This Preliminary Official Statement and the information contained herein are subject to completion or amendment. These securities may not be sold nor may offers to buy be accepted prior to the time the Official Statement is delivered in final form. Under no circumstances shall this Preliminary Official Statement constitute an offer to sell or a solicitation of an offer to buy nor shall there be any sale of these securities in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration or qualification under the securities laws of any such jurisdiction.

NEW ISSUE
BOOK-ENTRY ONLY

S&P (unenhanced): "AA"
See "RATING" herein.

In the opinion of Modrall, Sperling, Roehl, Harris & Sisk, P.A., Bond Counsel, based upon an analysis of existing laws, regulations, rulings and court decisions, and assuming, among other matters, the accuracy of certain representations and compliance with certain covenants, interest on the Series 2026 Bonds (as defined below) is excluded from gross income for federal income tax purposes under Section 103 of the Internal Revenue Code of 1986 (the "Code"). In the further opinion of Bond Counsel, interest on the Series 2026 Bonds is not a specific preference item for purposes of the federal alternative minimum tax; however, interest on the Series 2026 Bonds is included in the "adjusted financial statement income" of certain corporations that are subject to the alternative minimum tax under Section 55 of the Code. Bond Counsel is also of the opinion based on existing laws of the State of New Mexico as enacted and construed that interest on the Series 2026 Bonds is exempt from all taxation by the State of New Mexico or any political subdivision thereof. Bond Counsel expresses no opinion regarding any other tax consequences related to the ownership or disposition of, or the amount, accrual or receipt of interest on, the Series 2026 Bonds. See "TAX MATTERS" herein.

ALBUQUERQUE MUNICIPAL SCHOOL DISTRICT NO. 12
Bernalillo and Sandoval Counties, New Mexico

$87,500,000*
General Obligation School Bonds
Series 2026A

$53,780,000*
General Obligation Refunding Bonds
Series 2026B

Dated: Date of Delivery **Due: August 1, as shown on inside cover**

The Albuquerque Municipal School District No. 12, Bernalillo and Sandoval Counties, New Mexico, General Obligation School Bonds, Series 2026A (the "Series 2026A Bonds") and General Obligation Refunding Bonds, Series 2026B (the "Series 2026B Bonds," and together with the 2026A Bonds, the "Series 2026 Bonds") are being issued as fully registered bonds to be sold in denominations of $5,000 or any integral multiple thereof. The Depository Trust Company New York, New York ("DTC") will act as securities depository for the Series 2026 Bonds through its nominee, Cede & Co. One fully registered bond equal to the principal amount of each maturity of each series of the Series 2026 Bonds will be registered in the name of Cede & Co. Individual purchases of Series 2026 Bonds will be made in book-entry form only and beneficial owners of the Series 2026 Bonds will not receive physical delivery of bond certificates, except as described herein. Upon receipt of payments of principal and interest, DTC will remit such payments to its participants for subsequent disbursement to the beneficial owners of the Series 2026 Bonds.

Principal of and interest on the Series 2026 Bonds will be payable to DTC, or its nominee, as owner of the Series 2026 Bonds, by BOKF, NA, as Paying Agent and Registrar for the Series 2026 Bonds. Interest on the Series 2026 Bonds will be payable semi-annually on each February 1 and August 1, commencing August 1, 2026 until maturity or prior redemption.

See Inside Cover Page for Maturity Dates, Principal Amounts, Interest Rates or Yields and CUSIPs.

The Series 2026A Bonds will be subject to optional redemption prior to maturity as described herein. The 2026B Bonds will not be subject to optional redemption prior to maturity.

As more specifically described herein, the Series 2026 Bonds are being issued for the purposes of (i) financing the cost of erecting, remodeling, making additions to, furnishing and purchasing school facilities, (ii) refunding certain outstanding general obligation bonds of the District as set forth in Schedule I attached hereto, and (iii) paying expenses related to the issuance of the Series 2026 Bonds.

The Series 2026 Bonds constitute general obligation indebtedness of the District, payable from property taxes levied against all taxable property in the District, without limitation of rate or amount, and the full faith and credit of the District is pledged for the payment of the Series 2026 Bonds.

In connection with the issuance of the Series 2026 Bonds, the District will commit to provide certain annual information and notice of certain events as described herein under the caption "CONTINUING DISCLOSURE UNDERTAKING."

This Cover Page, including the inside cover page, contains information for convenient and quick reference only. It is not a summary of this Official Statement. Investors must read this entire Official Statement to obtain information essential and material to the making of an informed investment decision.

Certain legal matters will be passed on by Modrall, Sperling, Roehl, Harris & Sisk, P.A., Albuquerque, New Mexico, as Bond Counsel. Certain legal matters will also be passed on for the District by Taft Stettinius & Hollister LLP, Albuquerque, New Mexico, as Disclosure Counsel to the District. Delivery of the Series 2026 Bonds is also subject to the delivery of an approving opinion of the Attorney General of the State of New Mexico. The Underwriters are being represented by McCall, Parkhurst & Horton L.L.P., Dallas, Texas. RBC Capital Markets, LLC, Albuquerque, New Mexico, serves as Municipal Advisor to the District. It is expected that the Series 2026 Bonds will be available for delivery through the facilities of DTC on or about June 11, 2026.

STIFEL Jefferies

This Official Statement is dated [___], 2026, and the information contained herein speaks only as of that date.

* Preliminary, subject to change.

MATURITY SCHEDULE

ALBUQUERQUE MUNICIPAL SCHOOL DISTRICT NO. 12
Bernalillo and Sandoval Counties, New Mexico

(CUSIP© 6-digit issuer number: 013595)

$87,500,000*
General Obligation School Bonds
Series 2026A

Maturity Date (August 1)	Principal Amount*	Interest Rate	Price or Yield	CUSIP© Suffix	Maturity Date (August 1)	Principal Amount*	Interest Rate	Price or Yield	CUSIP© Suffix
2026	$22,000,000				2034	$4,370,000			
2027	4,370,000				2035	4,370,000			
2028	4,370,000				2036	4,370,000			
2029	4,370,000				2037	4,370,000			
2030	4,370,000				2038	4,370,000			
2031	4,370,000				2039	4,370,000			
2032	4,370,000				2040	4,370,000			
2033	4,370,000				2041	4,320,000			

$53,780,000*
General Obligation Refunding Bonds
Series 2026B

Maturity Date (August 1)	Principal Amount*	Interest Rate	Price or Yield	CUSIP© Suffix
2026	$925,000			
2027	7,625,000			
2028	7,605,000			
2029	7,590,000			
2030	7,565,000			
2031	7,545,000			
2032	7,525,000			
2033	7,400,000			

* Preliminary, subject to change.

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ALBUQUERQUE MUNICIPAL SCHOOL DISTRICT NO. 12
Bernalillo and Sandoval Counties, New Mexico

BOARD OF EDUCATION

Ronalda Tome-Warito, President	District 2
Rebecca Betzen, Vice President	District 3
Heather Benavidez, Secretary	District 4
Janelle Astorga	District 1
Joshua Martinez	District 5
Dr. Warigia Bowman	District 6
Courtney I. Jackson	District 7

ADMINISTRATION

Dr. Gabriella Blakey, Superintendent
Rennette Apodaca, MPA, CPPO, Chief Financial Officer
Dr. Antonio Gonzales, Deputy Superintendent of Operations
Dr. Randy Mahlerwein, Deputy Superintendent of Leadership and Learning

BOND COUNSEL

Modrall, Sperling, Roehl, Harris & Sisk, P.A., Albuquerque, New Mexico

DISCLOSURE COUNSEL

Taft Stettinius & Hollister LLP, Albuquerque, New Mexico

PAYING AGENT/REGISTRAR

BOKF, NA, Albuquerque, New Mexico

MUNICIPAL ADVISOR

RBC Capital Markets, LLC, Albuquerque, New Mexico

UNDERWRITERS

Stifel, Nicolaus & Company, Incorporated, Albuquerque, New Mexico
Jefferies LLC, San Antonio, Texas

For purposes of compliance with Rule 15c2-12 ("Rule 15c2-12") of the United States Securities and Exchange Commission (the "SEC"), this document constitutes an Official Statement of the District with respect to the Series 2026 Bonds that has been "deemed final" by the District as of its date, except for the omission of no more than the information permitted by Rule 15c2-12.

No dealer, salesperson or other person has been authorized by Albuquerque Municipal School District No. 12, Bernalillo and Sandoval Counties, New Mexico (the "District") to give any information or to make any statements or representations, other than those contained in this Official Statement, and, if given or made, such other information, statements or representations must not be relied upon as having been authorized. This Official Statement does not constitute an offer to sell or solicitation of an offer to buy any of the Series 2026 Bonds in any jurisdiction in which such offer or solicitation is not authorized, or in which any person making such offer or solicitation is not qualified to do so, or to any person to whom it is unlawful to make such offer or solicitation in such jurisdiction. This Official Statement contains, in part, estimates and matters of opinion that are not intended as statements of fact, and no representation or warranty is made as to the correctness of such estimates and opinions or that they will be realized.

The information contained in this Official Statement has been obtained from the District and other sources which are deemed to be reliable. The Underwriters have reviewed the information in this Official Statement in accordance with, and as part of, their respective responsibilities to investors under the federal securities laws as applied to the facts and circumstances of this transaction, but the Underwriters do not guarantee the accuracy or completeness of such information. The information in this Official Statement is subject to change without notice, and neither the delivery of this Official Statement nor any sale hereunder shall, under any circumstances, create any implication that there has been no change in the affairs of the District or others since the date hereof.

This Official Statement contains statements relating to future results that are "forward-looking statements" as defined in the Private Securities Litigation Reform Act of 1995, as amended. When used in this Official Statement, the words "estimate," "anticipate," "forecast," "project," "intend," "propose," "plan," "expect" and similar expressions identify forward-looking statements. Any forward-looking statement is subject to uncertainty and risks that could cause actual results to differ, possibly materially, from those contemplated in such forward-looking statements. Inevitably, some assumptions used to develop forward-looking statements will not be realized or unanticipated events and circumstances may occur. Therefore, investors should be aware that there are likely to be differences between forward-looking statements and actual results; those differences could be material.

The Series 2026 Bonds have not been registered under the Securities Act of 1933, as amended, in reliance upon exemptions contained in such Act, nor have the Series 2026 Bonds been registered or qualified in any state. Neither the SEC nor any other federal, state, municipal or other governmental entity, nor any agency or department thereof, has passed upon the merits of the Series 2026 Bonds or the accuracy or completeness of this Official Statement. Any representation to the contrary may be a criminal offense.

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OFFICIAL STATEMENT

ALBUQUERQUE MUNICIPAL SCHOOL DISTRICT NO. 12
Bernalillo and Sandoval Counties, New Mexico

$87,500,000*	**$53,780,000***
General Obligation School Bonds	**General Obligation Refunding Bonds**
Series 2026A	**Series 2026B**

INTRODUCTION

Generally

This Official Statement, which includes the cover page, Schedule I and appendices hereto, provides certain information in connection with the offer and sale by the Albuquerque Municipal School District No. 12, Bernalillo and Sandoval Counties, New Mexico (the "District") of its General Obligation School Bonds, Series 2026A in the original aggregate principal amount of $87,500,000* (the "Series 2026A Bonds") and its General Obligation Refunding Bonds, Series 2026B in the original aggregate principal amount of $53,780,000* (the "Series 2026B Bonds" and together with the 2026A Bonds, the "2026 Bonds"). On May 6, 2026, the District's Board of Education (the "Board") delegated, pursuant to a Delegation of Authority Resolution (the "Delegation Resolution") permitted by Section 6-14-10.2, NMSA 1978, pricing of the Series 2026 Bonds and certain other matters to the District's Superintendent and Chief Financial Officer, who will approve the final terms of the Series 2026 Bonds set forth in the Pricing Certificate (together with the Delegation Resolution, the "Bond Resolution").

This introduction is not a summary of this Official Statement. It is only a brief description of and guide to, and is qualified by, more complete and detailed information contained in the entire Official Statement, including the cover page, Schedule I and appendices hereto, and the documents summarized or described herein. A full review should be made of the entire Official Statement. The offering of Series 2026 Bonds to potential investors is made only by means of the entire Official Statement.

The District

The District is a political subdivision of the State of New Mexico (the "State") organized for the purpose of operating and maintaining an educational program for the school-age children residing within its boundaries. The District encompasses almost all of Bernalillo County and a portion of Sandoval County (the "Counties"). Both Counties are centrally located in New Mexico. The District's boundaries encompass all of the City of Albuquerque and the Villages of Tijeras, Los Ranchos and Corrales. The District's 2025 assessed valuation is $23,552,693,627. The District had an enrollment of 66,225 students for the 2024-25 school year based on the 80/120 day average count. There are 30 charter schools operating within the District's boundaries with 8,584 students attending in the 2024-25 school year based on the 80/120 day average count. The District's powers are subject to regulations adopted by the New Mexico Public Education Department ("PED"). See "THE DISTRICT." For financial and other information concerning the District, see Appendix B – "ECONOMIC, DEMOGRAPHIC AND FINANCIAL INFORMATION." The District's Fiscal Year ends June 30 and is referred to in this Official Statement as the "Fiscal Year."

