

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Tierra Adentro  
Statement of Net Position  
June 30, 2015

**ASSETS AND DEFERRED OUTFLOWS**

**Current Assets:**

Cash and Cash Equivalents	\$ 55,673
Receivables	
Due from Other Governments	205,313
Deposits	11,428
<b>Total Current Assets</b>	<u>272,414</u>

**Noncurrent Assets:**

Capital Assets	
Furniture, Fixtures, and Equipment	61,558
Less: Accumulated Depreciation	(40,691)
<b>Total Noncurrent Assets</b>	<u>20,867</u>

<b>Total Assets</b>	<u>293,281</u>
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<b>Deferred Outflows - Pension Related</b>	<u>293,545</u>
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**LIABILITIES AND DEFERRED INFLOWS**

**Current Liabilities:**

Accounts Payable	103,717
Accrued Liabilities	145,992
<b>Total Current Liabilities</b>	<u>249,709</u>

**Noncurrent Liabilities:**

Net Pension Liability	2,294,265
<b>Total Noncurrent Liabilities</b>	<u>2,294,265</u>

<b>Total Liabilities</b>	<u>2,543,974</u>
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<b>Deferred Inflows - Pension Related</b>	<u>242,735</u>
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**NET POSITION**

Investment in Capital Assets	20,867
Restricted	26,440
Unrestricted (deficit)	(2,247,190)
<b>Total Net Position</b>	<u>\$ (2,199,883)</u>

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Tierra Adentro  
Statement of Activities  
For The Year Ended June 30, 2015

Functions/Programs	Program Revenues			Net (Expenses) Revenues and Changes in Net Position	
	Expenses	Charges for Service	Operating Grants and Contributions		Capital Grants and Contributions
Governmental activities:					
Instruction	\$ 1,615,865	-	248,486	-	(1,367,379)
Support Services:					
Students	250,162	-	-	-	(250,162)
Instruction	6,513	-	-	-	(6,513)
General Administration	16,964	-	-	-	(16,964)
School Administration	447,113	-	-	-	(447,113)
Central Services	88,524	-	-	-	(88,524)
Operation & Maintenance of Plant	289,011	-	-	-	(289,011)
Food Services	83,105	21,645	61,989	-	529
Facilities Materials, Supplies & Other Services	205,281	-	-	205,281	-
<b>Total Governmental Activities</b>	<b>\$ 3,002,538</b>	<b>21,645</b>	<b>310,475</b>	<b>205,281</b>	<b>(2,465,137)</b>
<b>General Revenues:</b>					
					\$ 2,181,253
					2,181,253
<b>Change in Net Position</b>					<b>(283,884)</b>
					312,163
					(2,228,162)
					(1,915,999)
					\$ (2,199,883)

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Tierra Adentro  
Balance Sheets - Governmental Funds  
June 30, 2015

	Operational 11000	Instructional Materials 14000	Food Services 21000	Title I IASA 24101
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 36,486	10,355	529	-
Accounts Receivable				
Due from Government	-	-	-	33,720
Due from Other Funds	183,017	-	-	-
Deposits	11,428	-	-	-
<b>Total Assets</b>	<b>\$ 230,931</b>	<b>10,355</b>	<b>529</b>	<b>33,720</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts Payable	\$ 87,801	-	-	-
Accrued Expenditures	134,994	-	-	7,290
Due to Other Funds	-	-	-	26,430
<b>Total Liabilities</b>	<b>222,795</b>	<b>-</b>	<b>-</b>	<b>33,720</b>
<b>Fund Balances (Deficit)</b>				
Fund Balance:				
Nonspendable:				
Deposits	11,428	-	-	-
Restricted for:				
Instruction	-	10,355	-	-
Support Services	-	-	-	-
Food Services	-	-	529	-
Unassigned (Deficit)	(3,292)	-	-	-
<b>Total Fund Balance (Deficit)</b>	<b>8,136</b>	<b>10,355</b>	<b>529</b>	<b>-</b>
<b>Total Liabilities and Fund Balances (Deficit)</b>	<b>\$ 230,931</b>	<b>10,355</b>	<b>529</b>	<b>33,720</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>Teacher Principal Training 24154</b>	<b>Title XIX Medicaid 25152</b>	<b>Elementary &amp; Middle School Initiative 26177</b>	<b>Dual Credit Instructional Materials 27103</b>
-	-	-	4,191	3,988	-
10,052	53	6,764	-	-	264
-	-	-	-	-	-
-	-	-	-	-	-
<u>10,052</u>	<u>53</u>	<u>6,764</u>	<u>4,191</u>	<u>3,988</u>	<u>264</u>
-	-	-	187	3,839	205
-	-	-	-	149	-
<u>10,052</u>	<u>53</u>	<u>6,764</u>	<u>-</u>	<u>-</u>	<u>59</u>
<u>10,052</u>	<u>53</u>	<u>6,764</u>	<u>187</u>	<u>3,988</u>	<u>264</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	4,004	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>4,004</u>	<u>-</u>	<u>-</u>
<u>10,052</u>	<u>53</u>	<u>6,764</u>	<u>4,191</u>	<u>3,988</u>	<u>264</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Tierra Adentro  
Balance Sheets - Governmental Funds (Continued)  
June 30, 2015

	2012 GO Bond Student Library SB-66 27107	After School Enrichment Program 27168	GOB Instructional Materials 27171	STEM Teacher Initiative Grant 27181
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ -	-	-	-
Accounts Receivable				
Due from Government	-	47,734	-	6,656
Due from Other Funds	-	-	-	-
Deposits	-	-	-	-
<b>Total Assets</b>	<b>\$ -</b>	<b>47,734</b>	<b>-</b>	<b>6,656</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts Payable	\$ -	11,685	-	-
Accrued Expenditures	-	-	-	3,559
Due to Other Funds	-	36,049	443	3,097
<b>Total Liabilities</b>	<b>-</b>	<b>47,734</b>	<b>443</b>	<b>6,656</b>
<b>Fund Balances (Deficit)</b>				
Fund Balance:				
Nonspendable:				
Deposits	-	-	-	-
Restricted for:				
Instruction	-	-	-	-
Support Services	-	-	-	-
Food Services	-	-	-	-
Unassigned (Deficit)	-	-	(443)	-
<b>Total Fund Balance (Deficit)</b>	<b>-</b>	<b>-</b>	<b>(443)</b>	<b>-</b>
<b>Total Liabilities and Fund Balances (Deficit)</b>	<b>\$ -</b>	<b>47,734</b>	<b>-</b>	<b>6,656</b>

