

**STATE OF NEW MEXICO**  
 PUBLIC EDUCATION DEPARTMENT  
 SOUTHWEST AERONAUTICS MATHEMATICS & SCIENCE ACADEMY  
 STATEMENT OF NET POSITION  
 JUNE 30, 2013

Exhibit A-1

		<b>Governmental Activities</b>
<b>ASSETS</b>		
Cash	\$	539,998
Receivables		
Due from other governments		31,324
Total current assets		571,322
Noncurrent assets:		
Capital assets		
Furniture, fixtures, and equipment		286,257
Less: accumulated depreciation		(78,070)
Total noncurrent assets		208,187
Total assets	\$	779,509
<b>LIABILITIES AND NET POSITION</b>		
Accounts payable	\$	5,380
Due to government		43,030
Current portion of capital lease obligation		115,020
Total current liabilities		163,430
Noncurrent liabilities:		
Noncurrent portion of capital lease obligation		87,110
Total liabilities		250,540
Invested in capital assets, net of related debt		6,057
Restricted		75,121
Unrestricted		447,791
Total net position		528,969
Total liabilities and net position	\$	779,509

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SOUTHWEST AERONAUTICS MATHEMATICS & SCIENCE ACADEMY  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2013

Exhibit A-2

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	\$ 1,147,478	\$ 8,222	\$ 240,394	\$ -	\$ (898,862)
Support services:					
Students	370,907	-	-	-	(370,907)
Instruction	-	-	-	-	-
General Administration	21,957	-	-	-	(21,957)
School Administration	38,454	-	-	-	(38,454)
Central Services	58,474	-	-	-	(58,474)
Operation & Maintenance of Plant	194,740	-	-	-	(194,740)
Student Transportation	113,252	-	156,282	-	43,030
Food Services Operation	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Facilities Materials, Supplies & Other Services	168,671	-	-	168,671	-
<b>Total governmental activities</b>	<b>\$ 2,113,933</b>	<b>\$ 8,222</b>	<b>\$ 396,676</b>	<b>\$ 168,671</b>	<b>(1,540,364)</b>
			<b>General Revenues:</b>		
			State Equalization Guarantee		2,038,165
			State Appropriations		15,052
			Interest		893
			<b>Total general revenues</b>		<b>2,054,110</b>
			Change in net position		513,746
			Net position - beginning		15,223
			Net position - ending		<b>\$ 528,969</b>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SOUTHWEST AERONAUTICS MATHEMATICS SCIENCE ACADEMY  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2013

Exhibit B-1  
(Page 1 of 3)

	Operational 11000	Pupil Transportation 13000	Instructional Materials 14000	Title I 24101	IDEA-B 24106
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash	\$ 445,077	\$ 86,060	\$ 4,273	\$ -	\$ -
Accounts receivable					
Due from other governments	-	-	6,674	2,299	5,795
Due from other funds	8,094	-	-	-	-
<i>Total assets</i>	<u>453,171</u>	<u>86,060</u>	<u>10,947</u>	<u>2,299</u>	<u>5,795</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accounts payable	5,380	-	-	-	-
Due to government	-	43,030	-	-	-
Due to other funds	-	-	-	2,299	5,795
<i>Total liabilities</i>	<u>5,380</u>	<u>43,030</u>	<u>-</u>	<u>2,299</u>	<u>5,795</u>
<i>Fund balances</i>					
Fund Balance:					
Restricted	-	43,030	10,947	-	-
Unassigned	447,791	-	-	-	-
<i>Total fund balance</i>	<u>447,791</u>	<u>43,030</u>	<u>10,947</u>	<u>-</u>	<u>-</u>
<i>Total liabilities and fund balance</i>	<u>\$ 453,171</u>	<u>\$ 86,060</u>	<u>\$ 10,947</u>	<u>\$ 2,299</u>	<u>\$ 5,795</u>

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTHWEST AERONAUTICS MATHEMATICS SCIENCE ACADEMY**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2013**

Exhibit B-1  
 (Page 2 of 3)

	Federal Charter Planning 24146	EMSI 26177	Dual Credit 27103	Public School Capital Outlay 31200	Total Primary Government
<b>ASSETS</b>					
<i>Current Assets</i>					
Cash	\$ 4,588	\$ -	\$ -	\$ -	\$ 539,998
Accounts receivable					
Due from other governments	16,556	-	-	-	31,324
Due from other funds	-	-	-	-	8,094
<i>Total assets</i>	<u>21,144</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>579,416</u>
<b>LIABILITIES AND FUND BALANCES</b>					
<i>Current Liabilities:</i>					
Accounts payable	-	-	-	-	5,380
Due to government	-	-	-	-	43,030
Due to other funds	-	-	-	-	8,094
<i>Total liabilities</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>56,504</u>
<i>Fund balances</i>					
Fund Balance:					
Restricted	21,144	-	-	-	75,121
Unassigned	-	-	-	-	447,791
<i>Total fund balance</i>	<u>21,144</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>522,912</u>
<i>Total liabilities and fund balance</i>	<u>\$ 21,144</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 579,416</u>