* Preliminary, subject to change.

Purpose of the Series 2026A Bonds

Proceeds from the sale of the Series 2026A Bonds will be used to finance the cost of (i) erecting, remodeling, making additions to and furnishing school buildings; purchasing or improving school grounds; purchasing computer software and hardware for students in the District; providing matching funds for capital outlay projects funded pursuant to the Public School Capital Outlay Act; or any combination of those purposes (collectively, the " Improvement Projects") and (ii) paying expenses related to issuance of the Series 2026A Bonds. See "PLAN OF FINANCING – The Improvement Projects." The Series 2026A Bonds represent $87.5 million* of $350 million in bonds authorized by voters at an election held on November 4, 2025 (the "2025 Bond Election"). After the issuance of the Series 2026A Bonds, there will be $262,500,000* remaining authorization under the 2025 Bond Election.

Purpose of the Series 2026B Bonds

Proceeds from the sale of the Series 2026B Bonds will be used to finance the cost of (i) refunding, refinancing and defeasing the District's General Obligation School Building Bonds, Series 2017 (the "Series 2017 Bonds") maturing on and after August 1, 2026 (the "Refunding Project") on the date of issuance of the Series 2026B Bonds, and (ii) paying expenses related to issuance of the Series 2026B Bonds. At the time of issuance of the Series 2026B Bonds, the District will deposit a portion of the proceeds of the Series 2026B Bonds to an escrow fund (the "Escrow Fund") held with BOKF, N.A. (the "Escrow Agent") pursuant to an Escrow Agreement (the "Escrow Agreement") by and between the District and the Escrow Agent, resulting in the defeasance of the Series 2017 Bonds to their redemption date of August 1, 2026. Causey, Demgen & Moore, P.C., Certified Public Accountants, Denver, Colorado (the "Verification Agent"), will provide a verification report with respect to the adequacy of amounts deposited to the Escrow Fund to defease and redeem the Refunded Bonds. See "PLAN OF FINANCING – The Refunding Project," "VERIFICATION OF MATHEMATICAL COMPUTATIONS," and "SCHEDULE I – REFUNDED BONDS."

Authority for Issuance

The Series 2026 Bonds are being issued under the authority of and pursuant to the Constitution and laws of the State, including Sections 22-18-1 through 22-18-13 NMSA 1978, Sections 6-14-9 and 6-14-10.2 NMSA 1978 and Sections 6-15-3 through 6-15-13 NMSA 1978, as amended, and all enactments of the District Board relating to the issuance of the Series 2026 Bonds, including the Bond Resolution. The New Mexico Attorney General will provide an approval as to the form and legality with respect to the Series 2026 Bonds as required under Section 22-18-9 NMSA. The Series 2026A Bonds are also being issued pursuant to authorization received at the 2021 Bond Election.

Sources of Payment for the Series 2026 Bonds

The Series 2026 Bonds are general obligations of the District and payable from ad valorem taxes that are levied against all taxable property within the District without limitation as to rate or amount. Neither the State nor the Counties have any responsibility to pay the debt service on the Series 2026 Bonds. See "SECURITY AND SOURCES OF PAYMENT."

* Preliminary, subject to change.

The Series 2026 Bonds are additionally secured by the New Mexico School District Enhancement Program as discussed in more detail under "SECURITY AND SOURCES OF PAYMENT – New Mexico School District Enhancement Program" herein.

Terms of the Series 2026 Bonds

Payments

The Series 2026 Bonds will be dated their date of initial delivery to the Underwriters. Interest on the Series 2026 Bonds is payable on February 1 and August 1, commencing August 1, 2026 until maturity or prior redemption. The Series 2026 Bonds will be issued in the aggregate principal amounts and will mature on the dates and in the amounts shown on the inside cover page of this Official Statement. Payments on the Series 2026 Bonds will be made by BOKF, NA, as the initial Paying Agent and Registrar for the Series 2026 Bonds (the "Paying Agent/Registrar").

Denominations

The Series 2026 Bonds are issuable in denominations of $5,000 or integral multiples thereof.

Book-Entry System

Individual purchases will be made in book-entry form only and purchasers of the Series 2026 Bonds will not receive physical delivery of bond certificates except as more fully described herein. Payments of principal of and interest on the Series 2026 Bonds will be made directly to The Depository Trust Company, New York, New York ("DTC") or its nominee, Cede & Co., by the Paying Agent/Registrar, so long as DTC or Cede & Co. is the sole registered owner. Upon receipt of such payments, DTC is to remit such payments to DTC participants for subsequent disbursement to the beneficial owners of the Series 2026 Bonds, all as more fully described in Appendix E – "BOOK-ENTRY ONLY SYSTEM."

In reading this Official Statement, it should be understood that while the Series 2026 Bonds are in book-entry only form, references in other sections of this Official Statement to owners of the Series 2026 Bonds should be read to include the person for whom the Participant (as hereinafter defined) and indirect participants acquire an interest in the Series 2026 Bonds, but (i) all rights of ownership must be exercised through DTC and the book-entry only system as described more fully herein, and (ii) notices that are to be given to owners by the District or the Paying Agent/Registrar will be given only to DTC.

Redemption of Series 2026A Bonds

The Series 2026A Bonds are subject to optional redemption prior to maturity as provided herein. See "THE SERIES 2026 BONDS – Optional Redemption Prior to Maturity."

No Redemption of Series 2026B Bonds

The Series 2026B Bonds are <u>not</u> subject to optional redemption prior to maturity.

Commitment to Provide Continuing Disclosure

The District will agree for the benefit of the owners of the Series 2026 Bonds that, so long as the Series 2026 Bonds remain outstanding, the District will provide its annual audited financial statements and certain other financial information and operating data with the Municipal Securities Rulemaking Board ("MSRB") using its Electronic Municipal Market Access System ("EMMA") in conformity with Rule

15c2-12 of the United States Securities and Exchange Commission (the "Rule"), and will file notice of certain specific events with the MSRB, or as otherwise requested by the MSRB, as described in "CONTINUING DISCLOSURE UNDERTAKING" and Appendix D hereto.

Risk Factors

Climate Change and Natural Disasters

The State could experience, and is susceptible to additional, weather events and natural disasters that could be deemed extreme including, without limitation, periods of heat, droughts, floods, mud slides, tornadoes and other wind conditions and wildfires, which could result in negative economic impacts on the State and the District. Such effects may be exacerbated by a longer term shift in the climate over several decades, commonly referred to as climate change. Numerous scientific studies on climate change show that, among other effects on the global ecosystem, extreme temperatures may become more common, and extreme weather events may become more frequent as a result of increasing global temperatures attributable to atmospheric pollution. As a result, the District could lose tax revenues and many residents, businesses, and governmental operations could be displaced. Additionally, climate change concerns have led, and may continue to lead, to new laws and regulations at the federal and state levels (including but not limited to air, water, hazardous substances and waste regulations) that could have a material adverse effect on the operations and/or financial condition of the District. The District cannot predict the occurrence or extent of any future extreme weather events or natural disasters or the economic impacts that the occurrence of any such events may have on the State or the District.

Cybersecurity Risks

The District, like other public and private entities, relies on computer and other digital networks and systems to conduct its operations. As a recipient and provider of personal, private or other electronic sensitive information, the District may be the subject of cyber threats including, but not limited to, hacking, viruses, malware and other attacks on computer and other sensitive digital networks and systems. Entities or individuals may attempt to gain unauthorized remote access to the District's systems for the purposes of misappropriating assets or information or causing operational disruption or damage, or demanding ransom for restored access to files or information. No assurance can be given that the District's current efforts to manage cyber threats and security will, in all cases, be successful. The District cannot predict what future cyber security events may occur and what impact said events could have on its operations or finances.

The District relies on other entities and service providers in the course of operating the District, including the Counties with respect to the levy and collection of ad valorem property taxes, as well as other trustees, fiscal agents and dissemination agents. No assurance can be given that future cyber threats and attacks against other third-party entities or service providers will not impact the District and the owners of the Series 2026 Bonds, including the possibility of impacting the timely payments of debt service of the Series 2026 Bonds or timely filings pursuant to the Continuing Disclosure Undertaking.

Public Health Emergencies

Regional, national or global public health emergencies could have materially adverse regional, national or global economic and social impacts causing, among other things, the promulgation of local or state orders limiting certain activities, extreme fluctuations in financial markets and contraction in available liquidity, prohibitions of gatherings and public meetings in such places as entertainment venues, extensive job losses and declines in business activity across important sectors of the economy, impacts on supply chain and availability of resources, declines in business and consumer confidence that negatively impact economic conditions or cause an economic recession. The District cannot predict the extent to which its

operations or financial condition may decline nor the amount of increased costs, if any, that may be incurred by the District associated with operating during any public health emergencies, including, but not limited to, the amount of (1) costs to clean, sanitize and maintain its facilities, (2) costs to hire substitute employees, (3) costs to acquire supporting goods and services, or (4) costs to operate remotely and support the employees of the District. Accordingly, the District cannot predict the effect any public health emergencies will have on the finances or operations of the District or whether any such effects will have a material adverse effect on its ability to pay debt service on the Series 2026 Bonds.

Constitutional Amendments and Legislation Impacting Property Tax Exemptions

In 2024, New Mexico voters approved two amendments to New Mexico's Constitution that impact property tax revenues. Amendment 1 amends Article 8, Section 15 of the Constitution to extend the property tax exemption, currently only allowed for one hundred percent disabled veterans and their widow and widowers, to veterans with less than one hundred percent disability and their widows and widowers, based on the veteran's disability rating. Amendment 2 amends Article 8, Section 5 of the Constitution to increase the property tax exemption for honorably discharged members of the armed forces and their widows and widowers. This amendment increases the property tax exemption from the current amount of $4,000 to $10,000 a year, and thereafter subject to yearly inflation adjustments.

In the 2025 regular legislative session, the New Mexico Legislature adopted, and on March 20, 2025 the Governor signed, House Bill 47 implementing the expanded property tax exemptions created by these amendments. The legislation made the $10,000 veteran exemption applicable for the 2025 property tax year, affecting Fiscal Year 2026 collections, and provided for annual inflation adjustments. The disabled veterans' exemption become available for the 2026 property tax year, affecting Fiscal Year 2027 collections. Veterans eligible for both exemptions may be able to receive both exemptions applicable to a property in the order and manner set forth in the legislation. The economic impact of the change for honorably discharged veterans is expected to be non-material, but the economic impact of the adjustment for disabled veterans cannot be predicted at this time. See "PROPERTY TAXES – Property Subject to Taxation and Recent Property Tax Amendments."

Forward-Looking Statements

This Official Statement contains statements relating to future results that are "forward-looking statements" as defined in the Private Securities Litigation Reform Act of 1995, as amended. When used in this Official Statement, the words "estimate," "anticipate," "forecast," "project," "intend," "propose," "plan," "expect" and similar expressions identify forward-looking statements. Such statements are subject to risks and uncertainties that could cause actual results to differ materially from those contemplated in such forward-looking statements. Any forecast is subject to such uncertainties. Inevitably, some assumptions used to develop the forecasts will not be realized and unanticipated events and circumstances may occur. Therefore, there are likely to be differences between forecasts and actual results, and those differences may be material.

Professionals Involved in the Offering

At the time of the issuance and sale of the Series 2026 Bonds, Modrall, Sperling, Roehl, Harris & Sisk, P.A., Albuquerque, New Mexico, as Bond Counsel, will deliver a bond opinion with respect to each series of the Series 2026 Bonds, the form of which is included in Appendix C hereto. Certain legal matters will be passed upon for the District by the New Mexico Attorney General and by Taft Stettinius & Hollister LLP, Albuquerque, New Mexico, as Disclosure Counsel. The Underwriters (defined below) are being represented in connection with their purchase of the Series 2026 Bonds by McCall, Parkhurst & Horton L.L.P., Dallas, Texas. See "LEGAL MATTERS."

RBC Capital Markets, LLC, Albuquerque, New Mexico ("RBC") is employed as Municipal Advisor to the District in connection with the issuance of the Series 2026 Bonds. The Municipal Advisor's fee for services rendered with respect to the sale of the Series 2026 Bonds is contingent upon the issuance and delivery of the Series 2026 Bonds. RBC, in its capacity as Municipal Advisor, has not verified and does not assume any responsibility for the possible impact of any present, pending or future actions taken by any legislative or judicial bodies. The Municipal Advisor is not obligated to undertake, and has not undertaken to make, an independent verification of, or assume responsibility for, the accuracy, completeness, or fairness of the information in this Official Statement.

