

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

ASSETS AND DEFERRED OUTFLOWS

Current Assets:

Cash and Cash Equivalents	\$ 99,750
Receivables	
Due from Other Governments	65,350
Deposits	10,000
Total Current Assets	<u>175,100</u>

Noncurrent Assets:

Capital Assets	
Furniture, Fixtures, and Equipment	23,261
Less: Accumulated Depreciation	<u>(11,898)</u>
Total Noncurrent Assets	<u>11,363</u>
Total Assets	<u>186,463</u>

Deferred Outflows - Pension Related	<u>86,633</u>
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LIABILITIES AND DEFERRED INFLOWS

Current Liabilities:

Accounts Payable	58,107
Accrued Liabilities	83,668
Total Current Liabilities	<u>141,775</u>

Noncurrent Liabilities:

Net Pension Liability	<u>1,178,225</u>
Total Noncurrent Liabilities	<u>1,178,225</u>
Total Liabilities	<u>1,320,000</u>

Deferred Inflows - Pension Related	<u>129,349</u>
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NET POSITION

Investment in Capital Assets	11,363
Restricted	16,837
Unrestricted (Deficit)	<u>(1,204,453)</u>
Total Net Position	<u>\$ (1,176,253)</u>

The accompanying notes are an integral part of these financial statements

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

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

The accompanying notes are an integral part of these financial statements

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

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

The accompanying notes are an integral part of these financial statements

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

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

Fund Balance - Total Governmental Funds **\$ 33,325**

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

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

Capital Assets	23,261	
Accumulated Depreciation	<u>(11,898)</u>	
		11,363

Defined benefit pension plan deferred outflows are not financial resources and, therefore, are not reported in the funds		86,633
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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.		(129,349)
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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>(1,178,225)</u>
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Net Position-Total Governmental Activities		<u><u>\$ (1,176,253)</u></u>
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The accompanying notes are an integral part of these financial statements

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

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

The accompanying notes are an integral part of these financial statements

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

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

Net Change in Fund Balances-Total Governmental Funds **\$ (165,940)**

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

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

Depreciation Expense	(4,652)
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Changes in long-term liabilities

Change in the net pension liability	6,645
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Change in Net Position-Total Governmental Activities	<u><u>\$ (163,947)</u></u>
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The accompanying notes are an integral part of these financial statements

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

	<u>Agency</u>
ASSETS	
Cash in Bank	\$ 13,851
Total Assets	<u>\$ 13,851</u>
LIABILITIES	
Deposits Held for Others	\$ 13,851
Total Liabilities	<u>\$ 13,851</u>

The accompanying notes are an integral part of these financial statements

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

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

The accompanying notes are an integral part of these financial statements

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

Furniture, Fixtures and Equipment	5 years
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Capital assets for Sage Montessori Charter School are recorded in the Statement of Net Position.

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sage Montessori Charter School
Notes to the Financial Statements
June 30, 2015

NOTE 2. CAPITAL ASSETS

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

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

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

Operations and Maintenance of Plant	<u>\$ 4,652</u>
Total	<u>\$ 4,652</u>

NOTE 3. COMMITMENTS AND LIABILITIES

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

Year Ending June 30:	
2016	\$ 210,560
2017	<u>210,560</u>
Total	<u>\$ 421,120</u>

NOTE 3. COMMITMENTS AND LIABILITIES (CONTINUED)

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

NOTE 4. PENSION PLAN – EDUCATIONAL RETIREMENT BOARD

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

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sage Montessori Charter School
Notes to the Financial Statements
June 30, 2015

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

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

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

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

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

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

STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sage Montessori Charter School
Notes to the Financial Statements
June 30, 2015

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

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

Year ended June 30:

2016	\$ 34,490
2017	34,490
2018	33,565
2019	<u>26,804</u>
Total	\$ <u>129,349</u>

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

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

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

NOTE 5. OVERSPENT BUDGET LINE ITEMS

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

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

**STATE OF NEW MEXICO
PUBLIC EDUCATION DEPARTMENT
Sage Montessori Charter School
Notes to the Financial Statements
June 30, 2015**

NOTE 6. RESTATEMENT

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

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

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

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

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

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

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

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

Year	Total Amount Deferred	Amortization Years	Increase (Decrease) in Pension Expense over Recognition Periods											
			2015	2016	2017	2018	2019	2020	2021	2022	2023	2024		
2014	\$ 129	5	\$ 34	34	34	34	27	-	-	-	-	-	-	-
2015	-	5												
2016	-	5												
2017	-	5												
2018	-	5												
2019	-	5												
2020	-	5												
2021	-	5												
2022	-	5												
2023	-	5												
	\$ 129		\$ 34	34	34	34	27	-	-	-	-	-	-	-

