services	-	-	-	-
Contributions	-	-	-	-
Total Revenues	120,838	169,804	94,009	39,979
EXPENDITURES				
Current:				
Instruction	84,892	163,345	62,492	-
Support Services:				
Students	-	-	7,784	41,068
Instruction	-	-	2,700	-
General Administration	6,466	-	-	-
School Administration	11,674	6,459	3,385	-
Central Services	3,890	-	1,491	-
Operation & Maintenance of Plant	1,238	-	3,407	-
Student Transportation	12,678	-	6,750	-
Other Support Services Operations	-	-	-	-
Food Services Operations	-	-	6,000	-
Capital Outlay	-	-	-	-
Total Expenditures	120,838	169,804	94,009	41,068
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	-	(1,089)
Other Financing Sources (Uses):				
Operating Transfers In (Out)	-	-	-	-
Net Changes in Fund Balances	-	-	-	(1,089)
Fund Balances - Beginning of Year	-	-	-	10,083
Fund Balances - End of Year	\$ -	-	-	8,994

The accompanying notes are an integral part of these financial statements

Private Dir Grants 29102	Public School Capital Outlay 31200	HB-33 Capital Improvements 31600	SB-9 Capital Improvements 31700	SB-9 Capital Improvements 31701	Education Technology 31900	Total
-	-	266,575	-	340,311	-	606,886
-	-	-	-	-	335,068	335,068
-	323,098	-	-	-	-	4,096,993
-	-	-	-	-	-	354,873
-	-	-	-	-	-	47,077
-	-	-	-	-	-	3,818
-	<u>323,098</u>	<u>266,575</u>	<u>-</u>	<u>340,311</u>	<u>335,068</u>	<u>5,444,715</u>
3,732	-	-	-	-	-	2,773,087
-	-	-	-	-	-	394,412
-	-	-	-	-	-	41,458
-	-	2,666	-	3,403	-	123,178
-	-	-	-	-	-	141,893
-	-	-	-	-	-	151,713
-	-	-	-	-	-	375,232
-	-	-	-	-	-	190,294
-	-	-	-	-	-	907
-	-	-	-	-	-	227,250
-	<u>323,098</u>	<u>85,176</u>	<u>4,130</u>	<u>274,787</u>	<u>263,243</u>	<u>950,434</u>
<u>3,732</u>	<u>323,098</u>	<u>87,842</u>	<u>4,130</u>	<u>278,190</u>	<u>263,243</u>	<u>5,369,858</u>
<u>(3,732)</u>	<u>-</u>	<u>178,733</u>	<u>(4,130)</u>	<u>62,121</u>	<u>71,825</u>	<u>74,857</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>(81,136)</u>	<u>81,136</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>(81,136)</u>	<u>81,136</u>	<u>-</u>	<u>-</u>
<u>(3,732)</u>	<u>-</u>	<u>178,733</u>	<u>(85,266)</u>	<u>143,257</u>	<u>71,825</u>	<u>74,857</u>
<u>8,271</u>	<u>-</u>	<u>150,076</u>	<u>85,266</u>	<u>-</u>	<u>-</u>	<u>836,962</u>
<u>4,539</u>	<u>-</u>	<u>328,809</u>	<u>-</u>	<u>143,257</u>	<u>71,825</u>	<u>911,819</u>

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Reconciliation of the Statement of Revenues, Expenditures, and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2017**

Net Change in Fund Balances-Total Governmental Funds **\$ 74,857**

Amounts reported for governmental activities in the Statement of Activities are different because:

Some Expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.

Change in Compensated Absences (3,421)

Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the Statement of Net Position and allocated over their estimated useful lives as annual depreciation expenses in the Statement of Activities. This is the amount by which capital outlay exceeds depreciation for the period

Capital Outlays	21,434	
Depreciation Expense	(38,561)	
	(17,127)	(17,127)

Changes in long-term liabilities

Changes in deferred outflows of resources-pension related, deferred inflows of resources-pension related, and the net pension liability		(199,784)
		(199,784)

Change in Net Position-Total Governmental Activities **\$ (145,475)**

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Statement of Fiduciary Assets and Liabilities- Agency Funds
June 30, 2017

	<u>Agency Funds</u>
ASSETS	
Cash in Bank	<u>\$ 33,039</u>
Total Assets	<u><u>\$ 33,039</u></u>
 LIABILITIES	
Deposits Held for Others	<u>\$ 33,039</u>
Total Liabilities	<u><u>\$ 33,039</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Schedule of Changes in Assets and Liabilities - Agency Funds
For The Year Ended June 30, 2017