Offering and Delivery of the Series 2026 Bonds

The Series 2026 Bonds are offered when, as and if issued, subject to approval as to their legality by Bond Counsel and the satisfaction of certain other conditions. The Series 2026 Bonds will be distributed in the initial offering by Stifel, Nicolaus & Company, Incorporated and Jefferies LLC (collectively, the "Underwriters"), for which Stifel, Nicolaus & Company, Incorporated is acting as the senior managing underwriter and representative of the Underwriters. See "UNDERWRITING." It is anticipated that a single certificate for each maturity of the Series 2026 Bonds will be available for delivery through the facilities of DTC on or about June 11, 2026.

Other Information

This Official Statement speaks only as of its date, and the information contained herein is subject to change.

The quotations from, and summaries and explanations of, the statutes, regulations and documents contained herein do not purport to be complete and reference is made to said laws, regulations and documents for full and complete statements of their provisions. Copies, in reasonable quantity, of such laws, regulations and documents may be obtained during the offering period, upon request to the District and upon payment to the District of a charge for copying, mailing and handling, at P.O. Box 25704 (87125), 6400 Uptown Boulevard NE, Suite 305E, Albuquerque, New Mexico 87110, Attention: Chief Financial Officer.

Any statements in this Official Statement involving matters of opinion, whether or not expressly so stated, are intended as such and not as representations of fact. This Official Statement is not to be construed as a contract or agreement between the District and the purchasers or owners of any of the Series 2026 Bonds.

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PLAN OF FINANCING

Sources and Uses of Funds

The sources and uses of funds to be available in connection with the sale of the Series 2026 Bonds are set forth below.

SOURCES OF FUNDS:

	Series 2026A Bonds	Series 2026B Bonds	Total
Par Amount	$87,500,000*	$53,780,000*	$141,280,000*
Reoffering Premium [net]			
TOTAL SOURCES OF FUNDS			

USES OF FUNDS:

The Improvement Projects (Project Fund Deposit)			
The Refunding Project (Escrow Fund Deposit)			
Deposit to Debt Service Fund			
Underwriters' Discount(1)			
Costs of Issuance(2)			
TOTAL USES OF FUNDS			

(1) See "UNDERWRITING."

(2) The costs of issuance of the Series 2026 Bonds include legal and accounting fees, printing, paying agent, escrow and verification agent fees, rating fees and other miscellaneous costs.

The Improvement Projects

Proceeds from the sale of the Series 2026A Bonds will be used to finance the cost of the Improvement Projects and to pay the costs of issuance of the Series 2026A Bonds. See "INTRODUCTION – Purpose of the Series 2026A Bonds."

The Refunding Project

Proceeds from the sale of the Series 2026B Bonds will be used to finance the Refunding Project described in Schedule I and under "INTRODUCTION – Purpose of the Series 2026B Bonds" and to pay costs of issuance for the Series 2026B Bonds.

The specific principal amount of each maturity of the Series 2017 Bonds to be refunded (the "Refunded Series 2017 Bonds") will be determined by the District at the time the District and the Underwriters execute the Bond Purchase Agreements (as defined herein under "UNDERWRITING"). The refunding of the Refunded Series 2017 Bonds is subject to market conditions, and such bonds will only be refunded if such refunding results in acceptable debt service savings to the District.

The Bond Resolution provides that from a portion of the proceeds of Series 2026B Bonds and other available moneys, if any, the District will deposit to the Escrow Fund on the closing date, pursuant to an Escrow Agreement with the Escrow Agent, the amount necessary to accomplish the discharge and final payment of the Refunded Series 2017 Bonds on August 1, 2026 (the "Series 2017 Bonds Redemption Date"). Such funds will be held by the Escrow Agent in the Escrow Fund and used to purchase direct obligations of the United States of America (the "Federal Securities"). Under the Escrow Agreement, the

* Preliminary, subject to change.

Escrow Fund is irrevocably pledged to the payment of the principal with respect to the Refunded Series 2017 Bonds plus interest accrued with respect thereto due on the Series 2017 Bonds Redemption Date.

Causey, Demgen & Moore, P.C., Certified Public Accountants, Denver, Colorado (the "Verification Agent"), will verify at the time of delivery of the Series 2026B Bonds to the Underwriters, the mathematical accuracy of the schedules and demonstrate that the Federal Securities will mature and bear interest in such amounts which, together with uninvested funds, if any, in the Escrow Fund, will be sufficient to pay when due, the principal with respect to the Refunded Series 2017 Bonds plus interest accrued with respect thereto due on the Series 2017 Bonds Redemption Date. Such maturing principal of and interest on the Federal Securities will not be available to pay the Series 2026A Bonds. See "VERIFICATION OF CERTAIN MATHEMATICAL COMPUTATIONS."

By the deposit of the Federal Securities and cash, if necessary, with the Escrow Agent pursuant to the Escrow Agreement, the District will have effected the defeasance of the Refunded Series 2017 Bonds in accordance with the requirements of the resolution authorizing issuance of the Series 2017 Bonds and applicable law, and such Refunded Series 2017 Bonds will no longer be outstanding. The District has covenanted in the Escrow Agreement to make timely deposits to the Escrow Fund of any additional amounts required to pay the principal of and interest on the Refunded Series 2017 Bonds if, for any reason, the cash balance on deposit or scheduled to be on deposit in the Escrow Fund is insufficient to make such payments.

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ANNUAL DEBT SERVICE REQUIREMENTS

Series 2026A Bonds

Calendar Year	Principal*	Interest(1)*	Total Debt Service(1)*
2026	$22,000,000	$607,639	$22,607,639
2027	4,370,000	3,275,000	7,645,000
2028	4,370,000	3,056,500	7,426,500
2029	4,370,000	2,838,000	7,208,000
2030	4,370,000	2,619,500	6,989,500
2031	4,370,000	2,401,000	6,771,000
2032	4,370,000	2,182,500	6,552,500
2033	4,370,000	1,964,000	6,334,000
2034	4,370,000	1,745,500	6,115,500
2035	4,370,000	1,527,000	5,897,000
2036	4,370,000	1,308,500	5,678,500
2037	4,370,000	1,090,000	5,460,000
2038	4,370,000	871,500	5,241,500
2039	4,370,000	653,000	5,023,000
2040	4,370,000	434,500	4,804,500
2041	4,320,000	216,000	4,536,000
Total	**$87,500,000**	**$26,790,139**	**$114,290,139**

(1) Assumes interest rate of 5.000% per annum.

Series 2026B Bonds

Calendar Year	Principal*	Interest(2)*	Total Debt Service(2)*
2026	$925,000	$373,472	$1,298,472
2027	7,625,000	2,642,750	10,267,750
2028	7,605,000	2,261,500	9,866,500
2029	7,590,000	1,881,250	9,471,250
2030	7,565,000	1,501,750	9,066,750
2031	7,545,000	1,123,500	8,668,500
2032	7,525,000	7,46,250	8,271,250
2033	7,400,000	370,000	7,770,000
Total	**$53,780,000**	**$10,900,472**	**$64,680,472**

(2) Assumes interest rate of 5.000% per annum.

Source: Municipal Advisor.

* Preliminary, subject to change.

THE SERIES 2026 BONDS

Generally

The Series 2026 Bonds will bear interest at the rates and mature on the dates set forth on the inside cover page of this Official Statement. Interest will be calculated on the basis of a 360-day year consisting of twelve 30-day months. The Series 2026 Bonds will be dated their date of initial delivery to the Underwriters and will bear interest from that date payable semi-annually on February 1 and August 1 of each year, commencing August 1, 2026 (each an "Interest Payment Date") until maturity or prior redemption. The Series 2026 Bonds will bear interest from the most recent date to which interest has been paid or provided, or if no interest has been paid or provided for, from their date until maturity.

The Series 2026 Bonds will be issued in denominations of $5,000 or integral multiples thereof, will be issued in fully registered form and, when issued, will be registered in the name of Cede & Co., as registered owner and nominee of DTC. DTC will act as securities depository for the Series 2026 Bonds. Individual purchases may be made in book-entry form only. Purchasers will not receive certificates representing their interest in the Series 2026 Bonds purchased. So long as Cede & Co., as nominee of DTC, is the registered owner of the Series 2026 Bonds, references herein to the bondholders, owners or registered owners shall mean Cede & Co. and shall not mean the beneficial owners of the Series 2026 Bonds.

So long as Cede & Co. is the registered owner of the Series 2026 Bonds, principal of and interest on the Series 2026 Bonds are payable by wire transfer by the Paying Agent/Registrar (defined below) to Cede & Co., as nominee for DTC, which is required, in turn, to remit such amounts to the DTC Participants. See Appendix E – "BOOK-ENTRY ONLY SYSTEM."

Paying Agent/Registrar/Escrow Agent

BOKF, NA, Albuquerque, New Mexico, will serve as Paying Agent/Registrar and Escrow Agent for the Series 2026 Bonds. In the Bond Resolution the District covenants to provide a Paying Agent/Registrar at all times until the Series 2026 Bonds mature or are fully redeemed prior to maturity, and any Paying Agent/Registrar selected by the District shall be a commercial bank, a trust company, a financial institution or any other entity, as provided by State law, duly qualified and legally authorized to serve and perform the duties of the Paying Agent/Registrar. The registration books for the Series 2026 Bonds will be maintained by the Paying Agent/Registrar containing the names and addresses of the registered owners of the Series 2026 Bonds. In the Bond Resolution, the District retains the right to replace the Paying Agent/Registrar. If the Paying Agent/Registrar is replaced by the District, such Paying Agent/Registrar, promptly upon the appointment of a successor, is required to deliver the registration books to the successor paying agent/registrar. In the event there is a change in the Paying Agent/Registrar for the Series 2026 Bonds the District has agreed to notify each registered owner of the Series 2026 Bonds affected by the change by United States mail, first-class postage prepaid, at the address in the registration books, stating the effective date of the change and the mailing address of the successor Paying Agent/Registrar. See "PLAN OF FINANCING – The Refunding Project" for information regarding the role of the Escrow Agent.

Record Date

The Record Date for the Series 2026 Bonds with respect to any interest payment date is the fifteenth day of the month (whether or not a business day) immediately preceding the interest payment date. The person in whose name any Series 2026 Bond is registered on any Record Date with respect to any interest payment date shall be entitled to receive the interest payable hereon on such interest payment date notwithstanding any transfer or exchange thereof subsequent to such Record Date and prior to such interest payment date.

Optional Redemption Prior to Maturity

Optional Redemption – Series 2026A Bonds.

The Series 2026A Bonds maturing on and after August 1, ___ are subject to redemption prior to maturity at the option of the District, in whole or in part, at any time on or after August 1, ___ at the redemption price of 100% of the principal amount of the Series 2026A Bonds to be redeemed, plus accrued interest, if any, to the date fixed for redemption.

No Optional Redemption – Series 2026B Bonds

The Series 2026B Bonds are not subject to optional redemption prior to maturity.

SECURITY AND SOURCES OF PAYMENT

General Obligation Pledge

The Series 2026 Bonds constitute general obligation debt of the District. The primary security for the general obligation debt of the District, including the Series 2026 Bonds, is the District's levy, pursuant to constitutional and statutory requirements, of an ad valorem tax, unlimited as to rate or amount, on all real property in the District subject to ad valorem taxation. See "Tax Levies" under this caption. The tax levy is required to be in an amount sufficient to pay the principal of and interest on the Series 2026 Bonds when due, subject to the provisions of laws affecting creditors' rights.

In addition to the basic ad valorem property tax security described above, the District is pledging the full faith and credit of the District for the payment of the principal of and interest on the Series 2026 Bonds when due. Included in such pledge are all funds of the District, except those specifically limited to another use or prohibited from use for such debt service by the State Constitution, state or federal law or District resolutions pledging funds for payment of revenue bonds. The Series 2026 Bonds are additionally secured by the New Mexico School District Enhancement Program described below.

Tax Levies

Pursuant to the Bond Resolution, in order to pay the principal of and interest on the Series 2026 Bonds when due and, at the option of the District, to reimburse the General Fund or other funds advanced for the payment of principal of or interest on the Series 2026 Bonds for which property taxes were not available, there is to be an annual assessment and levy upon all of the taxable property of the District subject to taxation which provides an amount sufficient to pay the principal of and the interest on the Series 2026 Bonds when due.

The taxes are assessed, levied and collected annually. The District Board is required by the Bond Resolution to take all reasonable action to ensure the levy and collection of taxes in amounts sufficient at the time to pay the principal of and interest on the Series 2026 Bonds. The money generated by the levy of taxes provided in the Bond Resolution to pay the principal of and interest on the Series 2026 Bonds is to be appropriated for that purpose and included in the annual budget and the appropriation bills adopted and passed by the District Board each year. The taxes collected are to be applied only to the payment of the principal of and interest on the Series 2026 Bonds when due and as otherwise required by law. To the extent property taxes are not available for the purpose, the principal of and interest accruing on the Series 2026 Bonds are to be paid from the District's General Fund or from any other fund lawfully available for that purpose.

