

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Southwest Aeronautics, Mathematics and Sciences  
Statement of Net Position  
June 30, 2016

**ASSETS AND DEFERRED OUTFLOWS**

**Current Assets:**

Cash and Cash Equivalents	\$ 1,123,803
Receivables	
Taxes Receivable	1,352
Due from Other Governments	66,524
Due From Agency Funds	974
<b>Total Current Assets</b>	<u>1,192,653</u>

**Noncurrent Assets:**

Capital Assets	
Furniture, Fixtures and Equipment	286,257
Less: Accumulated Depreciation	<u>(78,070)</u>
<b>Total Noncurrent Assets</b>	<u>208,187</u>
<b>Total Assets</b>	<u>1,400,840</u>

<b>Deferred Outflows - Pension Related</b>	<u>265,870</u>
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**LIABILITIES AND DEFERRED INFLOWS**

**Current Liabilities:**

Accounts Payable	23,230
Accrued Liabilities	103,484
<b>Total Current Liabilities</b>	<u>126,714</u>

**Noncurrent Liabilities:**

Net Pension Liability	<u>1,716,476</u>
<b>Total Noncurrent Liabilities</b>	<u>1,716,476</u>
<b>Total Liabilities</b>	<u>1,843,190</u>

<b>Deferred Inflows - Pension Related</b>	<u>39,548</u>
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**NET POSITION**

Net Investment in Capital Assets	208,187
Restricted	337,273
Unrestricted (Deficit)	<u>(761,488)</u>
<b>Total Net Position</b>	<u>\$ (216,028)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Southwest Aeronautics, Mathematics and Sciences  
Statement of Activities  
For The Year Ended June 30, 2016

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	\$ 890,319	5,143	96,977	-	(788,199)
Support Services:					
Students	107,993	-	-	-	(107,993)
Instruction	222,837	-	-	-	(222,837)
General Administration	123,717	-	-	-	(123,717)
School Administration	297,059	-	-	-	(297,059)
Central Services	135,370	-	-	-	(135,370)
Operation & Maintenance of Plant	588,846	-	-	-	(588,846)
Other Support Services	-	-	-	-	-
Student Transportation	189,693	-	189,817	-	124
Food Services	811	-	-	-	(811)
Facilities Materials, Supplies & Other Services	103,732	-	-	204,678	100,946
<b>Total Governmental Activities</b>	<b>\$ 2,660,377</b>	<b>5,143</b>	<b>286,794</b>	<b>204,678</b>	<b>(2,163,762)</b>
<b>General Revenues:</b>					
Property Taxes					\$ 84,153
State Equalization Guarantee					2,179,070
Miscellaneous					7,024
Total General Revenues					<u>2,270,247</u>
<b>Change in Net Position</b>					106,485
Net Position- Beginning					(322,513)
Net position, Ending					<u>\$ (216,028)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Southwest Aeronautics, Mathematics and Sciences  
Balance Sheets - Governmental Funds  
June 30, 2016

	Operational 11000	Student Transportation 13000	Instructional Materials 14000	Title I IASA 24101
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 787,883	195,049	49,509	-
Accounts Receivable				
Due from Governments	-	-	-	4,148
Taxes Receivable	-	-	-	-
Due from Other Funds	181,061	-	-	-
<b>Total Assets</b>	<b>\$ 968,944</b>	<b>195,049</b>	<b>49,509</b>	<b>4,148</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts Payable	\$ 20,977	-	-	-
Accrued Expenditures	98,950	-	-	2,811
Due to Other Funds	-	-	-	4,344
<b>Total Liabilities</b>	<b>119,927</b>	<b>-</b>	<b>-</b>	<b>7,155</b>
<b>Fund Balances (Deficit)</b>				
Fund Balance:				
Restricted for:				
Instruction	-	-	49,509	-
Student Transportation	-	195,049	-	-
Capital Improvements	-	-	-	-
Unassigned (Deficit)	849,017	-	-	(3,007)
<b>Total Fund Balance (Deficit)</b>	<b>849,017</b>	<b>195,049</b>	<b>49,509</b>	<b>(3,007)</b>
<b>Total Liabilities and Fund Balances (Deficit)</b>	<b>\$ 968,944</b>	<b>195,049</b>	<b>49,509</b>	<b>4,148</b>

The accompanying notes are an integral part of these financial statements

<b>IDEA-B Entitlement 24106</b>	<b>IDEA-B "Risk Pool" 24120</b>	<b>Charter Schools 24146</b>	<b>Teacher Principal Training 24154</b>	<b>Dual Credits Instructional Materials 27103</b>	<b>Literacy for Children at Risk PED 27107</b>
-	-	4,588	-	-	-
7,743	53	-	3,410	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>7,743</u>	<u>53</u>	<u>4,588</u>	<u>3,410</u>	<u>-</u>	<u>-</u>
-	-	-	2,253	-	-
1,723	-	-	-	-	-
6,019	53	-	3,410	-	-
<u>7,742</u>	<u>53</u>	<u>-</u>	<u>5,663</u>	<u>-</u>	<u>-</u>
1	-	4,588	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	(2,253)	-	-
<u>1</u>	<u>-</u>	<u>4,588</u>	<u>(2,253)</u>	<u>-</u>	<u>-</u>
<u>7,743</u>	<u>53</u>	<u>4,588</u>	<u>3,410</u>	<u>-</u>	<u>-</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Southwest Aeronautics, Mathematics and Sciences  
Balance Sheets - Governmental Funds (Continued)  
June 30, 2016