The accompanying notes are an integral part of these financial statements

<b>Next Gen Assessments 27185</b>	<b>Private Direct Grants 29102</b>	<b>McCune Charitable Foundation 29114</b>	<b>Public School Capital Outlay 31200</b>	<b>Special Capital Outlay State 31400</b>	<b>Total</b>
-	124	-	-	-	55,673
-	-	-	35,070	65,000	205,313
-	-	-	-	-	183,017
-	-	-	-	-	11,428
<u>-</u>	<u>124</u>	<u>-</u>	<u>35,070</u>	<u>65,000</u>	<u>455,431</u>
-	-	-	-	-	103,717
-	-	-	-	-	145,992
-	-	-	35,070	65,000	183,017
<u>-</u>	<u>-</u>	<u>-</u>	<u>35,070</u>	<u>65,000</u>	<u>432,726</u>
-	-	-	-	-	11,428
-	124	-	-	-	10,479
-	-	-	-	-	4,004
-	-	-	-	-	529
-	-	-	-	-	(3,735)
<u>-</u>	<u>124</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>22,705</u>
<u>-</u>	<u>124</u>	<u>-</u>	<u>35,070</u>	<u>65,000</u>	<u>455,431</u>

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STATE OF NEW MEXICO  
 PUBLIC EDUCATION DEPARTMENT  
 Tierra Adentro  
 Reconciliation of the Balance Sheets of Governmental Funds to the Statement of Net Position  
 June 30, 2015

**Fund Balances - Total Governmental Funds** \$ **22,705**

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	61,558	
Accumulated Depreciation	<u>(40,691)</u>	
		20,867

Defined benefit pension plan deferred outflows are not financial resources and, therefore, are not reported in the funds.		293,545
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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.		(242,735)
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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>(2,294,265)</u>
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<b>Net Position-Total Governmental Activities</b>		<b><u><u>\$ (2,199,883)</u></u></b>
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The accompanying notes are an integral part of these financial statements



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Tierra Adentro  
Statement of Revenues, Expenditures, and Changes In Fund Balances (Deficit)  
Governmental Funds  
For The Year Ended June 30, 2015

	Operational 11000	Instructional Materials 14000	Food Services 21000	Title I IASA 24101
<b>REVENUES</b>				
Local & County Grant	\$ 8,581	-	-	-
State Grant	2,181,253	16,933	-	-
Federal Grant	-	-	61,989	65,895
Charges for Services	-	-	21,645	-
<b>Total Revenues</b>	<u>2,189,834</u>	<u>16,933</u>	<u>83,634</u>	<u>65,895</u>
<b>EXPENDITURES</b>				
Current:				
Instruction	1,410,471	11,865	-	65,895
Support Services:				
Students	198,653	-	-	-
Instruction	6,513	-	-	-
General Administration	16,964	-	-	-
School Administration	445,432	-	-	-
Central Services	88,524	-	-	-
Operation & Maintenance of Plant	278,436	-	-	-
Food Services Operations	-	-	83,105	-
Capital Outlay	-	-	-	-
<b>Total Expenditures</b>	<u>2,444,993</u>	<u>11,865</u>	<u>83,105</u>	<u>65,895</u>
<b>Net Changes in Fund Balances</b>	<u>(255,159)</u>	<u>5,068</u>	<u>529</u>	<u>-</u>
<b>Fund Balances (Deficit) - Beginning of Year</b>	<u>263,295</u>	<u>5,287</u>	<u>-</u>	<u>-</u>
<b>Fund Balances (Deficit) - End of Year</b>	<u>\$ 8,136</u>	<u>10,355</u>	<u>529</u>	<u>-</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>Teacher Principal Training 24154</b>	<b>Title XIX Medicaid 25152</b>	<b>Elementary &amp; Middle School Initiative 26177</b>	<b>Dual Credit Instructional Materials 27103</b>
-	-	-	-	8,069	-
-	-	-	-	-	596
46,881	53	13,199	1,245	-	-
-	-	-	-	-	-
<u>46,881</u>	<u>53</u>	<u>13,199</u>	<u>1,245</u>	<u>8,069</u>	<u>596</u>
7,974	-	12,342	-	6,834	596
38,907	53	-	1,062	1,235	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	857	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>46,881</u>	<u>53</u>	<u>13,199</u>	<u>1,062</u>	<u>8,069</u>	<u>596</u>
-	-	-	183	-	-
-	-	-	3,821	-	-
-	-	-	4,004	-	-

STATE OF NEW MEXICO  
 PUBLIC EDUCATION DEPARTMENT  
 Tierra Adentro

Statement of Revenues, Expenditures, and Changes In Fund Balances (Deficit) - Continued  
 Governmental Funds  
 For The Year Ended June 30, 2015