	Balance July 1, 2016	Additions	Deductions	Balance June 30, 2017
ASSETS				
Cash in Bank	\$ 14,317	92,642	(73,920)	33,039
Total Assets	<u>\$ 14,317</u>	<u>92,642</u>	<u>(73,920)</u>	<u>33,039</u>
 LIABILITIES				
Accrued Liabilites	\$ 181	-	(181)	-
Deposits Held for Others	14,136	92,642	(73,739)	33,039
Total Liabilities	<u>\$ 14,317</u>	<u>92,642</u>	<u>(73,920)</u>	<u>33,039</u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Notes to the Financial Statements
June 30, 2017**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

Building and improvements	7 – 30 years
Furniture, fixtures & equipment	5 years

Capital assets for Turquoise Trail Charter School are recorded in the Statement of Net Position.

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

NOTE 2. CAPITAL ASSETS

A summary of capital assets and changes occurring during the year ended June 30, 2017 follows:

	<u>Balance</u> <u>June 30, 2016</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2017</u>
<i>Capital Assets being Depreciated:</i>				
Building and improvements	\$ 138,212	13,973	-	152,185
Furniture, fixtures & equipment	123,524	7,461	(24,869)	106,116
<i>Total</i>	<u>261,736</u>	<u>21,434</u>	<u>(24,869)</u>	<u>258,301</u>
<i>Less: Accumulated Depreciation</i>				
Building and improvements	(11,466)	(28,341)	-	(39,807)
Furniture, fixtures & equipment	(88,912)	(10,220)	24,869	(74,263)
<i>Total</i>	<u>(100,378)</u>	<u>(38,561)</u>	<u>24,869</u>	<u>(114,070)</u>
Capital Assets, Net	<u>\$ 161,358</u>	<u>(17,127)</u>	<u>-</u>	<u>144,231</u>

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Notes to the Financial Statements
June 30, 2017**

NOTE 2. CAPITAL ASSETS (CONTINUED)

Depreciation expensed for the year ended June 30, 2017 was expensed to the following function:

Facilities Materials, Supplies & Other Services	\$ 38,561
Total	\$ 38,561

NOTE 3. COMMITMENTS AND LIABILITIES

Turquoise Trail Charter School leases their facilities from the Santa Fe Public Schools' Board of Education (Board of Education). The lease requires Turquoise Trail Charter School to pay the Board of Education the sum of \$1 for each lease year. In addition, Turquoise Trail Charter School must pay the Board of Education the sum of all grant funds received by Turquoise Trail Charter School from the Public School Capital Outlay fund (31200). Rental expenses for the year ended June 30, 2017 was \$323,098.

Turquoise Trail Charter School had a compensated absences balance of \$4,721 at the beginning of the fiscal year. Additions to the balance were \$3,421, which resulted in an ending balance of \$8,142. All of this balance is considered to be current.

NOTE 4. PENSION PLAN – EDUCATIONAL RETIREMENT BOARD

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

Contributions. For the fiscal year ended June 30, 2017 and 2016 educational employers contributed to the Plan based on the following rate schedule.

Fiscal Year	Date Range	Wage Category	Member Rate	Employer Rate	Combined Rate	Increase over Prior Year
2017	7/1/16 to 6/30/17	Over \$20K	10.70%	13.90%	24.60%	0.00%
2017	7/1/16 to 6/30/17	\$20K or less	7.90%	13.90%	21.80%	0.00%
2016	7/1/15 to 6/30/16	Over \$20K	10.70%	13.90%	24.60%	0.00%
2016	7/1/15 to 6/30/16	\$20K or less	7.90%	13.90%	21.80%	0.00%

The contribution requirements are estimated in statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the New Mexico Legislature. For the fiscal years ended June 30, 2017 and 2016, Turquoise Trail Charter School paid employee and employer contributions of \$322,855 and \$334,249.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Notes to the Financial Statements
June 30, 2017**

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

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions: At June 30, 2017, Turquoise Trail Charter School reported a liability of \$5,987,433 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2016. The total pension liability was rolled-forward from the valuation date to the plan year ending June 30, 2016 using generally accepted actuarial principles. Therefore, the employer’s portion was established as of the measurement date of June 30, 2016. There were no significant events or changes in benefit provision that required an adjustment to the roll-forward liabilities as of June 30, 2016.

Turquoise Trail Charter School’s proportion of the net pension liability is based on the employer contributing entity’s percentage of total employer contributions for the fiscal year ended June 30, 2016. The contribution amounts were defined by Section 22-11-21, NMSA 1978. At June 30, 2016, Turquoise Trail Charter School’s proportion was 0.08320%, which was a decrease of 0.00052% from its proportion measured as of June 30, 2015.