	Robot Systems for Math Competitions <u>27115</u>	Public School Capital Outlay <u>31200</u>	Special Capital Outlay State <u>31400</u>	SB-9 Capital Improvements <u>31700</u>
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ -	-	-	86,774
Accounts Receivable				
Due from Governments	-	51,170	-	-
Taxes Receivable	-	-	-	1,352
Due from Other Funds	-	-	-	-
<b>Total Assets</b>	<u>\$ -</u>	<u>51,170</u>	<u>-</u>	<u>88,126</u>
<b>Liabilities:</b>				
Accounts Payable	\$ -	-	-	-
Accrued Expenditures	-	-	-	-
Due to Other Funds	-	132,746	33,515	-
<b>Total Liabilities</b>	<u>-</u>	<u>132,746</u>	<u>33,515</u>	<u>-</u>
<b>Fund Balances (Deficit)</b>				
Fund Balance:				
Restricted for:				
Instruction	-	-	-	-
Student Transportation	-	-	-	-
Capital Improvements	-	-	-	88,126
Unassigned (Deficit)	-	(81,576)	(33,515)	-
<b>Total Fund Balance (Deficit)</b>	<u>-</u>	<u>(81,576)</u>	<u>(33,515)</u>	<u>88,126</u>
<b>Total Liabilities and Fund Balances (Deficit)</b>	<u>\$ -</u>	<u>51,170</u>	<u>-</u>	<u>88,126</u>

The accompanying notes are an integral part of these financial statements

**Total**

1,123,803

66,524

1,352

181,061

1,372,740

23,230

103,484

180,087

306,801

54,098

195,049

88,126

728,666

1,065,939

1,372,740

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**Southwest Aeronautics, Mathematics and Sciences**  
**Reconciliation of the Balance Sheets of Governmental Funds to the Statement of Net Position**  
**June 30, 2016**

**Fund Balances - Total Governmental Funds** **\$ 1,065,939**

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	286,257	
Accumulated Depreciation	<u>(78,070)</u>	208,187

Defined benefit pension plan deferred outflows are not financial resources and, therefore, and not reported in the funds		265,870
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Long-term liabilities are not due in the current period and,  
 therefore, are not reported in the funds.

Net Pension Liability	<u>(1,716,476)</u>	(1,716,476)
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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

		<u>(39,548)</u>
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**Net Position-Total Governmental Activities** **\$ (216,028)**

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Southwest Aeronautics, Mathematics and Sciences  
Statement of Revenues, Expenditures, and Changes In Fund Balances (Deficit)  
Governmental Funds  
For The Year Ended June 30, 2016

	Operational 11000	Student Transportation 13000	Instructional Materials 14000	Title I IASA 24101
<b>REVENUES</b>				
Property Taxes	\$ -	-	-	-
State Grant	2,179,070	189,817	19,516	-
Federal Grant	3,208	-	-	48,126
Charges for Services	5,143	-	-	-
Miscellaneous Income	7,024	-	-	-
<b>Total Revenues</b>	<b>2,194,445</b>	<b>189,817</b>	<b>19,516</b>	<b>48,126</b>
<b>EXPENDITURES</b>				
Current:				
Instruction	755,601	-	7,764	51,134
Support Services:				
Students	96,855	-	-	-
Instruction	222,837	-	-	-
General Administration	123,717	-	-	-
School Administration	293,476	-	-	-
Central Services	135,370	-	-	-
Operation & Maintenance of Plant	588,846	-	-	-
Student Transportation	143	189,550	-	-
Other Support Services Operations	-	-	-	-
Food Services Operations	811	-	-	-
Capital Outlay	-	-	-	-
<b>Total Expenditures</b>	<b>2,217,656</b>	<b>189,550</b>	<b>7,764</b>	<b>51,134</b>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>(23,211)</u>	<u>267</u>	<u>11,752</u>	<u>(3,008)</u>
<b>Net Changes in Fund Balances</b>	<b>(23,211)</b>	<b>267</b>	<b>11,752</b>	<b>(3,008)</b>
<b>Fund Balances(Deficit) - Beginning of Year</b>	<u>872,228</u>	<u>194,782</u>	<u>37,757</u>	<u>1</u>
<b>Fund Balances (Deficit) - End of Year</b>	<u>\$ 849,017</u>	<u>195,049</u>	<u>49,509</u>	<u>(3,007)</u>

The accompanying notes are an integral part of these financial statements



<b>IDEA-B Entitlement 24106</b>	<b>IDEA-B "Risk Pool" 24120</b>	<b>Charter Schools 24146</b>	<b>Teacher Principal Training 24154</b>	<b>Dual Credits Instructional Materials 27103</b>	<b>Literacy for Children at Risk PED 27107</b>
-	-	-	-	-	-
-	-	-	-	2,774	-
19,890	53	-	3,410	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>19,890</u>	<u>53</u>	<u>-</u>	<u>3,410</u>	<u>2,774</u>	<u>-</u>
8,804	-	-	2,080	2,774	-
11,085	53	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	3,583	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>19,889</u>	<u>53</u>	<u>-</u>	<u>5,663</u>	<u>2,774</u>	<u>-</u>
<u>1</u>	<u>-</u>	<u>-</u>	<u>(2,253)</u>	<u>-</u>	<u>-</u>
<u>1</u>	<u>-</u>	<u>-</u>	<u>(2,253)</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>4,588</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>1</u>	<u>-</u>	<u>4,588</u>	<u>(2,253)</u>	<u>-</u>	<u>-</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Southwest Aeronautics, Mathematics and Sciences  
Statement of Revenues, Expenditures, and Changes In Fund Balances (Deficit) - Continued  
Governmental Funds  
For The Year Ended June 30, 2016