	2012 GO Bond Student Library SB-66 27107	After School Enrichment Program 27168	GOB Instructional Materials 27171	STEM Teacher Initiative Grant 27181
<b>REVENUES</b>				
Local & County Grant	\$ -	-	-	-
State Grant	-	47,734	-	24,300
Federal Grant	-	-	-	-
Charges for Services	-	-	-	-
<b>Total Revenues</b>	<u>-</u>	<u>47,734</u>	<u>-</u>	<u>24,300</u>
<b>EXPENDITURES</b>				
Current:				
Instruction	-	46,910	-	24,300
Support Services:				
Students	-	-	-	-
Instruction	-	-	-	-
General Administration	-	-	-	-
School Administration	-	824	-	-
Central Services	-	-	-	-
Operation & Maintenance of Plant	-	-	-	-
Food Services Operations	-	-	-	-
Capital Outlay	-	-	-	-
<b>Total Expenditures</b>	<u>-</u>	<u>47,734</u>	<u>-</u>	<u>24,300</u>
<b>Net Changes in Fund Balances</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balances (Deficit) - Beginning of Year</b>	<u>-</u>	<u>-</u>	<u>(443)</u>	<u>-</u>
<b>Fund Balances (Deficit) - End of Year</b>	<u>\$ -</u>	<u>-</u>	<u>(443)</u>	<u>-</u>

The accompanying notes are an integral part of these financial statements

<b>Next Gen Assessments 27185</b>	<b>Private Direct Grants 29102</b>	<b>McCune Charitable Foundation 29114</b>	<b>Public School Capital Outlay 31200</b>	<b>Special Capital Outlay State 31400</b>	<b>Total</b>
-	-	15,000	-	-	31,650
-	-	-	140,281	65,000	2,476,097
-	-	-	-	-	189,262
-	-	-	-	-	21,645
-	-	15,000	140,281	65,000	2,718,654
-	-	13,385	-	-	1,600,572
-	-	10,252	-	-	250,162
-	-	-	-	-	6,513
-	-	-	-	-	16,964
-	-	-	-	-	447,113
-	-	-	-	-	88,524
-	-	-	-	-	278,436
-	-	-	-	-	83,105
-	-	-	140,281	65,000	205,281
-	-	23,637	140,281	65,000	2,976,670
-	-	(8,637)	-	-	(258,016)
-	124	8,637	-	-	280,721
-	124	-	-	-	22,705

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**Tierra Adentro**  
**Reconciliation of the Statement of Revenues, Expenditures, and Changes**  
**in Fund Balances (Deficit) of Governmental Funds to the Statement of Activities**  
**For the Year Ended June 30, 2015**

**Net Change in Fund Balances-Total Governmental Funds** **\$ (258,016)**

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	(10,575)
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Changes in long-term liabilities

Change in Net Pension Liability	(15,293)
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<b>Change in Net Position-Total Governmental Activities</b>	<b><u><u>\$ (283,884)</u></u></b>
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The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
 PUBLIC EDUCATION DEPARTMENT  
 Tierra Adentro  
 Statement of Fiduciary Assets and Liabilities- Agency Funds  
 June 30, 2015

	<u>Agency</u>
<b>ASSETS</b>	
Cash in Bank	\$ 51,426
<b>Total Assets</b>	<u>\$ 51,426</u>
 <b>LIABILITIES</b>	
Deposits Held for Others	\$ 51,426
<b>Total Liabilities</b>	<u>\$ 51,426</u>

The accompanying notes are an integral part of these financial statements

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

	<u>Balance</u> <u>July 1, 2014</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2015</u>
<b>ASSETS</b>				
Cash in Bank	\$ 39,448	40,828	(28,850)	51,426
<b>Total Assets</b>	<u>\$ 39,448</u>	<u>40,828</u>	<u>(28,850)</u>	<u>51,426</u>
<b>LIABILITIES</b>				
Deposits Held for Others	\$ 39,448	40,828	(28,850)	51,426
<b>Total Liabilities</b>	<u>\$ 39,448</u>	<u>40,828</u>	<u>(28,850)</u>	<u>51,426</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. Tierra Adentro's capitalization policy (i.e., the dollar value above which the asset acquisitions are added to the capital accounts) is \$5,000. Tierra Adentro does not capitalize any interest with regard to its capital assets.

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

Furniture, Fixtures and Equipment	5-10 years
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Capital assets for Tierra Adentro are recorded in the Statement of Net Position.

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



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Tierra Adentro  
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	\$ 61,558	-	-	61,558
<i>Total</i>	<u>61,558</u>	<u>-</u>	<u>-</u>	<u>61,558</u>
<i>Less: Accumulated Depreciation</i>				
Furniture, fixtures and equipment	(30,116)	(10,575)	-	(40,691)
<i>Total</i>	<u>(30,116)</u>	<u>(10,575)</u>	<u>-</u>	<u>(40,691)</u>
Capital Assets, Net	<u>\$ 31,442</u>	<u>(10,575)</u>	<u>-</u>	<u>20,867</u>

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

Operation & Maintenance of Plant	\$ 10,575
<b>Total</b>	<u>\$ 10,575</u>

**NOTE 3. COMMITMENTS AND LIABILITIES**

Tierra Adentro leases equipment and facilities under long-term cancelable operating leases. Rental expenses for the year ended June 30, 2015 was \$231,776. Tierra Adentro's minimum future payments on these leases are as follows:

<b>Year Ending June 30:</b>	
2016	\$ 201,516

**NOTE 4. DEFICIT FUND BALANCE**

The following fund had a deficit fund balance at June 30, 2015:

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

#### **NOTE 5. RELATED PARTY TRANSACTIONS**

The National Institute of Flamenco (NIF) subleases the property to Tierra Adentro. In addition to lease payments, Tierra Adentro pays NIF for marketing and other services. Total payments to NIF during fiscal year 2015 totaled \$310,937.

#### **NOTE 6. PENSION PLAN – EDUCATIONAL RETIREMENT BOARD**

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

**Contributions.** The contribution requirements of defined benefit plan members and Tierra Adentro 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 Tierra Adentro were \$182,200 for the year ended June 30, 2015.

**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 of June 30, 2014. At June 30, 2015, Tierra Adentro reported a liability of \$2,294,265 for its proportionate share of the net pension liability. Tierra Adentro's proportion of the net pension liability is based on the employer contributing entity's percentage of total employer contributions for the fiscal year ended June 30, 2014. The contribution amounts were defined by Section 22-11-21, NMSA 1978. At June 30, 2014, Tierra Adentro's proportion was 0.04021%, which was an increase of 0.00239% from its proportion measured as of June 30, 2013.