For the year ended June 30, 2017, Turquoise Trail Charter School recognized pension expense of \$520,574. As of June 30, 2017, Turquoise Trail Charter School reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 25,976	(56,948)
Changes in assumptions	121,880	-
Net difference between projected and actual earnings on pension plan investments	357,400	-
Changes in proportion and differences between the Turquoise Trail Charter School’s contributions and proportionate share of contributions	55,939	(60,771)
Turquoise Trail Charter School’s contributions subsequent to the measurement date	<u>322,855</u>	<u>-</u>
Total	<u>\$ 884,050</u>	<u>(117,719)</u>

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Notes to the Financial Statements
June 30, 2017**

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

The amount of \$322,855 reported as deferred outflows of resources related to pensions resulting from Turquoise Trail Charter School contributions subsequent to the measurement date of June 30, 2016 will be recognized as a reduction of the net pension liability in the year ended June 30, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:

2018	\$	70,960
2019		122,936
2020		164,424
2021		<u>87,156</u>
Total	\$	<u>445,476</u>

Sensitivity of Turquoise Trail Charter School's proportionate share of the net pension liability to changes in the discount rate. The following presents the Turquoise Trail Charter Schools proportionate share of the net pension liability calculated using the discount rate of 7.75 percent, as well as what the Turquoise Trail Charter School'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:

	<u>1% Decrease (6.75%)</u>	<u>Current Discount Rate (7.75%)</u>	<u>1% Increase (8.75%)</u>
Turquoise Trail Charter School proportionate share of the net pension liability	<u>\$ 7,930,216</u>	<u>5,987,433</u>	<u>4,375,472</u>

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued NMERB's financial reports. The reports can be found on NMERB's web site at www.nmerb.org/Annual_reports.html.

Payables to the pension plan. At June 30, 2017, Turquoise Trail Charter School owed \$78,307 to ERB for fiscal year 2017 contributions.

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Notes to the Financial Statements
June 30, 2017**

NOTE 5. OVERSPENT BUDGET LINE ITEM

Turquoise Trail Charter School had expenditures in excess of the budget in the following fund:

21000 Food Services	
Food Services Operations	\$1,168
27166 Kindergarten – Three Plus	
Support Services	\$294

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Schedule of the School's Proportionate Share of the Net Pension Liability
June 30, 2017**

New Mexico Educational Retirement Board Pension Plan

For Last 10 Fiscal Years*

(Dollars in Thousands)

	30-Jun			
	Fiscal Year	2017	2016	2015
	Measurement Date	2016	2015	2014
Turquoise Trail Charter School's Proportion of the Net Pension Liability (Asset)		0.08320%	0.08372%	0.08191%
Turquoise Trail Charter School's Proportionate Share of Net Pension Liability (Asset)	\$	5,987	5,423	4,674
Turquoise Trail Charter School's Covered-Employee Payroll	\$	2,280	2,286	2,258
Turquoise Trail Charter School's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered-Employee Payroll		262.59%	237.23%	207.00%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability		61.58%	63.97%	66.54%

**Governmental Accounting Standards Board Statement No. 68 requires ten years of historical information be presented; however, until a full 10-year trend is compiled, the statement only requires presentation of information for those years that information is available. Complete information for Turquoise Trail Charter School is not available prior to fiscal year 2015, the year the statement's requirements became effective.*

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Schedule of School Contributions
June 30, 2017**

New Mexico Educational Retirement Board Pension Plan

Last Ten Fiscal Years*

(Dollars in Thousands)

	2015	2016	2017
Contractually Required Contribution	\$ 75	331	323
Contributions in Relation to the Contractually Required Contribution	75	331	323
Annual contribution deficiency (excess)	\$ -	-	-

**Governmental Accounting Standards Board Statement No. 68 requires ten years of historical information be presented; however, until a full 10-year trend is compiled, the statement only requires presentation of information for those years that information is available. Complete information for Turquoise Trail Charter School is not available prior to fiscal year 2015, the year the statement's requirements became effective.*