**STATE OF NEW MEXICO**  
 PUBLIC EDUCATION DEPARTMENT  
 SOUTHWEST AERONAUTICS MATHEMATICS & SCIENCE ACADEMY  
 GOVERNMENTAL FUNDS  
 RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET POSITION  
 JUNE 30, 2013

Exhibit B-1  
 (Page 3 of 3)

		<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net position are different because:		
Fund balances - total governmental funds	\$	522,912
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds		208,187
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the fund		<u>(202,130)</u>
Net Position-total Governmental Activities	\$	<u><u>528,969</u></u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SOUTHWEST AERONAUTICS MATHEMATICS SCIENCE ACADEMY  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

Exhibit B-2  
(Page 1 of 3)

	Operational 11000	Pupil Transportation 13000	Instructional Materials 14000	Title I 24101	IDEA-B 24106
<i>Revenues:</i>					
Fees	\$ 8,222	\$ -	\$ -	\$ -	\$ -
Local and county grant	1,000	-	-	-	-
State grant	2,053,217	156,282	20,986	-	-
Federal grant	-	-	-	2,299	36,718
Interest income	893	-	-	-	-
<i>Total revenues</i>	<u>2,063,332</u>	<u>156,282</u>	<u>20,986</u>	<u>2,299</u>	<u>36,718</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	948,067	-	10,039	2,299	21,546
Support Services					
Students	355,735	-	-	-	15,172
Instruction	-	-	-	-	-
General Administration	21,957	-	-	-	-
School Administration	38,454	-	-	-	-
Central Services	58,474	-	-	-	-
Operation & Maintenance of Plant	194,740	-	-	-	-
Student Transportation	-	113,252	-	-	-
Other Support Services	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Capital outlay	286,257	-	-	-	-
<i>Total expenditures</i>	<u>1,903,684</u>	<u>113,252</u>	<u>10,039</u>	<u>2,299</u>	<u>36,718</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>159,648</u>	<u>43,030</u>	<u>10,947</u>	<u>-</u>	<u>-</u>
<i>Other financing sources (uses):</i>					
Other Financing Sources	286,257	-	-	-	-
Operating Transfers	-	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>286,257</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net changes in fund balances</i>	<u>445,905</u>	<u>43,030</u>	<u>10,947</u>	<u>-</u>	<u>-</u>
<i>Fund balances - beginning of year</i>	<u>1,886</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances - end of year</i>	<u>\$ 447,791</u>	<u>\$ 43,030</u>	<u>\$ 10,947</u>	<u>\$ -</u>	<u>\$ -</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
SOUTHWEST AERONAUTICS MATHEMATICS SCIENCE ACADEMY  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2013

Exhibit B-2  
(Page 2 of 3)

	Federal Charter Planning 24146	EMS! 26177	Dual Credit 27103	Public School Capital Outlay 31200	Total Primary Government
<i>Revenues:</i>					
Fees	\$ -	\$ -	\$ -	\$ -	\$ 8,222
Local and county grant	-	4,000	-	-	5,000
State grant	-	-	502	168,671	2,399,658
Federal grant	174,889	-	-	-	213,906
Interest income	-	-	-	-	893
<i>Total revenues</i>	<u>174,889</u>	<u>4,000</u>	<u>502</u>	<u>168,671</u>	<u>2,627,679</u>
<i>Expenditures:</i>					
<i>Current:</i>					
Instruction	167,082	4,000	502	-	1,153,535
Support Services					
Students	-	-	-	-	370,907
Instruction	-	-	-	-	-
General Administration	-	-	-	-	21,957
School Administration	-	-	-	-	38,454
Central Services	-	-	-	-	58,474
Operation & Maintenance of Plant	-	-	-	-	194,740
Student Transportation	-	-	-	-	113,252
Other Support Services	-	-	-	-	-
Community Services Operations	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Capital outlay	-	-	-	168,671	454,928
<i>Total expenditures</i>	<u>167,082</u>	<u>4,000</u>	<u>502</u>	<u>168,671</u>	<u>2,406,247</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>7,807</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>221,432</u>
<i>Other financing sources (uses):</i>					
Other Financing Sources	-	-	-	-	286,257
Operating Transfers	-	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>286,257</u>
<i>Net changes in fund balances</i>	<u>7,807</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>507,689</u>
<i>Fund balances - beginning of year</i>	<u>13,337</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,223</u>
<i>Fund balances - end of year</i>	<u>\$ 21,144</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 522,912</u>