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

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

The accompanying notes are an integral part of these financial statements

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

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

The accompanying notes are an integral part of these financial statements

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

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
REVENUES				
Federal Grant	\$ 13,491	37,510	12,285	(25,225)
Total Revenues	<u>13,491</u>	<u>37,510</u>	<u>12,285</u>	<u>(25,225)</u>
EXPENDITURES				
Current:				
Instruction	13,491	35,510	12,285	23,225
Support Services:				
School Administration	-	2,000	-	2,000
Total Expenditures	<u>13,491</u>	<u>37,510</u>	<u>12,285</u>	<u>25,225</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
Sage Montessori Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
IDEA-B Entitlement 24106
For The Year Ended June 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
Federal Grant	\$ -	35,404	64,216	28,812
Total Revenues	<u>-</u>	<u>35,404</u>	<u>64,216</u>	<u>28,812</u>
EXPENDITURES				
Current:				
Instruction	-	30,210	30,176	34
Support Services:				
Students	-	5,194	5,152	42
Total Expenditures	<u>-</u>	<u>35,404</u>	<u>35,328</u>	<u>76</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>-</u>	<u>28,888</u>	<u>28,888</u>
Other financing sources (uses):				
Transfers	-	-	90	90
Total other financing sources (uses):	<u>-</u>	<u>-</u>	<u>90</u>	<u>90</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>28,978</u>	<u>28,978</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>28,978</u>	<u>28,978</u>
Reconciliation to GAAP Basis:				
<i>Net change in fund balance</i>			\$ 28,978	
Adjustments to Revenues			(28,978)	
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
 Sage Montessori Charter School
 Schedule of Budgetary Comparisons - Budgetary Basis
 Federal Charter Planning 24146
 For The Year Ended June 30, 2015

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

The accompanying notes are an integral part of these financial statements

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

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
Federal Grant	\$ 3,463	9,174	-	(9,174)
Total Revenues	<u>3,463</u>	<u>9,174</u>	<u>-</u>	<u>(9,174)</u>
EXPENDITURES				
Current:				
Instruction	3,463	9,174	550	8,624
Support Services:				
School Administration	-	-	125	(125)
Total expenditures	<u>3,463</u>	<u>9,174</u>	<u>675</u>	<u>8,499</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>-</u>	<u>(675)</u>	<u>(675)</u>
Net changes in Fund Balances	<u>-</u>	<u>-</u>	<u>(675)</u>	<u>(675)</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>(675)</u>	<u>(675)</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (675)	
Adjustments to Revenues			675	
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
Sage Montessori Charter School
Schedule of Budgetary Comparisons - Budgetary Basis
Reads to Leads 27114
For The Year Ended June 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
State Grant	\$ 50,000	50,000	65,227	15,227
Total Revenues	<u>50,000</u>	<u>50,000</u>	<u>65,227</u>	<u>15,227</u>
EXPENDITURES				
Current:				
Instruction	50,000	50,000	32,701	17,299
Total Expenditures	<u>50,000</u>	<u>50,000</u>	<u>32,701</u>	<u>17,299</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			<u>32,526</u>	<u>32,526</u>
Other Financing Sources (Uses):				
Transfers	-	-	129	129
Total Other Financing Sources (Uses):	<u>-</u>	<u>-</u>	<u>129</u>	<u>129</u>
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>32,655</u>	<u>32,655</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>32,655</u>	<u>32,655</u>
Reconciliation to GAAP Basis:				
<i>Net change in fund balance</i>			\$ 32,655	
Adjustments to Revenues			(15,227)	
Adjustments to Expenditures			<u>(17,428)</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
 Sage Montessori Charter School
 Schedule of Budgetary Comparisons - Budgetary Basis
 Public School Capital Outlay 31200
 For The Year Ended June 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
REVENUES				
State Grant	\$ -	138,001	103,501	(34,500)
Total Revenues	<u>-</u>	<u>138,001</u>	<u>103,501</u>	<u>(34,500)</u>
EXPENDITURES				
Capital Outlay	-	138,001	138,001	-
Total Expenditures	<u>-</u>	<u>138,001</u>	<u>138,001</u>	<u>-</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	(34,500)	(34,500)
Net Changes in Fund Balances	<u>-</u>	<u>-</u>	<u>(34,500)</u>	<u>(34,500)</u>
Cash or Fund Balances - Beginning of Year	-	-	-	-
Cash or Fund Balances - End of Year	<u>\$ -</u>	<u>-</u>	<u>(34,500)</u>	<u>(34,500)</u>
Reconciliation to GAAP Basis:				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (34,500)	
Adjustments to Revenues			34,500	
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
 Sage Montessori Charter School
 Schedule of Collateral Pledged by Depository for Public Funds
 June 30, 2015

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

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

The accompanying notes are an integral part of these financial statements

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

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

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

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

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

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

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