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Operational 11000
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
State Grant	\$ 3,138,857	3,032,798	3,032,793	(5)
Contributions	10,000	10,000	3,818	(6,182)
Charges for Services	1,800	1,800	231	(1,569)
Total Revenues	3,150,657	3,044,598	3,036,842	(7,756)
EXPENDITURES				
Current:				
Instruction	2,272,347	2,264,847	2,168,411	96,436
Support Services:				
Students	261,157	261,157	250,630	10,527
Instruction	29,320	36,820	36,374	446
General Administration	49,647	49,647	106,024	(56,377)
School Administration	339,960	289,960	120,264	169,696
Central Services	265,652	200,860	146,250	54,610
Operation & Maintenance of Plant	346,629	396,629	359,483	37,146
Student Transportation	-	-	23,574	(23,574)
Other Support Services Operations	69,962	38,695	907	37,788
Total Expenditures	3,634,674	3,538,615	3,211,917	326,698
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	(484,017)	(494,017)	(175,075)	318,942
Other Financing Sources (Uses):				
Operating transfers	-	-	(9,430)	(9,430)
Designated Cash	484,017	494,017	-	(494,017)
Total Other Financing Sources (Uses):	484,017	494,017	(9,430)	(503,447)
Net Changes in Fund Balances	-	-	(184,505)	(184,505)
Cash or Fund Balances - Beginning of Year	-	-	549,573	549,573
Cash or Fund Balances - End of Year	\$ -	-	365,068	365,068
Reconciliation to GAAP Basis:				
<i>Net change in fund balance</i>			\$ (184,505)	
Adjustments to Revenues			-	
Adjustments to Expenditures			(12,388)	
NET CHANGE IN FUND BALANCE			\$ (196,893)	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Pupil Transportation 13000
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
State Grant	\$ 165,247	145,117	118,540	(26,577)
Total Revenues	<u>165,247</u>	<u>145,117</u>	<u>118,540</u>	<u>(26,577)</u>
EXPENDITURES				
Support Services:				
Student Transportation	165,247	145,117	145,117	-
Total Expenditures	<u>165,247</u>	<u>145,117</u>	<u>145,117</u>	<u>-</u>
<i>Excess (Deficiency) of Revenues</i>				
<i>Over (Under) Expenditures</i>	-	-	(26,577)	(26,577)
Net Changes in Fund Balances	-	-	(26,577)	(26,577)
Cash or Fund Balances - Beginning of Year	-	-	26,577	26,577
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues</i>				
<i>Over (Under) Expenditures</i>			\$ (26,577)	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (26,577)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Instructional Materials 14000
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
State Grant	\$ 25,351	22,814	26,821	4,007
Total Revenues	<u>25,351</u>	<u>22,814</u>	<u>26,821</u>	<u>4,007</u>
EXPENDITURES				
Current:				
Instruction	38,922	36,385	32,222	4,163
Total Expenditures	<u>38,922</u>	<u>36,385</u>	<u>32,222</u>	<u>4,163</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>(13,571)</u>	<u>(13,571)</u>	<u>(5,401)</u>	<u>8,170</u>
Other Financing Sources (Uses):				
Designated Cash	12,856	12,856	-	(12,856)
Total Other Financing Sources (Uses):	<u>12,856</u>	<u>12,856</u>	<u>-</u>	<u>(12,856)</u>
Net Changes in Fund Balances	<u>(715)</u>	<u>(715)</u>	<u>(5,401)</u>	<u>(4,686)</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>12,856</u>	<u>12,856</u>
Cash or Fund Balances - End of Year	<u>\$ (715)</u>	<u>(715)</u>	<u>7,455</u>	<u>8,170</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (5,401)	
Adjustments to Revenues			-	
Adjustments to Expenditures			<u>-</u>	
NET CHANGE IN FUND BALANCE			<u>\$ (5,401)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Food Services 21000
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
Federal Grant	\$ 90,000	164,500	156,691	(7,809)
Charges for Services	40,500	40,500	46,846	6,346
Total Revenues	<u>130,500</u>	<u>205,000</u>	<u>203,537</u>	<u>(1,463)</u>
EXPENDITURES				
Current:				
Food Services Operations	130,500	205,000	206,168	(1,168)
Total Expenditures	<u>130,500</u>	<u>205,000</u>	<u>206,168</u>	<u>(1,168)</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>-</u>	<u>(2,631)</u>	<u>(2,631)</u>
Other financing sources (uses):				
Operating transfers	-	-	9,430	9,430
Total other financing sources (uses):	<u>-</u>	<u>-</u>	<u>9,430</u>	<u>9,430</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>6,799</u>	<u>6,799</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>(13,947)</u>	<u>(13,947)</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>(7,148)</u>	<u>(7,148)</u>
Reconciliation to GAAP Basis:				
<i>Net change in fund balance</i>			\$ 6,799	
Adjustments to Revenues			(424)	
Adjustments to Expenditures			<u>(6,375)</u>	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Title I IASA 24101
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
Federal Grant	\$ 96,050	98,854	103,116	4,262
Total Revenues	96,050	98,854	103,116	4,262
EXPENDITURES				
Current:				
Instruction	96,050	94,594	88,594	6,000
Support Services:				
General Administration	-	4,260	3,818	442
Total Expenditures	96,050	98,854	92,412	6,442
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	10,704	10,704
Net Changes in Fund Balances	-	-	10,704	10,704
Cash or Fund Balances - Beginning of Year	-	-	(30,483)	(30,483)
Cash or Fund Balances - End of Year	\$ -	-	(19,779)	(19,779)
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ 10,704	
Adjustments to Revenues			(10,704)	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
IDEA-B Entitlement 24106
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
Federal Grant	\$ 84,406	94,509	82,481	(12,028)
Total Revenues	84,406	94,509	82,481	(12,028)
EXPENDITURES				
Current:				
Support Services:				
Students	80,768	90,871	94,509	(3,638)
General Administration	3,638	3,638	-	3,638
Total Expenditures	84,406	94,509	94,509	-
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	(12,028)	(12,028)
Net Changes in Fund Balances	-	-	(12,028)	(12,028)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	\$ -	-	(12,028)	(12,028)
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (12,028)	
Adjustments to Revenues			12,028	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
IDEA-B Preschool 24109
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
Federal Grant	\$ -	980	-	(980)
Total Revenues	-	980	-	(980)
EXPENDITURES				
Current:				
Support Services:				
Students	-	980	395	585
Total Expenditures	-	980	395	585
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	(395)	(395)
Net Changes in Fund Balances	-	-	(395)	(395)
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	\$ -	-	(395)	(395)
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (395)	
Adjustments to Revenues			395	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Teacher Principal Training 24154
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
Federal Grant	\$ -	24,583	8,206	(16,377)
Total Revenues	<u>-</u>	<u>24,583</u>	<u>8,206</u>	<u>(16,377)</u>
EXPENDITURES				
Current:				