	Robot Systems for Math Competitions 27115	Public School Capital Outlay 31200	Special Capital Outlay State 31400	SB-9 Capital Improvements 31700
<b>REVENUES</b>				
Property Taxes	\$ -	-	-	84,153
State Grant	-	204,678	-	-
Federal Grant	-	-	-	-
Charges for Services	-	-	-	-
Miscellaneous Income	-	-	-	-
<b>Total Revenues</b>	<u>-</u>	<u>204,678</u>	<u>-</u>	<u>84,153</u>
<b>EXPENDITURES</b>				
Current:				
Instruction	-	-	-	-
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Student Transportation	-	-	-	-
Other Support Services Operations	-	-	-	-
Food Services Operations	-	-	-	-
Capital Outlay	-	204,677	(10,092)	111,277
<b>Total Expenditures</b>	<u>-</u>	<u>204,677</u>	<u>(10,092)</u>	<u>111,277</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>1</u>	<u>10,092</u>	<u>(27,124)</u>
<b>Net Changes in Fund Balances</b>	<u>-</u>	<u>1</u>	<u>10,092</u>	<u>(27,124)</u>
<b>Fund Balances(Deficit) - Beginning of Year</b>	<u>-</u>	<u>(81,577)</u>	<u>(43,607)</u>	<u>115,250</u>
<b>Fund Balances (Deficit) - End of Year</b>	<u>\$ -</u>	<u>(81,576)</u>	<u>(33,515)</u>	<u>88,126</u>

The accompanying notes are an integral part of these financial statements

**Total**

84,153  
2,595,855  
74,687  
5,143  
7,024  
2,766,862

828,157

107,993

222,837

123,717

297,059

135,370

588,846

189,693

-

811

305,862

2,800,345

(33,483)

(33,483)

1,099,422

1,065,939

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**Southwest Aeronautics, Mathematics and Sciences**  
**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, 2016**

**Net Change in Fund Balances-Total Governmental Funds** **\$ (33,483)**

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

Decrease in long-term debt	202,130
Change in net pension liability	<u>(62,162)</u>

**Change in Net Position-Total Governmental Activities** **\$ 106,485**

The accompanying notes are an integral part of these financial statements

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**Southwest Aeronautics, Mathematics and Sciences**  
**Statement of Fiduciary Assets and Liabilities - Agency Funds**  
**June 30, 2016**

	<u>Agency</u>
<b>ASSETS</b>	
Cash in Bank	\$ -
<b>Total Assets</b>	<u>\$ -</u>
<b>LIABILITIES</b>	
Deposits Held for Others	\$ (974)
Due to Governmental Funds	974
<b>Total Liabilities</b>	<u>\$ -</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Southwest Aeronautics, Mathematics and Sciences  
Schedule of Changes in Assets and Liabilities - Agency Funds  
For The Year Ended June 30, 2016

	<u>Balance</u> <u>July 1, 2015</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2016</u>
<b>ASSETS</b>				
Cash in Bank	\$ 1,693	14,835	(16,528)	-
<b>Total Assets</b>	<u>\$ 1,693</u>	<u>14,835</u>	<u>(16,528)</u>	<u>-</u>
<b>LIABILITIES</b>				
Deposits Held for Others	\$ 1,693	13,861	(16,528)	(974)
Due to Governmental Funds	<u>-</u>	<u>974</u>	<u>-</u>	<u>974</u>
<b>Total Liabilities</b>	<u>\$ 1,693</u>	<u>14,835</u>	<u>(16,528)</u>	<u>-</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
 PUBLIC EDUCATION DEPARTMENT  
 Southwest Aeronautics, Mathematics and Sciences  
 Notes to the Financial Statements  
 June 30, 2016

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Capital Assets.** Capital assets purchased or aSAMScquired 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. Southwest Aeronautics, Mathematics and Science’s capitalization policy (i.e., the dollar value above which the asset acquisitions are added to the capital accounts) is \$5,000. Southwest Aeronautics, Mathematics and Science (SAMS) 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. SAMS 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
Vehicles	10 years

Capital assets for SAMS 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. RECEIVABLES**

Receivables as of June 30, 2016 are as follows:

Due from Other Governments:	
Title I	\$ 4,148
IDEA-B Entitlement	7,743
IDEA-B Risk Pool	53
Teacher / Principal Training	3,410
Public School Capital Outlay	<u>51,170</u>
Total Due from Other Governments	<u>\$ 66,524</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Southwest Aeronautics, Mathematics and Sciences  
Notes to the Financial Statements  
June 30, 2016

**NOTE 2. RECEIVABLES (Continued)**

Taxes Receivable:		
SB-9 Capital Improvements		\$ <u>1,352</u>
Total Taxes Receivable		\$ <u><u>1,352</u></u>

**NOTE 3. CAPITAL ASSETS**

A summary of capital assets and changes occurring during the year ended June 30, 2016 follows:

	<b>Balance</b>			<b>Balance</b>
	<b><u>June 30, 2015</u></b>	<b><u>Additions</u></b>	<b><u>Deletions</u></b>	<b><u>June 30, 2016</u></b>
<i>Capital Assets being Depreciated:</i>				
Furniture, Fixtures and Equipment	\$ 286,257	-	-	286,257
<i>Total</i>	<u>286,257</u>	<u>-</u>	<u>-</u>	<u>286,257</u>
<i>Less: Accumulated Depreciation</i>	(78,070)	-	-	(78,070)
Capital Assets, Net	<u>\$ 208,187</u>	<u>-</u>	<u>-</u>	<u>208,187</u>