**STATE OF NEW MEXICO**  
 PUBLIC EDUCATION DEPARTMENT  
 SOUTHWEST AERONAUTICS MATHEMATICS & SCIENCE ACADEMY  
 GOVERNMENTAL FUNDS  
 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, 2013

Exhibit B-2  
 (Page 3 of 3)

	Governmental Funds
Amounts reported for governmental activities in the statement of activities are different because:	
Net change in fund balances - total governmental funds	\$ 507,689
<p>Capital Outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities. This is the amount by which depreciation exceeds capital outlays for the period.</p>	
Depreciation expense	(78,070)
<p>Capital assets acquired by capital leases are shown as an expenditure and other financing source in the governmental funds. The other financing source must be removed from the statement of activities; principal payments are applied to the lease liability</p>	
	84,127
Change in Net Position-total Governmental Activities	\$ 513,746

The accompanying notes are an integral part of these financial statements



**STATE OF NEW MEXICO**  
 PUBLIC EDUCATION DEPARTMENT  
 SOUTHWEST AERONAUTICS MATHEMATICS & SCIENCE ACADEMY  
 SCHEDULE OF COLLATERAL PLEDGED BY DEPOSITORY  
 FOR PUBLIC FUNDS  
 JUNE 30, 2013

Name of Depository	Description of Pledged Collateral	Fair / Par Market Value June 30, 2013	Name and Location of Safekeeper
Federal Home Loan Bank of Dallas	31398A2S0 1.00 9/23/2013	\$ 200,000	Federal Home Loan Bank of Dallas
		<u>\$ 200,000</u>	

The accompanying notes are and integral part of these financial statements

**STATE OF NEW MEXICO**  
PUBLIC EDUCATION DEPARTMENT  
SOUTHWEST AERONAUTICS MATHEMATICS & SCIENCE ACADEMY  
SCHEDULE OF CASH ACCOUNTS  
JUNE 30, 2013

Schedule II

<u>Bank Account Type</u>	<u>New Mexico Educators Federal Credit Union</u>
Checking - Operational	<u>\$ 576,892</u>
Total On Deposit	576,892
Reconciling Items	<u>(36,894)</u>
Reconciled Balance June 30, 2013	<u><u>\$ 539,998</u></u>

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

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTHWEST AERONAUTICS MATHEMATICS & SCIENCE ACADEMY**  
**CASH RECONCILIATION**  
**JUNE 30, 2013**

Schedule III  
(Page 1 of 2)

	Operational Account 11000	Pupil Transportation Account 13000	Instructional Materials Account 14000	Federal Flowthrough Account 24000
Cash, June 30, 2012	\$ 1,886	\$ -	\$ -	\$ 21,381
Add:				
2012-13 revenues	2,063,332	199,312	14,312	189,256
Total cash available	2,065,218	199,312	14,312	210,637
Less:				
2012-13 expenditures	(1,610,260)	(113,252)	(10,039)	(215,934)
Outstanding Loans	(5,297)	-	-	5,297
Receivables/payables	8,657	1,033	-	8
Cash, June 30, 2013	458,318	87,093	4,273	8
Fund Balance Reconciliation to GAAP Basis:				
Audit reclassifications to cash	(13,241)	(1,033)	-	4,580
Cash per Books	\$ 445,077	\$ 86,060	\$ 4,273	\$ 4,588
Fund Balance Reconciliation to GAAP Basis:				
Modified Accrual Adjustments	(10,527)	(44,063)	6,674	21,136
Fund Balance, Modified Accrual Basis	\$ 447,791	\$ 43,030	\$ 10,947	\$ 21,144

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**SOUTHWEST AERONAUTICS MATHEMATICS & SCIENCE ACADEMY**  
**CASH RECONCILIATION**  
**JUNE 30, 2013**

Schedule III  
 (Page 2 of 2)

Local Grants Account 26000	State Flowthrough Account 27000	Public School Capital Outlay Account 31200	Total
\$ -	\$ -	\$ -	\$ 23,267
<u>4,000</u>	<u>502</u>	<u>168,671</u>	<u>2,639,385</u>
4,000	502	168,671	2,662,652
(4,000)	(502)	(168,671)	(2,122,658)
-	-	-	-
-	-	-	9,698
<u>-</u>	<u>-</u>	<u>-</u>	<u>549,692</u>
-	-	-	(9,694)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 539,998</u>
-	-	-	(26,780)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 522,912</u>

The accompanying notes are an integral part of these financial statements