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Tierra Adentro  
Notes to the Financial Statements  
June 30, 2015

**NOTE 6. PENSION PLAN – EDUCATIONAL RETIREMENT BOARD (CONTINUED)**

For the year ended June 30, 2015, Tierra Adentro recognized pension expense of \$197,493. At June 30, 2015, Tierra Adentro reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$ -	34,176
Net difference between projected and actual earnings on pension plan investments	-	208,559
Changes in proportion and differences between Tierra Adentro contributions and proportionate share of contributions	111,345	-
Tierra Adentro contributions subsequent to the measurement date	<u>182,200</u>	-
Total	<u>\$ 293,545</u>	<u>242,735</u>

The amount of \$182,200 reported as deferred outflows of resources related to pensions resulting from Tierra Adentro contributions subsequent to the measurement date of June 30, 2014 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:

2016	\$ 25,346
2017	25,346
2018	28,561
2019	<u>52,137</u>
Total	\$ <u>131,390</u>

STATE OF NEW MEXICO  
 PUBLIC EDUCATION DEPARTMENT  
 Tierra Adentro  
 Notes to the Financial Statements  
 June 30, 2015

**NOTE 6. PENSION PLAN – EDUCATIONAL RETIREMENT BOARD (CONTINUED)**

**Sensitivity of Tierra Adentro’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 June 30, 2014. 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>
The School’s proportionate share of the net pension liability	<u>\$ 3,121,615</u>	<u>2,294,265</u>	<u>1,603,203</u>

**Payables to the pension plan.** At June 30, 2015, Tierra Adentro owed \$50,644 to ERB for fiscal year 2015 contributions.

**NOTE 7. 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 \$(2,228,162).

**STATE OF NEW MEXICO**  
**PUBLIC EDUCATION DEPARTMENT**  
**TIERRA ADENTRO**  
**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)	0.04%	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)	\$ 2,294	-	-	-	-	-	-	-	-	-
School's Covered-Employee Payroll	\$ 1,108	-	-	-	-	-	-	-	-	-
School's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered-Employee Payroll	207.00%	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  
TIERRA ADENTRO  
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	\$ 146	-	-	-	-	-	-	-	-	-
Contributions in Relation to the Contractually Required Contribution	146	-	-	-	-	-	-	-	-	-
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	\$ 131	5	\$ 25	25	25	29	52	-	-	-	-	-	-	-
2015	-	5	-	-	-	-	-	-	-	-	-	-	-	-
2016	-	5	-	-	-	-	-	-	-	-	-	-	-	-
2017	-	5	-	-	-	-	-	-	-	-	-	-	-	-
2018	-	5	-	-	-	-	-	-	-	-	-	-	-	-
2019	-	5	-	-	-	-	-	-	-	-	-	-	-	-
2020	-	5	-	-	-	-	-	-	-	-	-	-	-	-
2021	-	5	-	-	-	-	-	-	-	-	-	-	-	-
2022	-	5	-	-	-	-	-	-	-	-	-	-	-	-
2023	-	5	-	-	-	-	-	-	-	-	-	-	-	-
	\$ 131		\$ 25	25	25	29	52	-	-	-	-	-	-	-

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Tierra Adentro  
Schedule of Budgetary Comparisons - Budgetary Basis  
Operational 11000  
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>		
<b>REVENUES</b>				
Local & County Grant	\$ -	2,087	8,581	6,494
State Grant	2,129,406	2,181,253	2,181,253	-
<b>Total Revenues</b>	<u>2,129,406</u>	<u>2,183,340</u>	<u>2,189,834</u>	<u>6,494</u>
<b>EXPENDITURES</b>				
Current:				
Instruction	1,359,130	1,451,691	1,390,951	60,740
Support Services:				
Students	153,168	178,291	174,838	3,453
Instruction	-	6,512	5,338	1,174
General Administration	75,000	18,646	14,012	4,634
School Administration	342,668	433,095	425,698	7,397
Central Services	77,838	76,899	76,724	175
Operation & Maintenance of Plant	202,038	269,630	269,630	-
<b>Total Expenditures</b>	<u>2,209,842</u>	<u>2,434,764</u>	<u>2,357,191</u>	<u>77,573</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>(80,436)</u>	<u>(251,424)</u>	<u>(167,357)</u>	<u>84,067</u>
<b>Other Financing Sources (Uses):</b>				
Designated Cash	80,436	251,424	-	(251,424)
<b>Total Other Financing Sources (Uses):</b>	<u>80,436</u>	<u>251,424</u>	<u>-</u>	<u>(251,424)</u>
<b>Net Changes in Fund Balances</b>	<u>-</u>	<u>-</u>	<u>(167,357)</u>	<u>(167,357)</u>
<b>Cash or Fund Balances - Beginning of Year</b>	<u>-</u>	<u>-</u>	<u>263,295</u>	<u>263,295</u>
<b>Cash or Fund Balances - End of Year</b>	<u>\$ -</u>	<u>-</u>	<u>95,938</u>	<u>95,938</u>
<b>Reconciliation to GAAP Basis:</b>				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (167,357)	
Adjustments to Revenues			-	
Adjustments to Expenditures			<u>(87,802)</u>	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (255,159)</u>	