**NOTE 4. COMMITMENTS AND LIABILITIES**

Southwest Aeronautics, Mathematics and Science leased various facilities and equipment under long-term cancelable operating leases. Rental expense for the year ended June 30, 2016 was \$379,792. Southwest Aeronautics, Mathematics and Science's minimum future payments on these leases are as follows:

<b>Year Ending June 30:</b>	
2017	\$ <u>249,510</u>
<b>Total minimum lease payments</b>	<u>\$ <u>249,510</u></u>



**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Southwest Aeronautics, Mathematics and Sciences  
Notes to the Financial Statements  
June 30, 2016**

**NOTE 5. DEFICIT FUND BALANCE**

The following funds had a deficit fund balance at June 30, 2016:

24101 Title I	\$	3,007
24154 Teacher / Principal Training		2,253
31200 Public School Capital Outlay		81,576
31400 Special Capital Outlay State		<u>33,515</u>
Total funds with deficit balances	\$	<u>120,351</u>

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

**NOTE 6. OVERSPENT BUDGET LINE ITEMS**

Southwest Aeronautics, Mathematics and Science did not have any funds with expenditures in excess of the budget during the year ended June 30, 2016.

**NOTE 7. RELATED PARTY TRANSACTIONS**

The same administration operates all four schools: Southwest Secondary, Intermediate and Primary Learning Centers and Southwest Aeronautics, Mathematics and Science Academy.

**NOTE 8. PENSION PLAN - EDUCATIONAL RETIREMENT BOARD**

The information contained within this disclosure represents the pension information specific to Southwest Aeronautics, Mathematics and Science 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.

**NOTE 8. PENSION PLAN - EDUCATIONAL RETIREMENT BOARD (Continued)**

**Contributions.** The contribution requirements of defined benefit plan members and Southwest Aeronautics, Mathematics and Science 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 years ended June 30, 2015 and June 30, 2016 employers contributed 13.90%, and employees earning \$20,000 or less continued to contribute 7.90% and employees earning more than \$20,000 contributed an increased amount of 10.70% of their gross annual salary. Contributions to the pension plan from Southwest Aeronautics, Mathematics and Science were \$111,867 for the year ended June 30, 2016.

**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, 2014. The total ERB pension liability was rolled forward from the valuation date to the Plan year ending June 30, 2015, using generally accepted actuarial principles. Therefore, the employer's portion was established as of the measurement date June 30, 2015. At June 30, 2016, Southwest Aeronautics, Mathematics and Science reported a liability of \$1,716,476 for its proportionate share of the net pension liability. Southwest Aeronautics, Mathematics and Science's proportion of the net pension liability is based on the employer contributing entity's percentage of total employer contributions for the fiscal year ended June 30, 2015. The contribution amounts were defined by Section 22-11-21, NMSA 1978. At June 30, 2015, Southwest Aeronautics, Mathematics and Science's proportion was 0.02650% percent, which was an increase of 0.00081% from its proportion measured as of June 30, 2014.

For the year ended June 30, 2016, Southwest Aeronautics, Mathematics and Science recognized pension expense of \$174,029. As of June 30, 2016, Southwest Aeronautics, Mathematics and Science reported deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Southwest Aeronautics, Mathematics and Sciences  
Notes to the Financial Statements  
June 30, 2016

**NOTE 8. PENSION PLAN - EDUCATIONAL RETIREMENT BOARD (Continued)**

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	31,822
Changes in assumptions	59,039	-
Net difference between projected and actual earnings on pension plan investments	-	7,726
Changes in proportion and differences between Southwest Aeronautics, Mathematics and Science's contributions and proportionate share of contributions	94,965	-
Southwest Aeronautics, Mathematics and Science's contributions subsequent to the measurement date	<u>111,867</u>	<u>-</u>
Total	<u>\$ 265,871</u>	<u>39,548</u>

\$111,867 reported as deferred outflows of resources related to pensions resulting from Southwest Aeronautics, Mathematics and Science's contributions subsequent to the measurement date June 30, 2015 will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. 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:

2017	\$ 39,425
2018	36,695
2019	14,495
2020	<u>23,841</u>
Total	<u>\$ 114,456</u>

STATE OF NEW MEXICO  
 PUBLIC EDUCATION DEPARTMENT  
 Southwest Aeronautics, Mathematics and Sciences  
 Notes to the Financial Statements  
 June 30, 2016

**NOTE 8. PENSION PLAN - EDUCATIONAL RETIREMENT BOARD (Continued)**

***Sensitivity of Southwest Aeronautics, Mathematics and Science’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 2015. In particular, the table presents the (employer’s) 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.

	<b>1% Decrease (6.75%)</b>	<b>Current Discount Rate (7.75%)</b>	<b>1% Increase (8.75%)</b>
Southwest Aeronautics, Mathematics and Science’s proportionate share of the net pension liability	\$ 2,309,633	1,716,476	1,218,162

***Payables to the pension plan.*** Southwest Aeronautics, Mathematics and Science accrued \$26,218 in ERB benefits at June 30, 2016 for teachers with ten month contracts.