Instruction	-	23,883	11,290	12,593
Support Services:				
General Administration	-	700	-	700
Total expenditures	<u>-</u>	<u>24,583</u>	<u>11,290</u>	<u>13,293</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>-</u>	<u>(3,084)</u>	<u>(3,084)</u>
Net changes in Fund Balances	<u>-</u>	<u>-</u>	<u>(3,084)</u>	<u>(3,084)</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>(1,205)</u>	<u>(1,205)</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>(4,289)</u>	<u>(4,289)</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (3,084)	
Adjustments to Revenues			3,084	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
2012 GO Bond Student Library SB-66 27107
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
State Grant	\$ 3,084	3,811	4,000	189
Total Revenues	3,084	3,811	4,000	189
EXPENDITURES				
Current:				
Support Services:				
Instruction	3,084	3,811	2,373	1,438
Total Expenditures	3,084	3,811	2,373	1,438
<i>Excess (Deficiency) of Revenues</i>				
<i>Over (Under) Expenditures</i>	-	-	1,627	1,627
Net Changes in Fund Balances	-	-	1,627	1,627
Cash or Fund Balances - Beginning of Year	-	-	(4,000)	(4,000)
Cash or Fund Balances - End of Year	\$ -	-	(2,373)	(2,373)
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues</i>				
<i>Over (Under) Expenditures</i>			\$ 1,627	
Adjustments to Revenues			(1,627)	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Reads to Lead 27114
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
State Grant	\$ -	-	11,601	11,601
Total Revenues	-	-	11,601	11,601
EXPENDITURES				
Current:				
Instruction	-	-	-	-
Total Expenditures	-	-	-	-
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	11,601	11,601
Net Changes in Fund Balances	-	-	11,601	11,601
Cash or Fund Balances - Beginning of Year	-	-	(11,601)	(11,601)
Cash or Fund Balances - End of Year	\$ -	-	-	-
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ 11,601	
Adjustments to Revenues			(11,601)	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Pre-K Initiative 27149
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
State Grant	\$ 168,897	168,897	158,976	(9,921)
Total Revenues	168,897	168,897	158,976	(9,921)
EXPENDITURES				
Current:				
Instruction	165,033	166,722	166,563	159
Support Services:				
General Administration	1,689	-	-	-
Student Transportation	2,175	2,175	2,175	-
Total Expenditures	168,897	168,897	168,738	159
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	(9,762)	(9,762)
Net Changes in Fund Balances	-	-	(9,762)	(9,762)
Cash or Fund Balances - Beginning of Year	-	-	(24,248)	(24,248)
Cash or Fund Balances - End of Year	\$ -	-	(34,010)	(34,010)
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (9,762)	
Adjustments to Revenues			9,762	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Kindergarten Three Plus 27166
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
State Grant	\$ 51,018	123,047	93,683	(29,364)
Total Revenues	51,018	123,047	93,683	(29,364)
EXPENDITURES				
Current:				
Instruction	42,018	87,395	84,892	2,503
Support Services:				
General Administration	-	-	6,466	(6,466)
School Administration	-	21,219	11,674	9,545
Central Services	-	-	3,890	(3,890)
Operation & Maintenance of Plant	-	-	1,238	(1,238)
Student Transportation	9,000	14,433	12,678	1,755
Total Expenditures	51,018	123,047	120,838	2,209
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	(27,155)	(27,155)
Net Changes in Fund Balances	-	-	(27,155)	(27,155)
Cash or Fund Balances - Beginning of Year	-	-	(25,784)	(25,784)
Cash or Fund Balances - End of Year	\$ -	-	(52,939)	(52,939)
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (27,155)	
Adjustments to Revenues			27,155	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Pay for Performance - Individual 27188
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
State Grant	\$ -	169,804	169,804	-
Total Revenues	-	169,804	169,804	-
EXPENDITURES				
Current:				
Instruction	-	163,345	163,345	-
Support Services:				
School Administration	-	6,459	6,459	-
Total Expenditures	-	169,804	169,804	-
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	-	-
Net Changes in Fund Balances	-	-	-	-
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	\$ -	-	-	-
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ -	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Pay for Performance - Group 27190
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
State Grant	\$ -	94,009	94,009	-
Total Revenues	-	94,009	94,009	-
EXPENDITURES				
Current:				
Instruction	-	62,492	62,492	-
Support Services:				
Students	-	7,784	7,784	-
Instruction	-	2,700	2,700	-
School Administration	-	3,385	3,385	-
Central Services	-	1,491	1,491	-
Operation & Maintenance of Plant	-	3,407	3,407	-
Student Transportation	-	6,750	6,750	-
Food Services Operations	-	6,000	6,000	-
Total Expenditures	-	94,009	94,009	-
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	-	-
Net Changes in Fund Balances	-	-	-	-
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	\$ -	-	-	-
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ -	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			\$ -	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Medicaid HSD 28144
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
State Grant	\$ -	44,085	39,673	(4,412)
Total Revenues	<u>-</u>	<u>44,085</u>	<u>39,673</u>	<u>(4,412)</u>
EXPENDITURES				
Current:				
Support Services:				
Students	-	44,085	41,039	3,046
Total Expenditures	<u>-</u>	<u>44,085</u>	<u>41,039</u>	<u>3,046</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	(1,366)	(1,366)
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>(1,366)</u>	<u>(1,366)</u>
Cash or Fund Balances - Beginning of Year	-	-	5,952	5,952
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>4,586</u>	<u>4,586</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (1,366)	
Adjustments to Revenues			306	
Adjustments to Expenditures			(29)	
NET CHANGE IN FUND BALANCE			<u>\$ (1,089)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Private Dir Grants 29102
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES	\$ -	-	-	-
<i>Total Revenues</i>	-	-	-	-
EXPENDITURES				
Current:				
Instruction	-	8,271	3,732	4,539
<i>Total Expenditures</i>	-	8,271	3,732	4,539
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	(8,271)	(3,732)	4,539
Other financing sources (uses):				
Designated Cash	-	8,271	-	(8,271)
<i>Total other financing sources (uses):</i>	-	8,271	-	(8,271)
Net Changes in Fund Balances	-	-	(3,732)	(3,732)
Cash or Fund Balances - Beginning of Year	-	-	8,271	8,271
Cash or Fund Balances - End of Year	\$ -	-	4,539	4,539
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (3,732)	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ (3,732)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Public School Capital Outlay 31200
For The Year Ended June 30, 2017