Additional General Obligation Indebtedness

The State Constitution limits the aggregate amount of general obligation indebtedness of the District to 6% of the assessed value of taxable property within the District as shown by the last preceding general assessment. For a description of the indebtedness of the District currently outstanding, see "DEBT AND OTHER FINANCIAL OBLIGATIONS" and "OUTSTANDING DEBT."

New Mexico School District Enhancement Program

The New Mexico legislature amended NMSA 1978, Section 22-18-1 et. seq. in the first session of 2003 by adding Section 22-18-13 which became effective July 1, 2003. Section 22-18-13 was further amended in 2007 and provides that, if a school district indicates that it will not make the payment by the date on which it is due, the New Mexico Department of Finance and Administration ("DFA") shall forward the amount in immediately available funds necessary to make the payment due on the bonds to the paying agent from the current fiscal year's undistributed State Equalization Guarantee ("SEG") distribution to that school district and, if not otherwise repaid by the school district from other legally available funds, withhold the distributions from the school district until the amount has been recouped by the DFA, provided that, if the amount of the undistributed SEG distribution in the current fiscal year is less than the payment due on the bond, the DFA shall:

(1) forward in immediately available funds to the paying agent an amount equal to the total amount of the school district's undistributed SEG distribution and, if not otherwise repaid by the school district from other legally available funds, withhold all distributions to the school district for the remainder of the fiscal year; and

(2) on July 1 of the following fiscal year, forward in immediately available funds an amount equal to the remaining amount due to the paying agent from that year's SEG distribution and, if not otherwise repaid by the school district from other legally available funds, withhold an equal amount from the distribution to the school district until the amount paid has been recouped in full.

This provision applies to all New Mexico school districts.

Withholding of the SEG distribution may affect the District's ability to continue to operate.

The New Mexico School District Enhancement Program was initially put on watch list for possible downgrade on May 15, 2007 after the state adopted new legislation that altered the mechanics of the program. After a review of the law and policies regarding the implementation of the law, program ratings were bifurcated, with one rating applying to bonds issued prior to the March 30, 2007 effective date of the legislation and a second rating applying to bonds issued on or after the March 30, 2007 effective date. Under the new law, the State cannot immediately advance more than the remaining undistributed SEG payments for the fiscal year of default. As a result, those districts with principal and interest payments that fall in the latter part of the fiscal year or that are significant in amount relative to the district's total annual SEG distribution may not have sufficient undistributed SEG payments to cover debt service payments in the event of a default.

Moody's upgraded the New Mexico School District Enhancement Program (Pre- and Post-Default) to Aa2 from Aa3 and assigned a stable outlook on January 9, 2026. By request, Moody's will assign a rating to school district bonds upon verification of a requirement in the authorizing Bond Resolution that an independent, third-party paying agent will be appointed and maintained.

Section 22-18-13 requires filing the bond resolution, bond offering documents and contact information for the relevant paying agent with the DFA. Failure to file such information will not invalidate the obligation of the State Treasurer to pay the bond payment and withhold the State Equalization Guaranteed distribution.

The District has qualified the Series 2026 Bonds under the New Mexico School District Enhancement Program, however, the District did not seek a rating from Moody's in connection therewith.

PROPERTY TAXES

Analysis of Assessed Valuation

Assessed Valuation of property within the District is calculated as follows: Of the total estimated actual valuation of all taxable property in the District, 33-1/3% is legally subject to ad valorem taxes. After deduction of certain personal exemptions, the 2025 assessed valuation is $23,552,693,627. The actual value of personal property within the District (see "Assessments" below) is determined by the County Assessor. The actual value of certain property within the District (see "Centrally Assessed" below) is determined by the State of New Mexico, Taxation and Revenue Department, Property Tax Division. The analysis of Assessed Valuation follows.

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Table 1
Analysis of Assessed Valuation

	2021	2022	2023	2024	2025
Assessments					
Value of Land	$6,534,046,339	$6,638,993,820	$6,856,716,382	$7,010,209,859	$7,219,064,566
Improvements	14,876,317,528	15,664,291,676	16,604,163,408	17,681,069,424	19,633,478,877
Personal Property	523,730,371	658,490,368	723,622,619	756,337,843	791,934,708
Mobile Homes	45,478,745	46,020,962	50,100,497	52,586,765	58,338,526
Livestock	1,064,825	757,935	802,032	1,063,725	826,466
Assessor's Total Valuation	$21,980,637,808	$23,008,554,760	$24,235,404,938	$25,501,267,616	$27,703,643,143
Less Exemptions					
Head of Family	$197,074,629	$194,424,222	$192,806,093	$192,811,057	$192,970,724
Veteran	98,076,670	94,535,459	91,627,973	87,190,813	211,820,521
Disabled Veterans Waiver	279,238,626	301,324,876	348,982,730	401,692,209	468,231,431
Veterans Org[(1)]	0	0	0	1,548,266	1,605,547
Other	3,245,991,434	3,355,491,485	3,427,686,383	3,625,790,113	4,025,854,756
Total Exemptions	$3,820,381,359	$3,945,776,042	$4,061,103,179	$4,309,032,458	$ 4,900,482,979
Assessor's Net Valuation	$18,160,256,449	$19,062,778,718	$20,174,301,759	$21,192,235,158	$22,803,160,164
Centrally Assessed	569,882,691	562,560,173	611,954,020	695,942,061	749,533,463
Total Assessed Valuation	$18,730,139,140	$19,625,338,891	$20,786,255,779	$21,888,177,219	$ 23,552,693,627

	2021	2022	2023	2024	2025
Residential	$14,732,198,707	$15,542,058,310	$16,375,262,353	$17,220,156,682	$17,955,690,244
Non-Residential	3,997,940,433	4,083,280,581	4,410,993,426	4,668,020,537	5,597,003,383
Total	$18,730,139,140	$19,625,338,891	$20,786,255,779	$21,888,177,219	$23,552,693,627

Cross-County Assessed Valuation

	2021	2022	2023	2024	2025
Bernalillo County	$18,273,148,503	$19,133,822,216	$20,253,912,015	$21,314,699,310	$22,938,344,610
Sandoval County[(2)]	456,990,637	491,516,675	532,343,764	573,477,909	614,349,017
Total	$18,730,139,140	$19,625,338,891	$20,786,255,779	$21,888,177,219	$23,552,693,627

(1) Effective 2024.
(2) Portion of Corrales located in Sandoval County.

Sources: Bernalillo and Sandoval County Assessor's Office.

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History of Assessed Valuation

Listed below is a 5-year history of assessed valuation for the District compared with Bernalillo County and Sandoval County. The tax base of the District has increased 25.75% since 2021 compared with a 25.49% increase for Bernalillo County and a 49.63% increase for Sandoval County.

Table 2
History of Assessed Valuation

Year	Albuquerque School District	Bernalillo County	Sandoval County
2025	$23,552,693,627	$23,078,747,024	$6,168,355,867
2024	21,888,177,219	21,448,181,032	5,909,718,948
2023	20,786,255,779	20,382,533,837	5,082,477,123
2022	19,625,338,891	19,256,970,469	4,599,312,298
2021	18,730,139,140	18,390,395,538	4,122,515,350

Source: Bernalillo and Sandoval County Assessor's Office

Major Taxpayers

As highlighted in the table below, the ten largest taxpayers in the District for tax year 2025 have a combined assessed valuation of $712,048,736 which represents 3.02% of the District's total 2025 assessed valuation.

Table 3
Major Taxpayers

Taxpayer	Type of Business	2025 Assessed Valuation	% of Total Assessed Value
Public Service Co of New Mexico	Electric Utility	$342,342,490	1.45%
Arenas Global 1 Prop Company LLC	Real Estate	65,843,158	0.28%
Amazon.com Services LLC	Internet Retail	59,814,354	0.25%
New Mexico Gas Company	Gas Utility	53,846,704	0.23%
Comcast	Cable Provider	48,390,684	0.21%
Qwest Corp	Telephone	41,333,330	0.18%
Southwest Airlines	Airlines	36,138,659	0.15%
Markets Wholly Owned by Cellco PTN	Retail	23,019,629	0.10%
Coronado Center LLC	Shopping Mall	22,051,804	0.09%
Presbyterian Healthcare Services	Healthcare	19,267,924	0.08%
Total		$712,048,736	3.02%

Source: Bernalillo County Assessor's Office.

School Tax Rates

The following table summarizes the historical school tax levies on residential and non-residential property within the District since the 2020 tax year (2020-21 fiscal year). On November 5, 2019 voters authorized the Public School Capital Improvements Tax Levy (the "Two Mill Levy") for property tax years 2019 through 2024 and on November 2, 2021 voters reauthorized the Public School Buildings Act levy (the "HB33 levy") for property tax years 2022 through 2028.

Table 4
District Tax Rates

	Operational		Two Mill Levy		HB 33 Levy		Debt Service[(1)]			Total	
Year	Res.	Non-Res.	Res.	Non-Res.	Res.	Non-Res.	GOB	ETN	Combined	Res.	Non-Res.
2025	$0.266	$0.469	$1.948	$1.874	$3.739	$4.071	$4.430	$0.000	$4.430	$10.383	$10.844
2024	0.268	0.500	1.963	2.000	3.766	4.344	4.480	0.000	4.480	10.477	11.324
2023	0.273	0.500	2.000	2.000	3.838	4.344	4.480	0.000	4.480	10.591	11.324
2022	0.271	0.500	2.000	2.000	3.838	4.344	4.480	0.000	4.480	10.589	11.324
2021	0.264	0.500	2.000	2.000	3.761	4.344	4.480	0.000	4.480	10.505	11.324

(1) The debt service tax rate is the same for residential and non-residential property.

Source: New Mexico Department of Finance and Administration.

Tax Rates

Article VIII, Section 2, of the New Mexico Constitution limits the total ad valorem taxes for operational purposes levied by all overlapping governmental units within the District to $20.00 per $1,000 of assessed value. This limitation does not apply to levies for public debt and levies for additional taxes if authorized at an election by a majority of the qualified voters of the jurisdiction voting on the question. The following table summarizes the tax status on residential property in Bernalillo County for fiscal year 2025 (tax year 2026) and the previous four years. A high level of taxation may impact the District's ability to repay the Series 2026 Bonds.

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Table 5
All Tax Rates
Bernalillo County

	2021	2022	2023	2024	2025
Within 20 Mill Limit for General Purposes					
State of New Mexico	$0.000	$0.000	$0.000	$0.000	$0.000
Bernalillo County	6.972	7.210	7.279	7.140	7.093
City of Albuquerque	6.180	6.232	6.284	6.170	6.131
AMAFCA[(1)]	0.171	0.173	0.175	0.172	0.171
Albuquerque MSD #12	0.264	0.271	0.273	0.268	0.266
Central NM Community College	2.763	2.775	2.790	2.733	2.706
Total	$16.350	$16.661	$16.801	$16.483	$16.367
Over 20 Mill Limit – Interest, Principal, Judgment, etc.					
State of New Mexico	$1.360	$1.360	$1.360	$1.360	$1.360
Bernalillo County	1.265	1.264	1.264	1.264	1.264
City of Albuquerque	4.976	4.976	4.976	4.976	4.976
AMAFCA[(1)]	0.675	0.675	0.675	0.675	0.675
Albuquerque MSD #12	10.241	10.318	10.318	10.209	10.117
Central NM Community College	1.000	1.000	1.000	1.000	1.000
Total	$19.517	$19.593	$19.593	$19.484	$19.392
Total Levy					
State of New Mexico	$1.360	$1.360	$1.360	$1.360	$1.360
Bernalillo County	8.436	8.474	8.543	8.404	8.357
City of Albuquerque	11.156	11.208	11.260	11.146	11.107
AMAFCA[(1)]	0.846	0.848	0.850	0.847	0.846
Albuquerque MSD #12	10.505	10.589	10.591	10.477	10.383
UNM Hospital	6.272	6.279	6.339	6.224	6.400
Central NM Community College	3.763	3.775	3.790	3.733	3.706
Total Residential in Albuquerque	***$42.338***	***$42.533***	***$42.733***	***$42.191***	***$42.519***
Total Non-Residential in Albuquerque [(2)]	***$47.978***	***$47.976***	***$47.976***	***$47.808***	***$46.034***
Village of Los Ranchos					
Residential	$31.336	$31.477	$31.623	$31.198	$31.696
Non-Residential	$36.306	$36.304	$36.304	$36.136	$35.333
Village of Tijeras					
Residential	$31.170	$31.363	$31.508	$31.063	$31.089
Non-Residential	$37.531	$37.529	$37.512	$37.361	$36.068
Village of Corrales (Sandoval County)					
Residential	$30.852	$30.518	$30.215	$30.099	$29.209
Non-Residential	$38.620	$38.810	$38.615	$34.931	$33.582

(1) Albuquerque Metropolitan Arroyo Flood Control Authority ("AMAFCA").
(2) Includes non-residential and debt service tax rate for AMAFCA.