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**Southwest Aeronautics, Mathematics and Sciences**  
**SCHEDULE OF THE SCHOOL'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**  
**June 30, 2016**

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

	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>
School's Proportion of the Net Pension Liability (Asset)	0.03%	0.03%	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)	\$ 1,466	1,716	-	-	-	-	-	-	-	-
School's Covered-Employee Payroll	\$ 708	724	-	-	-	-	-	-	-	-
School's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered-Employee Payroll	207.06%	237.02%	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%	63.97%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

\*These amounts presented for each fiscal year were determined as of June 30, 2015

**STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Southwest Aeronautics, Mathematics and Sciences  
SCHEDULE OF SCHOOL CONTRIBUTIONS  
June 30, 2016**

**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	\$ 93	120	-	-	-	-	-	-	-	-
Contributions in Relation to the Contractually Required Contribution	93	105	-	-	-	-	-	-	-	-
Contribution Deficiency (Excess)	\$ -	15	-	-	-	-	-	-	-	-

**Increase (Decrease) in Pension Expense over Recognition Periods**

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	\$ 67	5		\$ 10	10	13	34	-				
2015	\$ 114	5			39	37	14	24	-			
2016	-	5				-	-	-	-	-		
2017	-	5					-	-	-	-	-	
2018	-	5						-	-	-	-	-
2019	-	5							-	-	-	-
2020	-	5								-	-	-
2021	-	5									-	-
2022	-	5										-
2023	-	5										
	<u>\$ 181</u>			<u>\$ 10</u>	<u>49</u>	<u>50</u>	<u>48</u>	<u>24</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Southwest Aeronautics, Mathematics and Sciences  
Schedule of Budgetary Comparisons - Budgetary Basis  
Operational 11000  
For The Year Ended June 30, 2016

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<b>REVENUES</b>				
State Grant	\$ 2,173,673	2,179,070	2,179,070	-
Federal Grant	-	-	3,208	3,208
Charges for Services	-	-	5,143	5,143
Miscellaneous Income	-	-	7,024	7,024
<b>Total Revenues</b>	<b>2,173,673</b>	<b>2,179,070</b>	<b>2,194,445</b>	<b>15,375</b>
<b>EXPENDITURES</b>				
Current:				
Instruction	1,162,212	965,489	787,006	178,483
Support Services:				
Students	186,717	116,158	96,855	19,303
Instruction	133,426	234,474	222,837	11,637
General Administration	156,301	201,231	140,240	60,991
School Administration	265,704	298,103	293,476	4,627
Central Services	237,150	146,536	140,624	5,912
Operation & Maintenance of Plant	489,740	673,556	588,713	84,843
Student Transportation	-	200	143	57
Other Support Services Operations	155,945	155,945	-	155,945
Food Services Operations	-	900	811	89
<b>Total Expenditures</b>	<b>2,787,195</b>	<b>2,792,592</b>	<b>2,270,705</b>	<b>521,887</b>
<i>Excess (Deficiency) of Revenues</i>				
<i>Over (Under) Expenditures</i>	(613,522)	(613,522)	(76,260)	537,262
<b>Net Changes in Fund Balances</b>	<b>(613,522)</b>	<b>(613,522)</b>	<b>(76,260)</b>	<b>537,262</b>
<b>Cash or Fund Balances - Beginning of Year</b>	<b>-</b>	<b>-</b>	<b>946,254</b>	<b>946,254</b>
<b>Cash or Fund Balances - End of Year</b>	<b>\$ (613,522)</b>	<b>(613,522)</b>	<b>869,994</b>	<b>1,483,516</b>
<b>Reconciliation to GAAP Basis:</b>				
<i>Excess (Deficiency) of Revenues</i>				
<i>Over (Under) Expenditures</i>				
Adjustments to Revenues			\$ (76,260)	
Adjustments to Expenditures			-	
			53,049	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ (23,211)</b>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Southwest Aeronautics, Mathematics and Sciences  
Schedule of Budgetary Comparisons - Budgetary Basis  
Student Transportation 13000  
For The Year Ended June 30, 2016

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<b>REVENUES</b>				
State Grant	\$ 178,726	189,817	189,817	-
<b>Total Revenues</b>	<u>178,726</u>	<u>189,817</u>	<u>189,817</u>	<u>-</u>
<b>EXPENDITURES</b>				
Current:				
Student Transportation	178,726	189,817	189,550	267
<b>Total Expenditures</b>	<u>178,726</u>	<u>189,817</u>	<u>189,550</u>	<u>267</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	267	267
<b>Net Changes in Fund Balances</b>	-	-	267	267
<b>Cash or Fund Balances - Beginning of Year</b>	-	-	194,782	194,782
<b>Cash or Fund Balances - End of Year</b>	<u>\$ -</u>	<u>-</u>	<u>195,049</u>	<u>195,049</u>
<b>Reconciliation to GAAP Basis:</b>				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ 267	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 267</u>	

The accompanying notes are an integral part of these financial statements



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Southwest Aeronautics, Mathematics and Sciences  
Schedule of Budgetary Comparisons - Budgetary Basis  
Instructional Materials 14000  
For The Year Ended June 30, 2016