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
State Grant	\$ -	323,098	404,252	81,154
Total Revenues	<u>-</u>	<u>323,098</u>	<u>404,252</u>	<u>81,154</u>
EXPENDITURES				
Capital Outlay	-	323,098	323,098	-
Total Expenditures	<u>-</u>	<u>323,098</u>	<u>323,098</u>	<u>-</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>-</u>	<u>81,154</u>	<u>81,154</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>81,154</u>	<u>81,154</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>(81,154)</u>	<u>(81,154)</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ 81,154	
Adjustments to Revenues			(81,154)	
Adjustments to Expenditures			-	
NET CHANGE IN FUND BALANCE			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
HB-33 Capital Improvements 31600
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
Property Taxes	\$ 190,000	190,000	266,575	76,575
Total Revenues	<u>190,000</u>	<u>190,000</u>	<u>266,575</u>	<u>76,575</u>
EXPENDITURES				
Current:				
Support Services:				
General Administration	3,000	3,000	2,666	334
Capital Outlay	187,000	187,000	43,784	143,216
Total Expenditures	<u>190,000</u>	<u>190,000</u>	<u>46,450</u>	<u>143,550</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>-</u>	<u>220,125</u>	<u>220,125</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>220,125</u>	<u>220,125</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>150,076</u>	<u>150,076</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>370,201</u>	<u>370,201</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ 220,125	
Adjustments to Revenues			-	
Adjustments to Expenditures			(41,392)	
NET CHANGE IN FUND BALANCE			<u>\$ 178,733</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
SB-9 Capital Improvements 31700
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
Property Taxes	\$ -	22,218	9,572	(12,646)
Total Revenues	<u>-</u>	<u>22,218</u>	<u>9,572</u>	<u>(12,646)</u>
EXPENDITURES				
Current:				
Capital Outlay	-	22,218	-	22,218
Total Expenditures	<u>-</u>	<u>22,218</u>	<u>-</u>	<u>22,218</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>-</u>	<u>9,572</u>	<u>9,572</u>
Other financing sources (uses):				
Operating transfers	-	-	(81,136)	(81,136)
Total other financing sources (uses):	<u>-</u>	<u>-</u>	<u>(81,136)</u>	<u>(81,136)</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>(71,564)</u>	<u>(71,564)</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>71,564</u>	<u>71,564</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>
Reconciliation to GAAP Basis:				
<i>Net change in fund balance</i>			\$ (71,564)	
Adjustments to Revenues			(9,572)	
Adjustments to Expenditures			(4,130)	
NET CHANGE IN FUND BALANCE			<u>\$ (85,266)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
SB-9 Capital Improvements 31701
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
Property Taxes	\$ 346,733	346,733	340,311	(6,422)
Total Revenues	<u>346,733</u>	<u>346,733</u>	<u>340,311</u>	<u>(6,422)</u>
EXPENDITURES				
Support Services:				
General Administration	3,800	3,800	3,403	397
Capital Outlay	342,933	342,933	267,170	75,763
Total Expenditures	<u>346,733</u>	<u>346,733</u>	<u>270,573</u>	<u>76,160</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>-</u>	<u>69,738</u>	<u>69,738</u>
Other financing sources (uses):				
Operating transfers	-	-	81,136	81,136
Total other financing sources (uses):	<u>-</u>	<u>-</u>	<u>81,136</u>	<u>81,136</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>150,874</u>	<u>150,874</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>150,874</u>	<u>150,874</u>
Reconciliation to GAAP Basis:				
<i>Net change in fund balance</i>			\$ 150,874	
Adjustments to Revenues			-	
Adjustments to Expenditures			<u>(7,617)</u>	
NET CHANGE IN FUND BALANCE			<u>\$ 143,257</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Education Technology Act 31900
For The Year Ended June 30, 2017