Source: New Mexico Department of Finance & Administration.

Yield Control Limitation

State law limits property tax rate increases from the prior property tax year. Specifically, no taxing entity may set a rate or impose a tax (excluding oil and gas production ad valorem and oil and gas production equipment ad valorem taxes) or assessment which will produce revenues which exceed the prior year's tax revenues from residential and non-residential property multiplied by a "growth control factor." The growth control factor is the percentage equal to the sum of (a) "percent change I" plus (b) the prior property tax year's total taxable property value plus "net new value", as defined by Statute, divided by such prior property tax year's total taxable property value, but if that percentage is less than 100%, then the growth control fact is (a) "percent change I" plus (b) 100%. "Percent change I" is based upon the annual implicit

price deflator index for state and local government purchases of goods and services (as published in the United States Department of Commerce monthly publication entitled "Survey of Current Business," or any successor publication) and is a percent (not to exceed 5%) that is derived by dividing the increase in the prior calendar year (unless there was a decrease, in which case zero is used) by the index for such calendar year next preceding the prior calendar year. *The growth control factor applies to authorized operating levies and to any capital improvements levies but does not apply to levies for paying principal and interest on public general obligation debt, including the Series 2026 Bonds.*

Developments Limiting Residential Property Tax Increases

Under Section 7-36-21.2 NMSA 1978 limits annual residential property valuation increases to 3% over the prior year's valuation or 6.1% over the valuation from two years prior. Subject to certain exceptions, these limitations do not apply:

1. To property that is being valued for the first time;

2. To physical improvements made to the property in the preceding year;

3. When the property is transferred to a person other than a spouse, or a child who occupies the property as his principal residence and who qualifies for the head of household exemption on the property under the Property Tax Code;

4. When a change occurs in the zoning or use of the property; and

5. To property that is subject to the valuation limitations under Section 7-36-21.3 NMSA 1978.

Section 7-36-21.3 NMSA 1978 places a limitation on the increase in value for property taxation purposes for single-family dwellings occupied by low-income owners who are 65 years of age or older or who are disabled. The statute fixes the valuation of the property to the valuation in the year that the owner turned 65 or became disabled. The Section 7-36-21.3 limitation does not apply:

1. To property that is being valued for the first time;

2. To a change in valuation resulting from physical improvements made to the property in the preceding year; and

3. To a change in valuation resulting from a change in the zoning or permitted use of the property in the preceding year.

Amendments to State laws affecting residential property taxes are proposed from time to time and may be proposed in the future by the Legislature. Such amendments, if enacted, could result in an increase to the tax rate imposed on residential property tax within the District in order to pay the principal of and interest on general obligation bonds issued by the District, including the Series 2026 Bonds.

The constitutionality of the property tax limitation has been challenged in a number of venues. On March 28, 2012, the New Mexico Court of Appeals upheld the statutory valuation cap and its application under Section 7-36-21.2 NMSA 1978, which ruling was affirmed by the New Mexico Supreme Court in June 2014. The Legislature has brought up the issue of the disparity in valuations in the past several years but has not enacted any of the bills into law. To the extent this legislative action is taken or a future constitutional amendment is passed amending the valuation provisions, such actions could have a material impact on the valuation of residential property in the District.

Property Subject to Taxation and Recent Property Tax Amendments

Real property is subject to taxation with certain exemptions. Within the real property classification, exemptions include: property of the United States of America; property of the State, all counties, towns, cities and school districts or other municipal corporations; public libraries; community ditches and all laterals thereof; all church property not used for commercial purposes; all property used for educational and charitable purposes; all cemeteries not used or held for private or corporate profit; and motor vehicles (other than mobile homes). Also, certain amounts of the taxable value of property is exempt from taxation if such property is owned by the head of a family who is a State resident ($2,000 of residential property) or is owned by a veteran or a veteran's unmarried surviving spouse if the veteran or spouse is a State resident ($4,000 of residential property). All tangible personal property has been exempted from property taxation by statute except for tangible personal property used, produced, manufactured, held for sale, leased or maintained by a person for purposes of his profession, business or occupation (unless otherwise specifically exempted from property taxation by the Federal or State Constitution or law); tangible property for which the owner has claimed a deduction from depreciation for federal income tax purposes; mobile homes; livestock; and certain inventories of personal property.

In 2024, New Mexico voters approved two amendments to New Mexico's Constitution that impact property tax revenues. Amendment 1 amends Article 8, Section 15 of the Constitution to extend the property tax exemption, currently only allowed for one hundred percent disabled veterans and their widow and widowers, to veterans with less than one hundred percent disability and their widows and widowers, based on the veteran's disability rating. Amendment 2 amends Article 8, Section 5 of the Constitution to increase the property tax exemption for honorably discharged members of the armed forces and their widows and widowers. This amendment increases the property tax exemption from the current amount of $4,000 to $10,000 a year, and thereafter subject to yearly inflation adjustments.

In the 2025 regular legislative session, the New Mexico Legislature adopted, and on March 20, 2025 the Governor signed, House Bill 47 implementing the expanded property tax exemptions created by these amendments. The legislation made the $10,000 veteran exemption applicable for the 2025 property tax year, affecting Fiscal Year 2026 collections, and provided for annual inflation adjustments. The disabled veterans' exemption become available for the 2026 property tax year, affecting Fiscal Year 2027 collections. Veterans eligible for both exemptions may be able to receive both exemptions applicable to a property in the order and manner set forth in the legislation. The economic impact of the change for honorably discharged veterans is expected to be non-material, but the economic impact of the adjustment for disabled veterans cannot be predicted at this time.

In its impact report relating to the constitutional amendments, the New Mexico Taxation and Revenue Department estimated, based on tax year 2020, that approximately 74,000 veterans claimed an exemption from property tax and that 63% of the veteran population reside in Bernalillo, Dona Ana, Sandoval, Santa Fe, and Otero counties. Those counties may be able to mitigate 40% of the lost revenue resulting from the constitutional amendments through yield control under NMSA 1978, § 7-37-7.1. The Taxation and Revenue Department estimated that the expanded exemptions would create an annual average property tax reduction of $180 per qualifying veteran, which may result in an increase in annual per capita tax burden of $34 on the overall population. The Taxation and Revenue Department's estimates are based on numerous assumptions as set forth in its report, and the actual economic effect of the expanded exemptions may not align with those calculations. The economic impact of the two Constitutional Amendments on the District cannot be predicted at this time.

Tax Collections

General (ad valorem) taxes for all units of government are collected by the county treasurer and distributed monthly to the various political subdivisions to which they are due.

Property taxes are due in two installments. The first half installment is due on November 10 and becomes delinquent on December 10. The second half installment is due on April 10 and becomes delinquent on May 10.

Collection statistics for all political subdivisions for which each county treasurer collects taxes are presented below:

Table 6
Bernalillo County Tax Collections

Tax Year	Fiscal Year	Net Taxes Charged to Treasurer	Current Tax Collections[(1)]	Current Collections as a % of Net Levied	Current/Delinquent Tax Collections[(2)]	Current/Delinquent Collections as a % of Net Levied
2024	2025	$905,783,862	$862,969,135	95.30%	$862,969,135	95.30%
2023	2024	869,454,722	843,121,433	96.97	843,121,433	96.97
2022	2023	817,361,477	794,600,406	97.22	808,844,620	98.96
2021	2022	777,171,877	754,731,268	97.11	774,475,337	99.65
2020	2021	756,942,945	734,177,887	96.99	754,740,063	99.71

(1) As of June 30 of each fiscal year.
(2) As of June 30, 2025.

Source: Bernalillo County Treasurer's Office.

Table 7
Sandoval County Tax Collections

Tax Year	Fiscal Year	Net Taxes Charged to Treasurer	Current Tax Collections[(1)]	Current Collections as a % of Net Levied	Current/Delinquent Tax Collections[(2)]	Current/Delinquent Collections as a % of Net Levied
2024	2025	$194,104,027	$187,963,161	96.80%	$187,963,161	96.80%
2023	2024	171,548,795	166,620,898	97.13	166,620,898	97.13
2022	2023	157,779,652	153,229,924	97.12	156,107,857	98.94
2021	2022	144,309,378	139,859,626	96.92	143,602,075	99.51
2020	2021	134,859,119	129,969,551	96.37	134,347,866	99.62

(1) As of June 30 of each fiscal year.
(2) As of June 30, 2025.

Source: Sandoval County Treasurer's Office.

Interest on Delinquent Taxes

Pursuant to Section 7-38-49 NMSA 1978, if property taxes are not paid for any reason within thirty (30) days after the date they are due, interest on the unpaid taxes shall accrue from the thirtieth (30th) day after they are due until the date they are paid. Interest accrues at the rate of one percent (1%) per month or any fraction of a month.

Penalty for Delinquent Taxes

Pursuant to Section 7-38-50 NMSA 1978, if property taxes become delinquent, a penalty of one percent (1%) of the delinquent tax for each month, or any portion of a month, they remain unpaid shall be imposed, but the total penalty shall not exceed five percent (5%) of the delinquent taxes. The minimum penalty imposed is $5.00. A county can suspend application of the minimum penalty requirement for any tax year.

If property taxes become delinquent because of an intent to defraud by the property owner, fifty percent (50%) of the property tax due or fifty dollars ($50.00), whichever is greater, shall be added as a penalty.

Remedies Available for Non-Payment of Taxes

Pursuant to Section 7-38-47 NMSA 1978, property taxes are the personal obligation of the person owning the property on the date on which the property was subject to valuation for property taxation purposes. A personal judgment may be rendered against the taxpayer for payment of taxes that are delinquent, together with any penalty and interest on the delinquent taxes.

Taxes on real property are a lien against the real property. Pursuant to Section 7-38-65 NMSA 1978, delinquent taxes on real property may be collected by selling the real property on which taxes are delinquent.

Pursuant to Section 7-38-53 NMSA 1978, delinquent property taxes on personal property may be collected by asserting a claim against the owner(s) of the personal property for which taxes are delinquent.

THE DISTRICT

The District is a political subdivision of the State organized for the purpose of operating and maintaining an educational program for the school-age children residing within its boundaries.

Currently the District operates and maintains a variety of facilities in meeting its obligation to provide an educational program within its boundaries that cover 1,200 square miles with an estimated population of 676,685.

The District is one of the largest school districts in the country and the largest school district in the State with over 72,800 students in the Albuquerque metropolitan area, including approximately 63,725 students attending District schools, and over 9,075 students attending charter schools within the District's boundaries for the 2025-26 school year based on the 80/120 day average count from the State Equalization Guarantee Funding Formula. The District operates 179 school sites - 84 elementary schools, 27 middle schools, 21 high schools, 8 K-8 schools, and 9 schools of choice. In addition, there are 30 District authorized charter schools. The District's educational program also includes vocational, technical and occupational training. In addition, the District is responsible for the educational instruction of students in the following institutions: Bernalillo County Detention Center; Bernalillo County Juvenile Detention Center; Family School and Hogares Youth Home. The District employs approximately 12,400 full-time-equivalent employees and is one of the largest employers in the Albuquerque MSA.

See sections "INTRODUCTORY SECTION – Letter of Transmittal" (page iii – 1) and "FINANCIAL SECTION – Management's Discussion and Analysis" (page vii – 1) of the District's June 30, 2025 Audited Financial Statements in Appendix A hereto for additional information regarding the District.

School District Powers

The District's powers are subject to regulations adopted by the New Mexico Public Education Department ("PED"). Pursuant to an amendment to Article XII, Section 6 of the New Mexico Constitution, adopted at a special election held September 23, 2003, the Secretary of Education (the "Secretary") is the governing authority and has control, management, and direction of all public schools pursuant to power provided by law. The Secretary further exercises supervision and authority over the PED. Generally, the powers of the Secretary and the PED include determining policy regarding operations of all public schools, designating courses of instruction, adopting regulations, determining qualifications for teachers, counselors and their assistants, and prescribing minimum educational standards. The Secretary may order the creation or consolidation of school districts.