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<b>REVENUES</b>				
State Grant	\$ 15,811	15,811	19,516	3,705
Miscellaneous Income	-	-	-	-
<b>Total Revenues</b>	<u>15,811</u>	<u>15,811</u>	<u>19,516</u>	<u>3,705</u>
<b>EXPENDITURES</b>				
Current:				
Instruction	38,542	38,542	7,764	30,778
<b>Total Expenditures</b>	<u>38,542</u>	<u>38,542</u>	<u>7,764</u>	<u>30,778</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>(22,731)</u>	<u>(22,731)</u>	<u>11,752</u>	<u>34,483</u>
<b>Net Changes in Fund Balances</b>	<u>(22,731)</u>	<u>(22,731)</u>	<u>11,752</u>	<u>34,483</u>
<b>Cash or Fund Balances - Beginning of Year</b>	<u>-</u>	<u>-</u>	<u>37,757</u>	<u>37,757</u>
<b>Cash or Fund Balances - End of Year</b>	<u>\$ (22,731)</u>	<u>(22,731)</u>	<u>49,509</u>	<u>72,240</u>
<b>Reconciliation to GAAP Basis:</b>				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ 11,752	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 11,752</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Southwest Aeronautics, Mathematics and Sciences  
Schedule of Budgetary Comparisons - Budgetary Basis  
Title I IASA 24101  
For The Year Ended June 30, 2016

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<b>REVENUES</b>				
Federal Grant	\$ 37,186	81,595	51,861	(29,734)
<b>Total Revenues</b>	<u>37,186</u>	<u>81,595</u>	<u>51,861</u>	<u>(29,734)</u>
<b>EXPENDITURES</b>				
Current:				
Instruction	21,107	65,516	51,134	14,382
Support Services:				
Students	16,079	16,079	-	16,079
<b>Total Expenditures</b>	<u>37,186</u>	<u>81,595</u>	<u>51,134</u>	<u>30,461</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	727	727
<b>Net Changes in Fund Balances</b>	-	-	727	727
<b>Cash or Fund Balances - Beginning of Year</b>	-	-	(7,882)	(7,882)
<b>Cash or Fund Balances - End of Year</b>	<u>\$ -</u>	<u>-</u>	<u>(7,155)</u>	<u>(7,155)</u>
<b>Reconciliation to GAAP Basis:</b>				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ 727	
Adjustments to Revenues			(3,735)	
Adjustments to Expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (3,008)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Southwest Aeronautics, Mathematics and Sciences  
Schedule of Budgetary Comparisons - Budgetary Basis  
IDEA-B Entitlement 24106  
For The Year Ended June 30, 2016

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<b>REVENUES</b>				
Federal Grant	\$ 40,389	87,108	18,529	(68,579)
<b>Total Revenues</b>	<u>40,389</u>	<u>87,108</u>	<u>18,529</u>	<u>(68,579)</u>
<b>EXPENDITURES</b>				
Current:				
Instruction	28,361	43,063	8,804	34,259
Support Services:				
Students	12,028	44,045	11,085	32,960
<b>Total Expenditures</b>	<u>40,389</u>	<u>87,108</u>	<u>19,889</u>	<u>67,219</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	(1,360)	(1,360)
<b>Net Changes in Fund Balances</b>	-	-	(1,360)	(1,360)
<b>Cash or Fund Balances - Beginning of Year</b>	-	-	(6,382)	(6,382)
<b>Cash or Fund Balances - End of Year</b>	<u>\$ -</u>	<u>-</u>	<u>(7,742)</u>	<u>(7,742)</u>
<b>Reconciliation to GAAP Basis:</b>				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (1,360)	
Adjustments to Revenues			1,361	
Adjustments to Expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 1</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
 PUBLIC EDUCATION DEPARTMENT  
 Southwest Aeronautics, Mathematics and Sciences  
 Schedule of Budgetary Comparisons - Budgetary Basis  
 IDEA-B "Risk Pool" 24120  
 For The Year Ended June 30, 2016

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

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
 PUBLIC EDUCATION DEPARTMENT  
 Southwest Aeronautics, Mathematics and Sciences  
 Schedule of Budgetary Comparisons - Budgetary Basis  
 Charter Schools 24146  
 For The Year Ended June 30, 2016

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<b>REVENUES</b>				
Federal Grant	\$ -	-	-	-
<b>Total Revenues</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>EXPENDITURES</b>				
Current:				
Instruction	-	-	-	-
Support Services:				
School Administration	-	-	-	-
<b>Total Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (Deficiency) of Revenues</i>				
<i>Over (Under) Expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net Changes in Fund Balances</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Cash or Fund Balances - Beginning of Year</b>	<u>-</u>	<u>-</u>	<u>4,588</u>	<u>4,588</u>
<b>Cash or Fund Balances - End of Year</b>	<u>\$ -</u>	<u>-</u>	<u>4,588</u>	<u>4,588</u>
<b>Reconciliation to GAAP Basis:</b>				
<i>Excess (Deficiency) of Revenues</i>				
<i>Over (Under) Expenditures</i>			\$ -	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Southwest Aeronautics, Mathematics and Sciences  
Schedule of Budgetary Comparisons - Budgetary Basis  
Teacher / Principal Training 24154  
For The Year Ended June 30, 2016