The accompanying notes are an integral part of these financial statements

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

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<b>REVENUES</b>				
State Grant	\$ -	13,551	16,933	3,382
<b>Total Revenues</b>	<u>-</u>	<u>13,551</u>	<u>16,933</u>	<u>3,382</u>
<b>EXPENDITURES</b>				
Current:				
Instruction	-	18,838	11,865	6,973
<b>Total Expenditures</b>	<u>-</u>	<u>18,838</u>	<u>11,865</u>	<u>6,973</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>(5,287)</u>	<u>5,068</u>	<u>10,355</u>
<b>Other Financing Sources (Uses):</b>				
Designated Cash	-	5,287	-	(5,287)
<b>Total Other Financing Sources (Uses):</b>	<u>-</u>	<u>5,287</u>	<u>-</u>	<u>(5,287)</u>
<b>Net Changes in Fund Balances</b>	<u>-</u>	<u>-</u>	<u>5,068</u>	<u>5,068</u>
<b>Cash or Fund Balances - Beginning of Year</b>	<u>-</u>	<u>-</u>	<u>5,287</u>	<u>5,287</u>
<b>Cash or Fund Balances - End of Year</b>	<u>\$ -</u>	<u>-</u>	<u>10,355</u>	<u>10,355</u>
<b>Reconciliation to GAAP Basis:</b>				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ 5,068	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 5,068</u>	

The accompanying notes are an integral part of these financial statements



STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Tierra Adentro  
Schedule of Budgetary Comparisons - Budgetary Basis  
Food Services 21000  
For The Year Ended June 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<b>REVENUES</b>				
Federal Grant	\$ -	85,000	61,989	(23,011)
Charges for Services	-	13,789	21,645	7,856
<b>Total Revenues</b>	<u>-</u>	<u>98,789</u>	<u>83,634</u>	<u>(15,155)</u>
<b>EXPENDITURES</b>				
Current:				
Food Services Operations	-	105,221	83,105	22,116
<b>Total Expenditures</b>	<u>-</u>	<u>105,221</u>	<u>83,105</u>	<u>22,116</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>(6,432)</u>	<u>529</u>	<u>6,961</u>
<b>Net Changes in Fund Balances</b>	<u>-</u>	<u>(6,432)</u>	<u>529</u>	<u>6,961</u>
<b>Cash or Fund Balances - Beginning of Year</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Cash or Fund Balances (Deficit) - End of Year</b>	<u>\$ -</u>	<u>(6,432)</u>	<u>529</u>	<u>6,961</u>
<b>Reconciliation to GAAP Basis:</b>				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ 529	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 529</u>	

The accompanying notes are an integral part of these financial statements

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

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<b>REVENUES</b>				
Federal Grant	\$ 65,895	65,895	32,175	(33,720)
<b>Total Revenues</b>	<u>65,895</u>	<u>65,895</u>	<u>32,175</u>	<u>(33,720)</u>
<b>EXPENDITURES</b>				
Current:				
Instruction	65,895	65,895	65,895	-
<b>Total Expenditures</b>	<u>65,895</u>	<u>65,895</u>	<u>65,895</u>	<u>-</u>
<i>Excess (Deficiency) of Revenues</i>				
<i>Over (Under) Expenditures</i>	-	-	(33,720)	(33,720)
<b>Net Changes in Fund Balances</b>	-	-	(33,720)	(33,720)
<b>Cash or Fund Balances - Beginning of Year</b>	-	-	-	-
<b>Cash or Fund Balances (Deficit) - End of Year</b>	<u>\$ -</u>	<u>-</u>	<u>(33,720)</u>	<u>(33,720)</u>
<b>Reconciliation to GAAP Basis:</b>				
<i>Excess (Deficiency) of Revenues</i>				
<i>Over (Under) Expenditures</i>			\$ (33,720)	
Adjustments to Revenues			33,720	
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  
Tierra Adentro  
Schedule of Budgetary Comparisons - Budgetary Basis  
IDEA-B Entitlement 24106  
For The Year Ended June 30, 2015

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<b>REVENUES</b>				
Federal Grant	\$ 42,162	46,881	46,461	(420)
<b>Total Revenues</b>	<u>42,162</u>	<u>46,881</u>	<u>46,461</u>	<u>(420)</u>
<b>EXPENDITURES</b>				
Current:				
Instruction	-	7,975	7,975	-
Support Services:				
Students	42,162	38,906	38,906	-
<b>Total Expenditures</b>	<u>42,162</u>	<u>46,881</u>	<u>46,881</u>	<u>-</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>-</u>	<u>(420)</u>	<u>(420)</u>
<b>Net Changes in Fund Balances</b>	<u>-</u>	<u>-</u>	<u>(420)</u>	<u>(420)</u>
<b>Cash or Fund Balances - Beginning of Year</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Cash or Fund Balances (Deficit) - End of Year</b>	<u>\$ -</u>	<u>-</u>	<u>(420)</u>	<u>(420)</u>
<b>Reconciliation to GAAP Basis:</b>				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (420)	
Adjustments to Revenues			420	
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  
Tierra Adentro  
Schedule of Budgetary Comparisons - Budgetary Basis  
IDEA-B Risk Pool 24120  
For The Year Ended June 30, 2015