Management

The District Board, subject to regulations of PED, develops educational policies for the District. The District Board employs a superintendent of schools, delegates administrative and supervisory functions to the superintendent, fixes the superintendent's salary, has the capacity to sue and be sued, contracts, leases, purchases and sells property for the District, acquires and disposes of all property, provides for the repair and maintenance of the District's property, and adopts regulations pertaining to the administration of all powers or duties of the District Board. Members serve without compensation for four-year terms of office and are elected in non-partisan elections held every two years in November in odd-numbered years. The current District Board members are:

Rebecca Betzen, Vice President
Term expires December 31, 2029

Dr. Warigia Bowman, Member
Term expires December 31, 2029

Courtney I. Jackson, Member
Term expires December 31, 2029

Joshua Martinez, Member
Term expires December 31, 2029

Janelle Astorga, Member
Term expires December 31, 2027

Ronalda Tome-Warito, President
Term expires December 31, 2027

Heather Benavidez, Secretary
Term expires December 31, 2027

The Superintendent of Schools is selected by and serves at the discretion of the District Board. All other staff members are selected by the Superintendent. The current administrative staff is:

Dr. Gabriella Blakey, Superintendent. The Superintendent is the Chief Executive Officer of the District. The duties of the Superintendent are defined in statute and the New Mexico Regulatory Code. On February 5, 2024, the Board selected Dr. Gabriella Blakey, the former Chief Operations Officer for the District, to serve as the District's Superintendent, effective July 1, 2024. On March 18, 2026, the Board of Education extended Dr. Blakey's contract through June 2030. Dr. Blakey has served school districts for many years in several roles, including as teacher, activities director, assistant principal, principal and associate superintendent, and as a charter co-founder/executive director. As Chief Operations Officer, she is a member of the Superintendent's Cabinet and Leadership teams. The Chief Operations Officer oversees the planning, development, assessment and improvement of operational services and administrative programs, including non-instructional projects of the District. Dr. Blakey holds a New Mexico Level III-B PreK-12 Administrative License and a New Mexico Level III-A Instructional Leader 7-12 Secondary License with an endorsement in Social Studies and TESOL. Dr. Blakey is a graduate of the District's Highland High School and holds a Bachelor of Science in Secondary Education from New Mexico State

University. She holds a Master of Arts in Educational Leadership and a Doctor of Education from the University of New Mexico.

Rennette Apodaca, MPA, CPPO, Chief Financial Officer. Rennette Apodaca, Chief Financial Officer since August 2022, began with the District in 2015 and has extensive public administration experience with a focus in procurement which includes Executive Director of Procurement and Accounts Payable and Business Systems for APS, Director of Purchasing, Risk Management and Materials Management at New Mexico State University, Purchasing Manager at Dona Ana County, and Purchasing Supervisor for a Federal NASA Contractor. She teaches public sector related courses for New Mexico Edge that includes Public Sector Procurement, Contract Administration, Public Sector Budgeting, Public Finance and Procurement Administration. She has also served as president of New Mexico Public Procurement Association (NMPPA). Ms. Apodaca has a Bachelor of Accountancy and Master of Public Administration from New Mexico State University, holds a certificate in Education Finance from McCourt School of Public Policy – Georgetown University, and is a Certified Public Procurement Officer (CPPO). As the chief financial officer, she is a member of the Superintendent's Cabinet and Leadership teams. The chief financial officer manages the finances of the District and oversees the business units which handle the financial activity of the school District.

Dr. Antonio Gonzales, Deputy Superintendent of Operations. Antonio Gonzales graduated with distinction from the University of New Mexico with his doctorate in teacher education, educational leadership, and policy. He also holds master's and bachelor's degrees from UNM. Antonio is a career educator with experience spanning teaching, school leadership, and Cabinet-level roles. Prior to becoming Deputy Superintendent for Leadership and Learning, he served as Chief Academic Officer, Associate Superintendent, and Assistant Superintendent of Human Resources. In 2022, Antonio was named Administrator of the Year by the New Mexico Association of Bilingual Education. He was also named Administrator of the Year in 2015 by the New Mexico association of Student Councils. He is active in several organizations, including the American Association of Teaching and Curriculum, the Association of Latino Administrators and Superintendents, the National Association of Secondary School Principals, and the School Superintendents Association.

Dr. Randy Mahlerwein, Deputy Superintendent of Leadership and Learning. Dr. Mahlerwein joined the District from Mesa, Ariz., where he was the assistant superintendent of Secondary Schools at Mesa Public Schools, the state's largest district. Dr. Mahlerwein led the implementation of college and career academies across multiple high schools in Mesa, partnering with some of the largest private firms in Arizona and the nation, including Honeywell, Boeing and Empire CAT. Dr. Mahlerwein will help lead the District's move to redesign its middle and high school experiences, notably the New Education Workforce Initiative being pioneered at six district middle schools, and the Academies of Albuquerque, which began in August 2025 at Cibola, Manzano and Highland high schools. He holds a Doctorate in Educational Leadership and two master's degrees from Northern Arizona University and a bachelor's degree from Miami (Ohio) University.

Intergovernmental Agreements

The District has entered into various joint powers agreements with other governmental entities in the State which permit all the governmental entities to jointly provide certain equipment purchases and other services cooperatively.

School Property

Currently, the District operates and maintains a variety of facilities in meeting its obligations to provide an educational program for the school-aged children residing within its boundaries. The District

operates 84 elementary schools, 27 middle schools, 21 high schools, 7 district-owned charter sites, 8 K-8 schools and 9 schools of choice. 30 charter schools also operate within the District. The District owns vacant land held for future school sites.

Student Enrollment

The District's student enrollment, based on the 40th day count for the current and previous four years, is detailed below.

Table 8
Student Enrollment[(1)(2)]

	2021-22	2022-23	2023-24	2024-25	2025-26
Elementary School	33,928	33,051	31,729	30,943	27,162
Middle School	16,250	14,967	14,008	13,399	11,450
High School	23,793	23,101	22,610	21,612	20,395
APS Authorized Charter School	8,950	9,248	9,258	8,584	9,082
Total	82,921	80,367	77,605	74,538	68,089

(1) Includes District Charter School Enrollment.
(2) See "FINANCIAL INFORMATION – Management Comments regarding District Finances" for a discussion of the District's declining enrollment trends and the District's resulting expectation of a budget shortfall in fiscal year 2024-25.

Source: New Mexico Public Education Department, Student Teacher Accountability Reporting System (STARS) reports, 40th day enrollment.

Accreditation

The District, as a whole, is accredited by PED. The District is subject to periodic monitoring by the PED to ensure continued compliance with accreditation standards.

FINANCIAL INFORMATION

General

The basic format for the financial operation of the District is provided by the PED through the School Budget Planning Division which is directed by State law to supervise and control the preparation of all budgets of all school districts. The District receives revenue from a variety of local, State, and federal sources, the most important of which are described below. New Mexico's public school finance laws are subject to review and examination through the judicial process and are subject to legislative changes as well. As a result, the District cannot anticipate with certainty all of the factors which may influence the financing of its future activities. There is no assurance that there will not be any change in, interpretation of, or addition to the applicable laws, provisions, and regulations which would have a material effect, directly or indirectly, on the affairs of the District.

District Budget Process

Each year, the school district budget process begins with the educational appropriations passed by the Legislature and signed into law by the Governor. The actual budget process follows specific steps set by the PED.

- Pursuant to instruction by the PED, the District must submit an operating budget for the next school year to the PED. If the District fails to submit a budget, the PED must prepare a District budget for the ensuing year. Upon written approval of the state superintendent, the date for the submission of the operating budget may be extended to a later date fixed by the state superintendent (Section 22-8-6).
- Before May 31 of each year, the District Board must hold a public hearing to present the estimated budget for the next school year.
- Before June 20 of each year, the District must submit a balanced budget to the PED.
- On or before July 1 of each year, the PED must approve and certify an approved operating budget for use by the District Board.

No school board, officer or employee of a school district may make an expenditure or incur any obligation for the expenditure of public funds unless that expenditure is made in accordance with an operating budget approved by the PED. This requirement, however, does not prohibit the transfer of funds between line items within a series of a budget. Final budgets may not be altered or amended after approval by the PED except upon the District's request to the PED. An instance in which such requests will be approved include a change within the budget that does not increase the total amount of the budget. Additional budget items may also be approved if the District is to receive unanticipated revenues. Finally, if it becomes necessary to increase the District's budget by more than $1,000 for any reason other than those listed above, the PED may order a special public hearing to consider the requested increase.

Formal budgetary integration is employed as a management control device during the year for the General Fund, Special Revenue Funds, and Debt Service Fund with appropriations lapsing at year end. Total expenditures of any function category may not exceed categorical appropriations.

To conform to PED's requirements, budgets for all funds of the District are adopted on the cash basis of accounting except for state instructional material credit. State instructional material funds provide for free textbooks from the PED. As a result, budgets are not prepared in conformity with generally accepted accounting principles (GAAP), and budgetary comparisons are presented on the cash basis of accounting.

Pursuant to the District's internal policy, it has historically budgeted a 5% cash balance reserve.

Sources of Revenue for General Fund

The General Fund is the primary operating fund of the District and accounts for all financial resources, except those required to be accounted for in other funds. The sources of revenue for the District's General Fund are:

Local Revenues - Local revenues are a minor source of revenue to the District composed, in part, by a property tax annually levied on and against all of the taxable property within the District for operational purposes. The levy is limited by State law to a rate of 50 cents for each $1,000 of net taxable value of taxable property. Other sources of local revenues include interest income earned on the District's investments, rentals and sale of property. In fiscal year 2024, the District received $24,421,254 from local sources.

Federal Revenues - Another minor source of annual revenue for the District's General Fund is derived from federal grant funds related to vocational, special education, and various other programs and P.L. 874 federal impact moneys paid to the District in lieu of taxes on federal land located in the District. In fiscal year 2025, the District received $169,957 in federal revenues for its General Fund.

State Revenues - The District's largest source of annual revenue is derived from the SEG payments described below. During fiscal year 2025, the District received $946,788,398 from state sources. Such payments represented approximately 97.2% of actual fiscal year 2025 General Fund revenues.

State Equalization Guarantee

The State Legislature enacted New Mexico's current public school funding formula in 1974. Designed to distribute operational funds to local school districts in an objective manner, the funding formula is based upon the educational needs of individual students and costs of the programs designed to meet those needs. Program cost differentials are based upon nationwide data regarding the relative costs of various school programs, as well as data specific to New Mexico. The objectives of the formula are (1) to equalize educational opportunity statewide (by crediting certain local and federal support and then distributing state support in an objective manner) and (2) to retain local autonomy in actual use of funds by allowing funds to be used in local districts at the discretion of local policy making bodies. The formula is divided into three basic parts:

1. Educational program units that reflect the different costs of identified programs;

2. Training and experience units that attempt to provide additional funds so that districts may hire and retain better educated and more experienced instructional staff; and

3. Size adjustment units that recognize local school and community needs, economies of scale, types of students, marginal costs increases for growth in enrollment from one year to the next, and adjustments for the creation of new districts.

SEG payments are made monthly and prior to June 30 each fiscal year. The calculation of the distribution is also based on the local and federal revenues received from June 1 of the previous fiscal year through May 31 of the fiscal year for which the SEG payment is being computed. In the event that a district receives more SEG funds than its entitlement, the district must make a refund to the State's general fund.

Even though the current public school funding formula has been in place for more than three decades, some districts have indicated a concern about the fact that some districts receive less revenue per pupil compared to others. In response to these concerns, the Legislature, the Governor, and the State Board of Education authorized an independent, comprehensive study of the formula, which was conducted in 1996. In its principal finding the independent consultant concluded, ". . .When evaluated on the basis of generally accepted standards of equity, the New Mexico public school funding formula is a highly equitable formula. . . .[S]pending disparities are less than in other states and statistically insignificant."

Despite the acknowledged equity of the formula, the independent consultant pointed out a strong perception of unfairness in the so-called "density" factor and in the training and experience computations of some districts. As a result, the Legislature enacted the following changes to the funding formula:

- Required that special education students be counted with regular students with "add-on" weights assigned depending upon the severity of the disability;
- Changed weights for special education ancillary services and included diagnosticians in ancillary services computations; and
- Repealed the so-called "density" factor and replaced it with an at-risk factor that is available to all school districts.

State Equalization Guarantee budgeted amount to the District for the previous five fiscal years are as follows:

Table 9
State Equalization Guarantee Distribution[1]

School Year	Program Unit Value	Number of Program Units	Amount Received
2024-2025	$6,553.75	144,466	$946,788,398
2023-2024	6,241.67	144,534	902,132,589
2022-2023	5,522.50	145,864	805,535,165
2021-2022	4,863.00	147,924	719,352,452
2020-2021	4,536.75	156,792	706,995,565

(1) Includes District charter school distributions.

Source: New Mexico Public Education Department.

The District is also reimbursed by the State for the costs of transporting pupils to and from school. These payments are based upon a formula consisting of the number of students per square mile that are transported. In fiscal year 2024-2025, the District received $24,281,529 for transportation purposes.

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Statement of Revenues, Expenditures and Changes in Fund Balances – General Fund

Below is a five-year history of the Statement of Revenues, Expenditures and Changes in Fund Balances (General Fund only) for the District. The complete independent audit report for the fiscal year ending June 30, 2025 and the last four fiscal years can be downloaded from the New Mexico Office of the State Auditor's website using the following link: https://osaconnect.osa.nm.gov/auditReportSearch.html.