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<b>REVENUES</b>				
Federal Grant	\$ 7,364	16,755	-	(16,755)
<b>Total Revenues</b>	<b>7,364</b>	<b>16,755</b>	<b>-</b>	<b>(16,755)</b>
<b>EXPENDITURES</b>				
Current:				
Instruction	2,454	11,845	2,080	9,765
Support Services:				
School Administration	2,454	2,454	1,330	1,124
Central Services	2,456	2,456	-	2,456
<b>Total Expenditures</b>	<b>7,364</b>	<b>16,755</b>	<b>3,410</b>	<b>13,345</b>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	(3,410)	(3,410)
<b>Net Changes in Fund Balances</b>	-	-	(3,410)	(3,410)
<b>Cash or Fund Balances - Beginning of Year</b>	-	-	-	-
<b>Cash or Fund Balances - End of Year</b>	<b>\$ -</b>	<b>-</b>	<b>(3,410)</b>	<b>(3,410)</b>
<b>Reconciliation to GAAP Basis:</b>				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (3,410)	
Adjustments to Revenues			3,410	
Adjustments to Expenditures			(2,253)	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ (2,253)</b>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
 PUBLIC EDUCATION DEPARTMENT  
 Southwest Aeronautics, Mathematics and Sciences  
 Schedule of Budgetary Comparisons - Budgetary Basis  
 Dual Credits Instructional Materials 27103  
 For The Year Ended June 30, 2016

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<b>REVENUES</b>				
State Grant	\$ -	2,774	2,774	-
<b>Total Revenues</b>	<u>-</u>	<u>2,774</u>	<u>2,774</u>	<u>-</u>
<b>EXPENDITURES</b>				
Current:				
Instruction	-	2,774	2,774	-
<b>Total Expenditures</b>	<u>-</u>	<u>2,774</u>	<u>2,774</u>	<u>-</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	-	-
<b>Net Changes in Fund Balances</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Cash or Fund Balances - Beginning of Year</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Cash or Fund Balances - End of Year</b>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Reconciliation to GAAP Basis:</b>				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ -	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
 PUBLIC EDUCATION DEPARTMENT  
 Southwest Aeronautics, Mathematics and Sciences  
 Schedule of Budgetary Comparisons - Budgetary Basis  
 Literacy for Children at Risk PED 27107  
 For The Year Ended June 30, 2016

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<b>REVENUES</b>				
State Grant	\$ 7,049	7,049	-	(7,049)
<b>Total Revenues</b>	<u>7,049</u>	<u>7,049</u>	<u>-</u>	<u>(7,049)</u>
<b>EXPENDITURES</b>				
Current:				
Support Services:				
Instruction	7,049	7,049	-	7,049
<b>Total Expenditures</b>	<u>7,049</u>	<u>7,049</u>	<u>-</u>	<u>7,049</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net Changes in Fund Balances</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Cash or Fund Balances - Beginning of Year</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Cash or Fund Balances - End of Year</b>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Reconciliation to GAAP Basis:</b>				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ -	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Southwest Aeronautics, Mathematics and Sciences  
Schedule of Budgetary Comparisons - Budgetary Basis  
Robot Systems for Math Competitions 27115  
For The Year Ended June 30, 2016

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<b>REVENUES</b>				
State Grant	\$ 1,501	1,501	-	(1,501)
<b>Total Revenues</b>	<u>1,501</u>	<u>1,501</u>	<u>-</u>	<u>(1,501)</u>
<b>EXPENDITURES</b>				
Current:				
Capital Outlay	1,501	1,501	-	1,501
<b>Total Expenditures</b>	<u>1,501</u>	<u>1,501</u>	<u>-</u>	<u>1,501</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	-	-
<b>Net Changes in Fund Balances</b>	-	-	-	-
<b>Cash or Fund Balances - Beginning of Year</b>	-	-	-	-
<b>Cash or Fund Balances - End of Year</b>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Reconciliation to GAAP Basis:</b>				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ -	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ -</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Southwest Aeronautics, Mathematics and Sciences  
Schedule of Budgetary Comparisons - Budgetary Basis  
Public Schools Capital Outlay 31200  
For The Year Ended June 30, 2016

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<b>REVENUES</b>				
State Grant	\$ -	204,678	153,508	(51,170)
<b>Total Revenues</b>	<u>-</u>	<u>204,678</u>	<u>153,508</u>	<u>(51,170)</u>
<b>EXPENDITURES</b>				
Current:				
Capital Outlay	-	204,678	204,677	1
<b>Total Expenditures</b>	<u>-</u>	<u>204,678</u>	<u>204,677</u>	<u>1</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	(51,169)	(51,169)
<b>Net Changes in Fund Balances</b>	-	-	(51,169)	(51,169)
<b>Cash or Fund Balances - Beginning of Year</b>	-	-	(81,577)	(81,577)
<b>Cash or Fund Balances - End of Year</b>	<u>\$ -</u>	<u>-</u>	<u>(132,746)</u>	<u>(132,746)</u>
<b>Reconciliation to GAAP Basis:</b>				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (51,169)	
Adjustments to Revenues			51,170	
Adjustments to Expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 1</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Southwest Aeronautics, Mathematics and Sciences  
Schedule of Budgetary Comparisons - Budgetary Basis  
Special Capital Outlay State 31400  
For The Year Ended June 30, 2016

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<b>REVENUES</b>				
State Grant	\$ 158,717	158,717	-	(158,717)
<b>Total Revenues</b>	<u>158,717</u>	<u>158,717</u>	<u>-</u>	<u>(158,717)</u>
<b>EXPENDITURES</b>				
Current:				
Capital Outlay	158,717	158,717	-	158,717
<b>Total Expenditures</b>	<u>158,717</u>	<u>158,717</u>	<u>-</u>	<u>158,717</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	-	-
<b>Net Changes in Fund Balances</b>	-	-	-	-
<b>Cash or Fund Balances - Beginning of Year</b>	-	-	(33,515)	(33,515)
<b>Cash or Fund Balances - End of Year</b>	<u>\$ -</u>	<u>-</u>	<u>(33,515)</u>	<u>(33,515)</u>
<b>Reconciliation to GAAP Basis:</b>				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ -	
Adjustments to Revenues			-	
Adjustments to Expenditures			10,092	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 10,092</u>	