	Budgeted Amounts		Actual Amount	Variance Positive (Negative)
	Original Budget	Final Budget		
<b>REVENUES</b>				
Federal Grant	\$ -	53	89,335	89,282
<b>Total Revenues</b>	<u>-</u>	<u>53</u>	<u>89,335</u>	<u>89,282</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>89,282</u>	<u>89,282</u>
<b>Net Changes in Fund Balances</b>	<u>-</u>	<u>-</u>	<u>89,282</u>	<u>89,282</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>89,282</u>	<u>89,282</u>
<b>Reconciliation to GAAP Basis:</b>				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ 89,282	
Adjustments to Revenues			(89,282)	
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  
Tierra Adentro  
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>		
<b>REVENUES</b>				
Federal Grant	\$ 9,344	14,621	12,873	(1,748)
<b>Total Revenues</b>	<u>9,344</u>	<u>14,621</u>	<u>12,873</u>	<u>(1,748)</u>
<b>EXPENDITURES</b>				
Current:				
Instruction	8,144	13,421	12,342	1,079
Support Services:				
School Administration	1,200	1,200	857	343
<b>Total expenditures</b>	<u>9,344</u>	<u>14,621</u>	<u>13,199</u>	<u>1,422</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	(326)	(326)
<b>Net changes in Fund Balances</b>	-	-	(326)	(326)
<b>Cash or Fund Balances - Beginning of Year</b>	-	-	-	-
<b>Cash or Fund Balances (Deficit) - End of Year</b>	<u>\$ -</u>	<u>-</u>	<u>(326)</u>	<u>(326)</u>
<b>Reconciliation to GAAP Basis:</b>				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (326)	
Adjustments to Revenues			326	
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  
Tierra Adentro  
Schedule of Budgetary Comparisons - Budgetary Basis  
Title XIX Medicaid 25152  
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>		
<b>REVENUES</b>				
Federal Grant	\$ -	473	1,245	772
<b>Total Revenues</b>	<u>-</u>	<u>473</u>	<u>1,245</u>	<u>772</u>
<b>EXPENDITURES</b>				
Current:				
Support Services:				
Students	-	4,294	875	3,419
<b>Total Expenditures</b>	<u>-</u>	<u>4,294</u>	<u>875</u>	<u>3,419</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>(3,821)</u>	<u>370</u>	<u>4,191</u>
<b>Other Financing Sources (Uses):</b>				
Designated Cash	-	3,821	-	(3,821)
<b>Total Other Financing Sources (Uses):</b>	<u>-</u>	<u>3,821</u>	<u>-</u>	<u>(3,821)</u>
<b>Net Changes in Fund Balances</b>	<u>-</u>	<u>-</u>	<u>370</u>	<u>370</u>
<b>Cash or Fund Balances - Beginning of Year</b>	<u>-</u>	<u>-</u>	<u>3,821</u>	<u>3,821</u>
<b>Cash or Fund Balances - End of Year</b>	<u>\$ -</u>	<u>-</u>	<u>4,191</u>	<u>4,191</u>
<b>Reconciliation to GAAP Basis:</b>				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ 370	
Adjustments to Revenues			-	
Adjustments to Expenditures			(187)	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ 183</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Tierra Adentro  
Schedule of Budgetary Comparisons - Budgetary Basis  
Elementary and Middle School Initiative 26177  
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>		
<b>REVENUES</b>				
Local & County Grant	\$ -	8,070	8,069	(1)
<b>Total Revenues</b>	<u>-</u>	<u>8,070</u>	<u>8,069</u>	<u>(1)</u>
<b>EXPENDITURES</b>				
Current:				
Instruction	-	6,785	2,995	3,790
Support Services:				
Students	-	1,285	1,236	49
<b>Total Expenditures</b>	<u>-</u>	<u>8,070</u>	<u>4,231</u>	<u>3,839</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>-</u>	<u>3,838</u>	<u>3,838</u>
<b>Net Changes in Fund Balances</b>	<u>-</u>	<u>-</u>	<u>3,838</u>	<u>3,838</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>3,838</u>	<u>3,838</u>
<b>Reconciliation to GAAP Basis:</b>				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ 3,838	
Adjustments to revenues			-	
Adjustments to expenditures			(3,838)	
<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  
 Tierra Adentro  
 Schedule of Budgetary Comparisons - Budgetary Basis  
 Dual Credit Instructional Materials 27103  
 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>		
<b>REVENUES</b>				
State Grant	\$ -	391	332	(59)
<b>Total Revenues</b>	<u>-</u>	<u>391</u>	<u>332</u>	<u>(59)</u>
<b>EXPENDITURES</b>				
Current:				
Instruction	-	391	391	-
<b>Total Expenditures</b>	<u>-</u>	<u>391</u>	<u>391</u>	<u>-</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>-</u>	<u>(59)</u>	<u>(59)</u>
<b>Net Changes in Fund Balances</b>	<u>-</u>	<u>-</u>	<u>(59)</u>	<u>(59)</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>(59)</u>	<u>(59)</u>
<b>Reconciliation to GAAP Basis:</b>				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (59)	
Adjustments to Revenues			264	
Adjustments to Expenditures			(205)	
<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  
Tierra Adentro  
Schedule of Budgetary Comparisons - Budgetary Basis  
2012 GO Bond Student Library SB-66 27107  
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>		
<b>REVENUES</b>				
State Grant	\$ -	626	2,599	1,973
<b>Total Revenues</b>	<u>-</u>	<u>626</u>	<u>2,599</u>	<u>1,973</u>
<b>EXPENDITURES</b>				
Current:				
Support Services:				
Instruction	-	626	-	626
<b>Total Expenditures</b>	<u>-</u>	<u>626</u>	<u>-</u>	<u>626</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>-</u>	<u>2,599</u>	<u>2,599</u>
<b>Net Changes in Fund Balances</b>	<u>-</u>	<u>-</u>	<u>2,599</u>	<u>2,599</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>2,599</u>	<u>2,599</u>
<b>Reconciliation to GAAP Basis:</b>				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ 2,599	
Adjustments to Revenues			(2,599)	