Table 10
General Fund Statement of Revenues, Expenditures and Changes in Fund Balances

	Fiscal Year 2021	Fiscal Year 2022	Fiscal Year 2023	Fiscal Year 2024	Fiscal Year 2025
Revenues:					
Property taxes	$5,780,165	$5,886,625	$6,283,342	$6,649,267	$6,878,856
State grants	706,995,565	719,352,452	805,535,165	902,132,589	946,788,398
Federal grants	363,392	246,181	329,972	516,431	169,957
Miscellaneous	3,820,612	6,837,364	6,433,735	8,808,161	9,177,362
Interest	55,713	110,279	5,463,658	8,963,826	11,367,234
Total revenues	$717,015,447	$732,432,901	$824,045,872	$927,070,274	$974,381,807
Expenditures:					
Instruction	$473,758,592	$489,373,542	$548,150,851	$605,583,173	$637,964,103
Student support services	71,645,133	78,850,236	87,167,392	104,677,505	119,330,139
Instruction support services	20,808,236	20,612,912	22,232,720	26,560,050	27,988,159
General administration	627,381	313,772	1,045	49,304	5,912,339
School administration	42,755,240	42,945,095	48,137,994	52,060,516	53,537,533
Central services	19,130,056	18,528,985	23,729,382	27,467,050	26,124,940
Operation & Maintenance of plant	85,483,552	88,563,811	77,299,864	99,077,436	90,648,360
Student transportation	250,851	--	141,744	1,146,920	1,452,784
Other support services	134,119	92,741	46,508	75,300	62,189
Food services operations	--	--	--	71,131	--
Community services	--	--	--	--	--
Facilities, Supplies and Materials	--	--	22,696	--	64,738
Debt Service	--	--	105,000	9,275	--
Capital Outlay	136,656	155,687	209,285	169,155	1,418,699
Total expenditures	$714,729,816	$739,436,781	$807,244,481	$916,946,815	$964,615,281
Other Financing Sources					
Proceeds from sale of capital assets	--	--	--	$49,898	$77,174
Transfers	--	$(112,136)	$560,843	21,058	-
SBITA financing	--	--	$405,148		
Total other financing sources (uses)	--	$(112,136)	$965,991	$70,956	$77,174
Excess Revenues over Expenditures	$2,285,631	$2,854,359	$17,362,234	$10,194,415	$9,843,700
Fund balances-beginning of year	$58,625,337	$60,910,968	$63,765,327	$81,127,561	$91,321,976
Fund balances-end of year	$60,910,968	$63,765,327	$81,127,561	$91,321,976	$101,165,676

Source: The figures have been extracted from the District's audited financial statements. Such figures are excerpts only and do not purport to be complete. The audited financial statements for the fiscal year ending June 30, 2025 are attached as Appendix A.

Management Comments Regarding District Finances

Over the last ten years, birth rates in New Mexico decreased steadily and following national rates. The impact to the District has been a loss of over 1,800 students per year on average. Student enrollment determines funding for the next school year and decreases in enrollment amount to millions fewer dollars to the District even though actual enrollment in the next year could increase.

Enrollment is the primary generator in the state's SEG funding. The District's declining enrollment trend has led to annual decreases in the number of program units for the District from fiscal year 2019-20 through fiscal year 2025-26. However, the program unit value has trended upward during such period allowing the District to have an increased overall budget to cover legislated increases. The District anticipates a balanced budget for fiscal year 2027 due to budgeting for staff based on declining enrollment. Planning and preparation are well underway. If a shortfall arises, the District is expected to use a portion of its fund balance to achieve a balanced budget.

Debt Service Funds

The Bernalillo and Sandoval County treasurers collect debt service funds sufficient to retire bonded debt as it becomes due and payable. Such funds are distributed to the District and accounted for separately from operating funds. The District is allowed to borrow all District funds if the collections are insufficient, but such borrowings must be repaid from tax collections. Debt service funds may not be used for general operating purposes.

Capital Projects Funds

The Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities. Property sales are recorded when the parties are bound by the terms of the contract, all consideration (including adequate cash) has been exchanged and all conditions precedent to closing have been performed. Until a sale has been recorded, revenues are deferred and payments received are reflected as escrow deposits.

Under the requirements of GASB 54, the District is required to present certain of its governmental funds as major funds based upon certain criteria. The major funds presented in the fund financial statements include the following (in addition to the District's General Fund operations), which include funds that were not required to be presented as major, but were presented at the discretion of management.

1. Debt Service Fund – This fund accounts for the servicing of general long-term debt not being financed by proprietary or nonexpendable trust funds.
2. Bond Building Capital Projects Fund – This fund is used to account for bond proceeds and any income earned thereon. The proceeds are restricted for the purpose of making additions to and furnishing of school buildings, or purchasing or improving school grounds or any combination thereof, as approved by the voters of the District.
3. Food Service Fund – This fund is to account for the cost of operating a student breakfast, lunch, snack bar and summer lunch program and is financed with federal grants and fees paid by program users.
4. IASA Title I Fund – This fund is to provide compensatory education services to educationally deprived school children (including private school pupils) in low-income areas. (P.L. 103-382)

5. IDEA-B Entitlement Fund – This fund is used to account for federal resources administered by the PED to provide for special educational needs of handicap 6-21-year-olds. (PL 94-142 & PL 99-457)
6. Capital Improvements HB33 Fund – This fund is to account for the costs relating to erecting, remodeling, making additions to, providing equipment for, or furnishing public school buildings and purchasing or improving public school grounds. Financing is provided through property taxes as authorized by the Public School Buildings Act (22-26-1 to 22-26-9, NMSA 1978).
7. Capital Improvements SB9 Fund – This fund is to account for erecting, remodeling, making additions to, providing equipment for, or furnishing public school buildings and purchasing or improving public school grounds or any combination thereof as identified by the local school board. Pursuant to the formula set forth in NMSA 1978 Section 22-25-9, the PED may pay additional sums to the District. Payment to the District by the PED is subject to the availability of funds.
8. The ARP ESSER III Fund – This fund is the third round of federal funding support to education with emphasis on the educational pandemic loss recovery.

Student Activity Funds

School sites, as fiscal agents, maintain and monitor special funds on behalf of various school activity groups. The funds are maintained by the schools and are intended to benefit specific activity or interest and are generally raised by students for student use. These funds were previously reported as agency funds in the financial statements. During the 2021 fiscal year, the District implemented GASB Statement No. 84, Fiduciary Activities. As a result, these funds are no longer considered agency funds, but are now classified as governmental funds. While these funds are under the supervision of the District and enhance the District's educational programs, they are funds of the individual schools and/or their student bodies and are not available for use by the District.

Investments

See Note 2 of the District's June 30, 2025, Audited Financial Statements attached hereto as Appendix A for information regarding the District's investments and depository accounts. The District only invests in securities permitted under NMSA 1978 Section 6-10-10.

The District implemented an investment program during the 2017 fiscal year. The program focuses on the District's need for cash liquidity, while enhancing the return on the use of the District's idle cash. The investment strategy uses a dual approach, with long-term investments made in U.S. Treasuries with staggered maturity dates of 1 to 3 years from the date of purchase. The second part invests cash on a short-term basis with the State Treasurer's Office, Local Government Investment Pool (LGIP), and with a government-only money market fund. The District's total cash balance, as of June 30, 2025, was distributed between U.S. Treasuries at 24%, LGIP at 26%, and 50% on-demand collateralized bank and money market deposits.

Employee Retirement Plan and Other Post-Employment Benefits

The District employs approximately 12,400 permanent employees as of June 30, 2025, of which more than 5,500 (44.0%) are certified educational staff (teachers/counselors/librarians/nurses) and over 1,700 (14.0% are classroom educational assistants, for a total of approximately 7,200 (58.0%) certified direct classroom employees.

In addition to the following discussion, Notes 13 and 14 of the District's June 30, 2024 Audited Financial Statements attached hereto as Appendix A provides additional information regarding the District's pension and other post-employment benefit plans.

ERB Pension Plan Description:

Substantially all of the District's full-time employees participate in a public employee retirement system authorized under the Educational Retirement Act (Chapter 22, Article 11, NMSA 1978). The Educational Retirement Board ("ERB") is the administrator of the plan, which is a cost-sharing, multiple-employer defined benefit retirement plan. The plan provides for retirement benefits, disability benefits, survivor benefits and cost-of-living adjustments to plan members (certified teachers and other employees of State public school districts, colleges and universities) and beneficiaries. ERB issues a separate, publicly available financial report that includes financial statements and required supplementary information for the plan. The report may be obtained by writing to ERB, P.O. Box 26129, Santa Fe, New Mexico 87502. The report is also available on ERB's website at www.nmerb.org.

Contributions:

The contribution requirements of defined benefit plan members and the District are established in state statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. For the past five fiscal years, educational employers contributed to the Plan based on the following rate schedule.

Fiscal Year	Date Range	Wage Category	Member Rate	Employer Rate	Combined Rate	Increase Over Prior Year
2025	7/1/2024 to 6/30/2025	Over $24k	10.70%	18.15%	28.85%	1.00%
		$24k or less	7.90%	18.15%	26.05%	1.00%
2024	7/1/2023 to 6/30/2024	Over $24k	10.70%	18.15%	28.85%	1.00%
		$24k or less	7.90%	18.15%	26.05%	1.00%
2023	7/1/2022 to 6/30/2023	Over $24k	10.70%	17.15%	27.85%	2.00%
		$24k or less	7.90%	17.15%	25.05%	2.00%
2022	7/1/2021 to 6/30/2022	Over $24k	10.70%	15.15%	25.85%	1.00%
		$24k or less	7.90%	15.15%	23.05%	1.00%
2021	7/1/2020 to 6/30/2021	Over $24k	10.70%	14.15%	24.85%	1.00%
		$24k or less	7.90%	14.15%	22.05%	1.00%

Contributions to the pension plan from the District were $205,709,588 for the year ended June 30, 2025, which equals the amount of the required contribution for such fiscal year.

Pension Liabilities:

At June 30, 2025, the District reported a liability of $1,458,083,990 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2024, and the total pension liability was rolled-forward from the valuation date to the plan year ending June 30, 2024, using generally accepted actuarial principles. There were no significant events or changes in benefit provisions that required an adjustment to the roll-forward liabilities as of June 30, 2024.

The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating educational institutions at June 30, 2024, actuarially determined. At June 30, 2024, the

District's proportion was 16.59177%, which was an increase of 0.01756% from its proportion measured as of June 30, 2023.

On June 25, 2012, the Governmental Accounting Standards Board approved Statement No. 68 which addresses accounting and financial reporting for pensions that are provided to employees of state and local government employers through pension plans that are administered through trusts and also establishes standards for measuring and recognizing liabilities, deferred outflows of resources, deferred inflows of resources, and expenses. According to Statement No. 68, the School District, as a contributor to ERB, is required to recognize its proportionate share of the collective net pension liability, pension expense, and deferred inflows or outflows of resources of the cost-sharing, multi-employer plan with ERB.

In July 2012, the ERB adopted goals of achieving 95%, plus or minus 5% funded ratio by the year 2042. To achieve this goal, the New Mexico Legislature amended the Educational Retirement Act in the 2013 legislative session (Senate Bill 115; Chapter 61, Laws 2013). The legislation kept in place scheduled increases in employer contribution rates, created a new tier membership for persons who become members of the ERB Fund on or after July 1, 2013, created certain actuarial limitations on benefits of new tier members, placed limitations on future cost of living adjustments ("COLA") for current and future retirees which are tied to the future funded ratios of the ERB Fund, and made certain other clarifying and technical changes.

In December 2013, the New Mexico Supreme Court in *Barlett v. Cameron*, 316 P.3d 889 (N.M. 2013), rejected the claims of certain retired teachers, professors and other public education employees challenging the state constitutionality of Senate Bill 115 to the extent that it reduces the future amounts that all education retirees might receive as annual COLA. The Court held that Article XX, Section 22 of the New Mexico Constitution did not grant the retirees a right to an annual COLA based on the formula in effect on the date of their retirement for the entirety of their retirement. The Court held that in the absence of any contrary indication from the New Mexico Legislature, any future COLA to a retirement benefit is merely a year-to-year expectation that, until paid, does not create a property right under the New Mexico Constitution. Once paid, the COLA, by statute, becomes part of the retirement benefit, and a property right subject to those constitutional protections.