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
Local & County Grant	\$ -	335,068	335,068	-
Total Revenues	<u>-</u>	<u>335,068</u>	<u>335,068</u>	<u>-</u>
EXPENDITURES				
Current:				
Capital Outlay	-	335,068	251,853	83,215
Total Expenditures	<u>-</u>	<u>335,068</u>	<u>251,853</u>	<u>83,215</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>-</u>	<u>83,215</u>	<u>83,215</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>83,215</u>	<u>83,215</u>
Cash or Fund Balances - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>83,215</u>	<u>83,215</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ 83,215	
Adjustments to Revenues			-	
Adjustments to Expenditures			<u>(11,390)</u>	
NET CHANGE IN FUND BALANCE			<u>\$ 71,825</u>	

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Schedule of Collateral Pledged by Depository for Public Funds
June 30, 2017**

<u>Name of Depository</u>	<u>Security Type</u>	<u>CUSIP/ Security Number</u>	<u>Maturity Date</u>	<u>Fair Value June 30, 2017</u>
Wells Fargo, N.A.	FNMA FNMS	3138M0W30	8/1/2042	\$ 227,166
Wells Fargo, N.A.	FNMA FNMS	3138M0W38	7/1/2042	\$ 371,363
				<u>\$ 598,529</u>
Total Cash per Schedule of Cash Accounts:				\$ 1,343,554
Less: FDIC coverage:				<u>(250,000)</u>
Uninsured Public Funds:				1,093,554
Collateral Requirement:				546,777
Pledged Collateral Held by Pledging Financial Institution:				<u>598,529</u>
Balance Over Collateralized:				<u>\$ 51,752</u>
Balance Uninsured and Uncollateralized at June 30, 2017:				<u>\$ 495,025</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Schedule of Cash Accounts
June 30, 2017