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  
Tierra Adentro  
Schedule of Budgetary Comparisons - Budgetary Basis  
After School Enrichment Program 27168  
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>		
<b>REVENUES</b>				
State Grant	\$ -	50,000	-	(50,000)
<b>Total Revenues</b>	<u>-</u>	<u>50,000</u>	<u>-</u>	<u>(50,000)</u>
<b>EXPENDITURES</b>				
Current:				
Instruction	-	49,176	35,225	13,951
Support Services:				
School Administration	-	824	824	-
<b>Total Expenditures</b>	<u>-</u>	<u>50,000</u>	<u>36,049</u>	<u>13,951</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>-</u>	<u>(36,049)</u>	<u>(36,049)</u>
<b>Net Changes in Fund Balances</b>	<u>-</u>	<u>-</u>	<u>(36,049)</u>	<u>(36,049)</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>(36,049)</u>	<u>(36,049)</u>
<b>Reconciliation to GAAP Basis:</b>				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (36,049)	
Adjustments to Revenues			47,734	
Adjustments to Expenditures			(11,685)	
<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  
Tierra Adentro  
Schedule of Budgetary Comparisons - Budgetary Basis  
GOB Instructional Materials 27171  
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>		
<b>REVENUES</b>				
State Grant	\$ -	-	1,981	1,981
<b>Total Revenues</b>	<u>-</u>	<u>-</u>	<u>1,981</u>	<u>1,981</u>
<b>EXPENDITURES</b>				
Current:				
Instruction	-	-	-	-
<b>Total Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			<u>1,981</u>	<u>1,981</u>
<b>Net Changes in Fund Balances</b>	<u>-</u>	<u>-</u>	<u>1,981</u>	<u>1,981</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>1,981</u>	<u>1,981</u>
<b>Reconciliation to GAAP Basis:</b>				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ 1,981	
Adjustments to Revenues			(1,981)	
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  
Tierra Adentro  
Schedule of Budgetary Comparisons - Budgetary Basis  
STEM Teacher Initiative Grant 27181  
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>		
<b>REVENUES</b>				
State Grant	\$ -	24,300	17,644	(6,656)
<b>Total Revenues</b>	<u>-</u>	<u>24,300</u>	<u>17,644</u>	<u>(6,656)</u>
<b>EXPENDITURES</b>				
Current:				
Instruction	-	24,300	24,300	-
<b>Total Expenditures</b>	<u>-</u>	<u>24,300</u>	<u>24,300</u>	<u>-</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>-</u>	<u>(6,656)</u>	<u>(6,656)</u>
<b>Net Changes in Fund Balances</b>	<u>-</u>	<u>-</u>	<u>(6,656)</u>	<u>(6,656)</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>(6,656)</u>	<u>(6,656)</u>
<b>Reconciliation to GAAP Basis:</b>				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (6,656)	
Adjustments to Revenues			6,656	
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  
Tierra Adentro  
Schedule of Budgetary Comparisons - Budgetary Basis  
Next Gen Assessments 27185  
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>		
<b>REVENUES</b>				
State Grant	\$ -	-	4,635	4,635
<b>Total Revenues</b>	<u>-</u>	<u>-</u>	<u>4,635</u>	<u>4,635</u>
<b>EXPENDITURES</b>				
Current:				
Instruction	-	-	-	-
<b>Total Expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>-</u>	<u>4,635</u>	<u>4,635</u>
<b>Net Changes in Fund Balances</b>	<u>-</u>	<u>-</u>	<u>4,635</u>	<u>4,635</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>4,635</u>	<u>4,635</u>
<b>Reconciliation to GAAP Basis:</b>				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ 4,635	
Adjustments to Revenues			(4,635)	
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  
Tierra Adentro  
Schedule of Budgetary Comparisons - Budgetary Basis  
Private Direct Grants 29102  
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>		
<b>REVENUES</b>				
Local & County Grant	\$ -	-	-	-
<b>Total Revenues</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>EXPENDITURES</b>				
Current:				
Instruction	-	124	-	124
<b>Total Expenditures</b>	<u>-</u>	<u>124</u>	<u>-</u>	<u>124</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>(124)</u>	<u>-</u>	<u>124</u>
<b>Other financing sources (uses):</b>				
Designated Cash	-	124	-	(124)
<b>Total other financing sources (uses):</b>	<u>-</u>	<u>124</u>	<u>-</u>	<u>(124)</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>124</u>	<u>124</u>
<b>Cash or Fund Balances - End of Year</b>	<u>\$ -</u>	<u>-</u>	<u>124</u>	<u>124</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  
Tierra Adentro  
Schedule of Budgetary Comparisons - Budgetary Basis  
McCune Charitable Foundation 29114  
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>		
<b>REVENUES</b>				
Local & County Grant	\$ -	15,000	15,000	-
<b>Total Revenues</b>	<u>-</u>	<u>15,000</u>	<u>15,000</u>	<u>-</u>
<b>EXPENDITURES</b>				
Current:				
Instruction	-	13,385	13,385	-
Support Services:				
Students	-	10,252	10,252	-
<b>Total Expenditures</b>	<u>-</u>	<u>23,637</u>	<u>23,637</u>	<u>-</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>(8,637)</u>	<u>(8,637)</u>	<u>-</u>
<b>Other financing sources (uses):</b>				
Designated Cash	-	8,637	-	(8,637)
<b>Total other financing sources (uses):</b>	<u>-</u>	<u>8,637</u>	<u>-</u>	<u>(8,637)</u>
<b>Net Changes in Fund Balances</b>	<u>-</u>	<u>-</u>	<u>(8,637)</u>	<u>(8,637)</u>
<b>Cash or Fund Balances - Beginning of Year</b>	<u>-</u>	<u>-</u>	<u>8,637</u>	<u>8,637</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>			\$ (8,637)	
Adjustments to Revenues			-	
Adjustments to Expenditures			-	
<b>NET CHANGE IN FUND BALANCE</b>			<u>\$ (8,637)</u>	