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STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Southwest Aeronautics, Mathematics and Sciences  
Schedule of Budgetary Comparisons - Budgetary Basis  
SB-9 Capital Improvements 31700  
For The Year Ended June 30, 2016

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<b>REVENUES</b>				
Property Taxes	\$ -	-	84,015	84,015
State Grant	1,717	21,218	-	(21,218)
<b>Total Revenues</b>	<b>1,717</b>	<b>21,218</b>	<b>84,015</b>	<b>62,797</b>
<b>EXPENDITURES</b>				
Current:				
Support Services:				
General Administration	-	1,500	-	1,500
Capital Outlay	1,717	133,754	111,277	22,477
<b>Total Expenditures</b>	<b>1,717</b>	<b>135,254</b>	<b>111,277</b>	<b>23,977</b>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	(114,036)	(27,262)	86,774
<b>Net Changes in Fund Balances</b>	-	(114,036)	(27,262)	86,774
<b>Cash or Fund Balances - Beginning of Year</b>	-	-	114,036	114,036
<b>Cash or Fund Balances - End of Year</b>	<b>\$ -</b>	<b>(114,036)</b>	<b>86,774</b>	<b>200,810</b>
<b>Reconciliation to GAAP Basis:</b>				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (27,262)	
Adjustments to Revenues			138	
Adjustments to Expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<b>\$ (27,124)</b>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Southwest Aeronautics, Mathematics and Sciences  
Schedule of Collateral Pledged by Depository for Public Funds  
June 30, 2016

<u>Name of Depository</u>	<u>Security Type</u>	<u>CUSIP/ Security Number</u>	<u>Maturity Date</u>	<u>Fair Value June 30, 2016</u>
Federal Home Loan Bank of Dallas	FHLB Q2-2016	313370TW8	9/9/2016	\$ 100,310
Federal Home Loan Bank of Dallas	FHLB Q2-2016	313370TW8	9/9/2016	200,620
				<u>\$ 300,930</u>

Total Cash per Schedule of Cash Accounts:	\$ 1,156,088
Less: FDIC coverage:	<u>(250,000)</u>
Uninsured Public Funds:	906,088
Collateral Requirement:	453,044
Pledged Collateral Held by Pledging Financial Institution:	<u>300,930</u>
<b>Balance (Under) Collateralized:</b>	<b><u>\$ (152,114)</u></b>
<b>Balance Uninsured and Uncollateralized at June 30, 2016:</b>	<b><u>\$ 605,158</u></b>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
 PUBLIC EDUCATION DEPARTMENT  
 Southwest Aeronautics, Mathematics and Sciences  
 Schedule of Cash Accounts  
 June 30, 2016

Bank Account Type	Nusenda Credit Union
Checking - Operational Account	\$ 1,152,537
Savings - Operational Account	3,551
	1,156,088
<b><i>Total on Deposit</i></b>	1,156,088
Reconciling Items	(32,285)
	1,123,803
Reconciled Balance June 30, 2016	1,123,803
Less Agency Funds	-
	-
<b><i>Total Cash</i></b>	\$ 1,123,803

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

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Southwest Aeronautics, Mathematics and Sciences  
Cash Reconciliation  
June 30, 2016

	<b>Operational 11000</b>	<b>Student Transportation 13000</b>	<b>Instructional Materials 14000</b>	<b>Federal Flowthrough 24000</b>
Cash, June 30, 2015	\$ 975,024	194,782	37,757	(8,975)
Add:				
2015-16 revenues	<u>2,165,675</u>	<u>189,817</u>	<u>19,516</u>	<u>69,689</u>
Total cash available	3,140,699	384,599	57,273	60,714
Less:				
2015-16 expenditures	(2,270,705)	(189,550)	(7,764)	(74,486)
Receivables/Payables	98,950	-	-	4,534
Prepaid Expenses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash June 30, 2016	<u>968,944</u>	<u>195,049</u>	<u>49,509</u>	<u>(9,238)</u>
Fund Balance Reconciliations to GAAP Basis:				
Audit reclassifications to cash	<u>(181,061)</u>	<u>-</u>	<u>-</u>	<u>13,826</u>
Cash per Books	<u>787,883</u>	<u>195,049</u>	<u>49,509</u>	<u>4,588</u>
Fund Balance (Deficit) Reconciliation to GAAP Basis:				
Modified Accrual Adjustments	<u>(119,927)</u>	<u>-</u>	<u>-</u>	<u>8,567</u>
Fund Balance (Deficit), Modified Accrual Basis	<u>\$ 849,017</u>	<u>195,049</u>	<u>49,509</u>	<u>(671)</u>

The accompanying notes are an integral part of these financial statements

State Flowthrough 27000	Public School Capital Outlay 31200	Special Capital Outlay State 31400	Capital Improvements SB-9 31700	Total
-	(81,577)	(33,515)	114,036	1,197,532
2,774	153,508	-	84,015	2,684,994
2,774	71,931	(33,515)	198,051	3,882,526
(2,774)	(204,677)	-	(111,277)	(2,861,233)
-	-	-	-	103,484
-	-	-	-	-
-	(132,746)	(33,515)	86,774	1,124,777
-	132,746	33,515	-	(974)
-	-	-	86,774	1,123,803
-	51,170	-	1,352	(58,838)
-	(81,576)	(33,515)	88,126	1,065,939