<u>Bank Account Type</u>	<u>Wells Fargo</u>
Checking - Operational Account	\$ 1,318,881
Checking - Activity Account	<u>24,673</u>
<i>Total on Deposit</i>	1,343,554
Reconciling Items	<u>(14,800)</u>
Reconciled Balance June 30, 2017	1,328,754
Less Agency Funds	<u>(33,039)</u>
<i>Total Cash</i>	<u><u>\$ 1,295,715</u></u>

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Cash Reconciliation
June 30, 2017**

	Operational 11000	Pupil Transportation 13000	Instructional Materials 14000	Food Services 21000
Cash, June 30, 2016	\$ 767,858	27,109	12,856	-
Add:				
2016-17 revenues	<u>3,036,842</u>	<u>118,540</u>	<u>26,821</u>	<u>203,537</u>
Total Cash Available	3,804,700	145,649	39,677	203,537
Less:				
2016-17 expenditures	(3,211,917)	(145,117)	(32,222)	(206,168)
Receivables/Payables	364,205	-	-	92
Outstanding Loans	<u>(48,893)</u>	<u>-</u>	<u>-</u>	<u>(1,651)</u>
Cash June 30, 2017	<u>908,095</u>	<u>532</u>	<u>7,455</u>	<u>(4,190)</u>
Fund Balance Reconciliations to GAAP Basis:				
Audit reclassifications to cash	<u>(236,422)</u>	<u>(532)</u>	<u>-</u>	<u>4,190</u>
Cash Per Books	<u>671,673</u>	<u>-</u>	<u>7,455</u>	<u>-</u>
Fund Balance Reconciliation to GAAP Basis:				
Modified Accrual Adjustments	<u>(324,733)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, Modified Accrual Basis	<u>\$ 346,940</u>	<u>-</u>	<u>7,455</u>	<u>-</u>

The accompanying notes are an integral part of these financial statements

Non-Instruct. Fund 23000	Federal Projects Account 24000	State Account 27000	Medicaid HSD 28000	Private Dir Grants 29102	Public School Capital Outlay 31200
14,317	-	-	7,204	8,271	-
92,642	193,803	532,073	39,673	-	404,252
106,959	193,803	532,073	46,877	8,271	404,252
(73,920)	(198,606)	(555,762)	(41,039)	(3,732)	(323,098)
-	12,107	57,218	3,172	-	-
-	24,385	26,159	-	-	-
33,039	31,689	59,688	9,010	4,539	81,154
-	(31,689)	(59,688)	(1,252)	-	(81,154)
33,039	-	-	7,758	4,539	-
-	-	-	1,236	-	-
33,039	-	-	8,994	4,539	-

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Turquoise Trail Charter School
Cash Reconciliation-(Continued)
June 30, 2017**

	HB-33 Capital Improvements <u>31600</u>	SB-9 Capital Improvements <u>31700</u>	SB-9 Capital Improvements <u>31701</u>
Cash, June 30, 2016	\$ 150,076	79,779	-
Add:			
2016-17 revenues	<u>266,575</u>	<u>9,572</u>	<u>340,311</u>
Total Cash Available	416,651	89,351	340,311
Less:			
2016-17 expenditures	(46,450)	-	(270,573)
Receivables/Payables	-	-	-
Outstanding Loans	<u>-</u>	<u>-</u>	<u>-</u>
Cash June 30, 2017	<u>370,201</u>	<u>89,351</u>	<u>69,738</u>
Fund Balance Reconciliations to GAAP Basis:			
Audit reclassifications to cash	<u>-</u>	<u>(89,351)</u>	<u>81,136</u>
Cash Per Books	<u>370,201</u>	<u>-</u>	<u>150,874</u>
Fund Balance Reconciliation to GAAP Basis:			
Modified Accrual Adjustments	<u>(41,392)</u>	<u>-</u>	<u>(7,617)</u>
Fund Balance, Modified Accrual Basis	<u>\$ 328,809</u>	<u>-</u>	<u>143,257</u>

The accompanying notes are an integral part of these financial statements

Education Technology Act 31900	Total
-	1,067,470
<u>335,068</u>	<u>5,599,709</u>
335,068	6,667,179
(251,853)	(5,360,457)
-	436,794
<u>-</u>	<u>-</u>
<u>83,215</u>	<u>1,743,516</u>
-	(414,762)
<u>83,215</u>	<u>1,328,754</u>
Less: Agency Funds:	<u>(33,039)</u>
	<u>1,295,715</u>
<u>(11,390)</u>	<u>(383,896)</u>
<u>71,825</u>	<u>911,819</u>