The accompanying notes are an integral part of these financial statements

STATE OF NEW MEXICO  
 PUBLIC EDUCATION DEPARTMENT  
 Tierra Adentro  
 Schedule of Budgetary Comparisons - Budgetary Basis  
 Public School Capital Outlay 31200  
 For The Year Ended June 30, 2015

	<u>Budgeted Amounts</u>		<u>Actual Amount</u>	<u>Variance Positive (Negative)</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
<b>REVENUES</b>				
State Grant	\$ -	140,281	140,281	-
<b>Total Revenues</b>	<u>-</u>	<u>140,281</u>	<u>140,281</u>	<u>-</u>
<b>EXPENDITURES</b>				
Capital Outlay	-	140,281	140,281	-
<b>Total Expenditures</b>	<u>-</u>	<u>140,281</u>	<u>140,281</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  
Tierra Adentro  
Schedule of Budgetary Comparisons - Budgetary Basis  
Special Capital Outlay State 31400  
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>		
<b>REVENUES</b>				
State Grant	\$ 105,000	67,425	37,575	(29,850)
<b>Total Revenues</b>	<u>105,000</u>	<u>67,425</u>	<u>37,575</u>	<u>(29,850)</u>
<b>EXPENDITURES</b>				
Capital Outlay	105,000	67,425	65,000	2,425
<b>Total Expenditures</b>	<u>105,000</u>	<u>67,425</u>	<u>65,000</u>	<u>2,425</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	(27,425)	(27,425)
<b>Net Changes in Fund Balances</b>	-	-	(27,425)	(27,425)
<b>Cash or Fund Balances - Beginning of Year</b>	-	-	-	-
<b>Cash or Fund Balances (Deficit) - End of Year</b>	<u>\$ -</u>	<u>-</u>	<u>(27,425)</u>	<u>(27,425)</u>
<b>Reconciliation to GAAP Basis:</b>				
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>			\$ (27,425)	
Adjustments to Revenues			27,425	
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  
 Tierra Adentro  
 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	\$ -
				\$ -
Total Cash in Bank per Schedule of Cash Accounts:				\$ 111,096
Less: FDIC coverage:				(111,096)
Uninsured Public Funds:				-
Collateral Requirement:				-
Pledged Collateral Held by Pledging Financial Institution:				-
<b>Balance Over Collateralized:</b>				<b>\$ -</b>
<b>Balance Uninsured and Uncollateralized at June 30, 2015:</b>				<b>\$ -</b>

The accompanying notes are an integral part of these financial statements

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STATE OF NEW MEXICO  
 PUBLIC EDUCATION DEPARTMENT  
 Tierra Adentro  
 Schedule of Cash Accounts  
 June 30, 2015

<u>Bank Account Type</u>	<u>Wells Fargo</u>
Checking - Operational Account	\$ 59,670
Checking - Activity Account	51,426
<b><i>Total on Deposit</i></b>	<b>111,096</b>
Reconciling Items	(3,997)
Reconciled Balance June 30, 2015	107,099
Less Agency Funds	(51,426)
<b><i>Total Cash</i></b>	<b>\$ 55,673</b>

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

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Tierra Adentro  
Cash Reconciliation  
June 30, 2015

	Operational 11000	Instructional Materials 14000	Food Services 21000	Non-Instruct. Fund 23000
Cash, June 30, 2014	\$ 217,702	5,287	-	39,448
Add:				
2014-15 revenues	<u>2,189,834</u>	<u>16,933</u>	<u>83,634</u>	<u>40,828</u>
<b>Total Cash Available</b>	2,407,536	22,220	83,634	80,276
Less:				
2014-15 expenditures	(2,357,191)	(11,865)	(83,105)	(28,850)
Receivables/Payables	(18,622)	-	-	-
Outstanding Loans	<u>4,763</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Cash June 30, 2015</b>	<u>36,486</u>	<u>10,355</u>	<u>529</u>	<u>51,426</u>
Fund Balance Reconciliations to GAAP Basis:				
Audit reclassifications to cash	-	-	-	-
<b>Cash Per Books</b>	<u>36,486</u>	<u>10,355</u>	<u>529</u>	<u>51,426</u>
Fund Balance Reconciliation to GAAP Basis:				
Modified Accrual Adjustments	(28,350)	-	-	(51,426)
Fund Balance (Deficit), Modified Accrual Basis	<u>\$ 8,136</u>	<u>10,355</u>	<u>529</u>	<u>-</u>

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

<b>Federal Projects Account 24000</b>	<b>Federal Direct Account 25000</b>	<b>Local Grant Account 26000</b>	<b>State Account 27000</b>	<b>Local or State Fund 29000</b>	<b>Public School Capital Outlay 31200</b>
52	3,821	-	-	8,761	-
<u>180,844</u>	<u>1,245</u>	<u>8,069</u>	<u>27,191</u>	<u>15,000</u>	<u>140,281</u>
180,896	5,066	8,069	27,191	23,761	140,281
(126,028)	(875)	(4,231)	(60,740)	(23,637)	(140,281)
7,238	-	150	3,631	-	-
<u>(62,106)</u>	<u>-</u>	<u>-</u>	<u>29,918</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>4,191</u>	<u>3,988</u>	<u>-</u>	<u>124</u>	<u>-</u>
-	-	-	-	-	-
<u>-</u>	<u>4,191</u>	<u>3,988</u>	<u>-</u>	<u>124</u>	<u>-</u>
-	(187)	(3,988)	(443)	-	-
<u>-</u>	<u>4,004</u>	<u>-</u>	<u>(443)</u>	<u>124</u>	<u>-</u>

STATE OF NEW MEXICO  
PUBLIC EDUCATION DEPARTMENT  
Tierra Adentro  
Cash Reconciliation - (Continued)  
June 30, 2015

	Special Capital Outlay - State	
	<u>31400</u>	<u>Total</u>
Cash, June 30, 2014	\$ -	275,071
Add:		
2014-15 revenues	<u>37,575</u>	<u>2,741,434</u>
<b>Total Cash Available</b>	37,575	3,016,505
Less:		
2014-15 expenditures	(65,000)	(2,901,803)
Receivables/Payables	-	(7,603)
Outstanding Loans	<u>27,425</u>	<u>-</u>
<b>Cash June 30, 2015</b>	<u>-</u>	<u>107,099</u>
Fund Balance Reconciliations to GAAP Basis:		
Audit reclassifications to cash	<u>-</u>	<u>-</u>
<b>Cash Per Books</b>	<u>-</u>	<u>107,099</u>
Less: Activity Funds:		<u>(51,426)</u>
		<u>\$ 55,673</u>
Fund Balance Reconciliation to GAAP Basis:		
Modified Accrual Adjustments	<u>-</u>	<u>(84,394)</u>
Fund Balance (Deficit), Modified Accrual Basis	<u>\$ -</u>	<u>22,705</u>

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