Pension Plan Statistics

Following is a 5-year history of employer and employee contributions statewide, and average asset balance of the fund:

Fiscal Year Ending June 30	Employer Contributions	Employee Contributions	Net Assets Held in Trust
2021	$452,872,287	$327,477,585	$16,361,524,358
2022	511,943,988	347,917,165	15,550,701,708
2023	662,750,272	394,165,107	16,261,793,470
2024	770,384,190	435,808,030	17,498,210,024
2025	802,437,237	435,872,084	18,960,350,984

Source: New Mexico Educational Retirement Board, Financial Reports

Post-Employment Benefits:

The Retiree Health Care Act (Section 10-7C-13 NMSA 1978) (the "RHCA") issues a publicly available stand-alone financial report that includes financial statements and required supplementary

information for the post-employment healthcare plan. That report and further information can be obtained by writing to the Retiree Health Care Authority at 4308 Carlisle NE, Suite 104, Albuquerque, NM 87107.

Funding Policy:

The RHCA authorizes the RHCA Board to establish the monthly premium contributions that retirees are required to pay for healthcare benefits. Each participating retiree pays a monthly premium according to a service-based subsidy rate schedule for the medical plus basic life plan plus an additional participation fee of five dollars if the eligible participant retired prior to the employer's RHCA effective date or is a former legislator or former governing authority member. Former legislators and governing authority members are required to pay 100% of the insurance premium to cover their claims and the administrative expenses of the plan. The monthly premium rate schedule can be obtained from the RHCA or viewed on their website at www.nmrhca.state.nm.us.

The employer, employee and retiree contributions are required to be remitted to the RHCA on a monthly basis. The statutory requirements for the employer and employee contributions can be changed by the New Mexico State Legislature. Employers that choose to become participating employers after January 1, 1998 are required to make contributions to the RHCA fund in the amount determined to be appropriate by the board.

The RHCA establishes the required contributions of participating employers and their employees. For employees that were members of an enhanced retirement plan (state police and adult correctional officer member coverage plan 1; municipal police member coverage plan 3, 4 or 5; municipal fire member coverage plan 3, 4 or 5; municipal detention officer member coverage plan 1; and members pursuant to the Judicial Retirement Act) during the fiscal year ended June 30, 2013, the statute required each participating employer to contribute 2.5% of each participating employee's annual salary; and each participating employee was required to contribute 1.25% of their salary. For employees that were not members of an enhanced retirement plan during the fiscal year ended June 30, 2013, the statute required each participating employer to contribute 2.0% of each participating employee's annual salary; each participating employee was required to contribute 1.0% of their salary. In addition, pursuant to Section 10-7C-15(G) NMSA 1978, at the first session of the Legislature following July 1, 2013, the legislature shall review and adjust the distributions pursuant to Section 7-1-6.1 NMSA 1978 and the employer and employee contributions to the authority in order to ensure the actuarial soundness of the benefits provided under the Retiree Health Care Act.

The District's contribution to the RHCA for the year ended June 30, 2024 was $14,062,469, which equals the required contribution for the year.

The District believes it does not have any liability should the plan be underfunded. In the future, the District's on-going contribution percentage may be increased.

Cybersecurity

The District operates a large and complex information technology infrastructure to support internal and external operations. As is the case with any such environment, the threat of cybersecurity incidents is a constant one. These incidents may arise from multiple sources, including unintentional events or actions, intentional insider threat, and deliberate malicious attacks or actions from outside entities. The effect of these threats may include unauthorized access to District systems, data or resources, inappropriate exposure or use of District information, disruption of District services, and damage to District systems.

The District continuously assesses its vulnerability to intentional and unintentional data and cybersecurity breaches. Specifically, the District has adopted a four-pronged approach consisting of (1) Education, (2) Protection, (3) Prevention and Mitigation and (4) Vigilance. Education measures include annual employee training and testing on cybersecurity topics and implementing data collection and retention reviews to ensure District staff obtain and store only data that provides value. Protection measures include data and communication encryption, regular access reviews for sensitive data and processes and use of sensitive data change reports. Prevention and mitigation measures include heightened intrusion prevention and detection strategies coupled with increased URL screening and filtering. Finally, vigilance measures include the development of up-to-date internal processes for suspicious activities and events, annual external review of cybersecurity posture, monthly external penetration tests, collaboration with federal enforcement entities and annual review of industry, local, state and federal cybersecurity requirements. The District also maintains a cyber-security insurance policy.

DEBT AND OTHER FINANCIAL OBLIGATIONS

Article IX, Section 11 of the New Mexico Constitution limits the powers of a district to incur general obligation debt extending beyond the fiscal year. A district can incur such debt for the purpose of erecting, remodeling, making additions to and furnishing school buildings or purchasing or improving school grounds, to purchase computer software and hardware for student use in public schools, to provide matching funds for capital outlay projects funded pursuant to the Public School Capital Outlay Act, or any combination of these purposes but only after the proposition to create any such debt has been submitted to a vote of the qualified electors of such district, and a majority of those voting on the question vote in favor of creating the debt. The total indebtedness of the district may not exceed 6% of the assessed valuation of the taxable property within the district as shown by the last preceding general assessment. The district also may create a debt by entering into a lease-purchase arrangement to acquire education technology equipment without submitting the proposition to a vote of the qualified electors of the district, but any such debt is subject to the 6% debt limitation. The issuance of refunding bonds is not subject to the 6% debt limitation and is not subject to a vote of the qualified electors of the district.

The assessed valuation of taxable property within the District is $23,552,693,627 for tax year 2025, as approved by the State of New Mexico Taxation and Revenue Department, Property Tax Division. Generally, the maximum general obligation indebtedness of the District may not exceed 6% of the assessed valuation or $1,413,341,618.

After the Series 2026 Bonds are issued, the ratio of total net outstanding general obligation debt of the District to the 2025 assessed valuation is summarized below:

Table 11
Debt Ratios

2025 Assessed Valuation	$23,552,693,627
2025 Estimated Actual Valuation[(1)]	$85,359,471,957
NET BONDED DEBT[(2)]	$431,005,000
Ratio of Net Debt to 2025 Assessed Valuation:	1.83%
Ratio of Net Debt to 2025 Estimated Actual Valuation:	0.50%
Per Capita Net Bonded Debt	$1,613
Estimated Population	676,685

(1) Actual valuation is computed by adding the total exemptions to the assessed valuation and multiplying by three.
(2) Includes the Series 2026 Bonds and excludes the Refunded Series 2017 Bonds.

Source: Bernalillo and Sandoval County Assessors' Offices and the District.

Table 11 (cont.)
Bonding Capacity

	2021	2022	2023	2024	2025
Assessed Valuation	$18,730,139,140	$19,625,338,891	$20,786,255,779	$21,888,177,219	$23,552,693,627
Legal Bonding Capacity (6% of Assessed Valuation)	1,123,808,348	1,177,520,333	1,247,175,347	1,313,290,633	1,413,341,618
Less Net Debt Outstanding	551,230,000	484,450,000	472,665,000	517,560,000	367,105,000
Remaining Capacity	$572,578,348	$693,070,333	$774,510,347	$795,730,633	$1,046,236,618
% Bonded to Capacity	49.05%	41.14%	37.90%	39.41%	35.09%

Source: Bernalillo and Sandoval County Assessor's Office and the District.

Outstanding Debt

The District has issued debt ("Outstanding Debt") in the past for various capital improvements and has never defaulted in the payment of any of its debt or other obligations. Listed below is the District's total general obligation debt outstanding, including the Series 2026 Bonds.

Table 12
Outstanding Debt

	Original Amount Issued	Final Maturity	Principal Outstanding
2010	$32,690,000	8/1/2027	$22,190,000
2017[(1)]	100,000,000	8/1/2033	71,900,000[(2)]
2018	110,000,000	8/1/2037	76,400,000
2021A	43,000,000	8/1/2036	28,600,000
2021C	28,525,000	8/1/2029	20,470,000
2022	57,000,000	8/1/2037	37,565,000
2023A	70,000,000	8/1/2038	40,780,000
2023B	42,885,000	8/1/2029	29,75,000
2024	80,000,000	8/1/2039	36,665,000
2025A	50,000,000	8/1/2040	28,500,000
2025B	46,220,000	8/1/2030	46,220,000
2026A[*]	87,500,000	8/1/2041	87,500,000
2026B[*]	53,780,000	8/1/2033	53,780,000
	$801,600,000		$550,570,000

(1) Portion to be refunded with Series 2026B Bonds.
(2) Excludes portion to be refunded by Series 2026B Bonds.

Source: The District.

[*] Preliminary, subject to change.

Debt Service Requirements by Maturity

The District schedules principal and interest payments at the time of the bond sales with constraints being general obligation debt capacity and expected property tax revenues. Below is a summary of the currently scheduled principal and interest on the District's outstanding general obligation bond debt as well as the proposed principal and interest payments on the Series 2026 Bonds.

Table 13
Debt Service Requirements by Maturity

Calendar	Current GO Bonds Requirements[1]			Series 2026 GO Bonds*[2]			Total GO Bonds Requirements*[2] [3]		
Year	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total
2026	$55,390,000	$17,072,873	$72,462,873	$22,925,000	$981,111	$23,906,111	$78,315,000	$18,053,984	$96,368,984
2027	47,670,000	14,650,215	62,320,215	11,995,000	5,917,750	17,912,750	59,665,000	20,567,965	80,232,965
2028	45,205,000	12,471,864	57,676,864	11,975,000	5,318,000	17,293,000	57,180,000	17,789,864	74,969,864
2029	45,140,000	10,423,972	55,563,972	11,960,000	4,719,250	16,679,250	57,100,000	15,143,222	72,243,222
2030	31,550,000	8,356,500	39,906,500	11,935,000	4,121,250	16,056,250	43,485,000	12,477,750	55,962,750
2031	18,940,000	6,805,000	25,745,000	11,915,000	3,524,500	15,439,500	30,855,000	10,329,500	41,184,500
2032	18,940,000	5,884,000	24,824,000	11,895,000	2,928,750	14,823,750	30,835,000	8,812,750	39,647,750
2033	18,940,000	4,963,000	23,903,000	11,770,000	2,334,000	14,104,000	30,710,000	7,297,000	38,007,000
2034	18,930,000	4,068,000	22,998,000	4,370,000	1,745,500	6,115,500	23,300,000	5,813,500	29,113,500
2035	18,930,000	3,173,500	22,103,500	4,370,000	1,527,000	5,897,000	23,300,000	4,700,500	28,000,500
2036	18,930,000	2,253,000	21,183,000	4,370,000	1,308,500	5,678,500	23,300,000	3,561,500	26,861,500
2037	16,395,000	1,332,500	17,727,500	4,370,000	1,090,000	5,460,000	20,765,000	2,422,500	23,187,500
2038	7,120,000	607,250	7,727,250	4,370,000	871,500	5,241,500	11,490,000	1,478,750	12,968,750
2039	3,945,000	251,250	4,196,250	4,370,000	653,000	5,023,000	8,315,000	904,250	9,219,250
2040	1,080,000	54,000	1,134,000	4,370,000	434,500	4,804,500	5,450,000	488,500	5,938,500
2041				4,320,000	216,000	4,536,000	4,320,000	216,000	4,536,000
TOTAL	$367,105,000	$92,366,923	$459,471,923	$141,280,000	$37,690,611	$178,970,611	$508,385,000	$130,057,534	$638,442,534

(1) Excludes the Refunded Series 2017 Bonds.
(2) Assumes interest rate of 5.000% per annum.
(3) Includes the Series 2026 Bonds and excludes the Refunded Series 2017 Bonds.

Source: The District.

Authorized but Unissued Bonds

After the issuance of the Series 2026A Bonds*, the District will have $262,500,000* of remaining authorized but unissued general obligation bonds from the 2025 Bond Election. See "INTRODUCTION – Purposes of the Series 2026 Bonds." The District expects to issue additional general obligation bonds over the next three year period.

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* Preliminary, subject to change.

Statement of Estimated Direct and Overlapping Debt

The following is a calculation of the debt load and per capita debt of the District payable from property taxes. In addition to outstanding debt of the District, the calculation takes into account debt attributable to overlapping taxing entities which is the responsibility of taxpayers within the boundaries of the District. Revenue bonds are not included and are payable from sources other than property taxes.

Table 14
Estimated Direct and Overlapping Debt

Equity	2025 Assessed Value	G/O Debt Outstanding[(1)]	Percent Applicable	Amount
State of New Mexico	$112,757,519,845	$517,415,000	16.70%	$86,401,716
City of Albuquerque	18,829,069,978	429,071,000	100.00%	429,071,000
Bernalillo County	23,078,747,024	108,070,000	81.60%	88,170,194
Sandoval County	6,168,355,867	20,747,000	9.93%	2,061,214
Central New Mexico Community College	27,911,600,035	138,805,000	67.50%	93,637,379
Village of Los Ranchos	347,902,511	4,768,000	100.00%	4,768,000
Albuquerque Metropolitan Arroyo Flood Control Authority	21,745,825,127	47,320,000	86.60%	40,972,995
S. Sandoval County Arroyo Flood Control Authority	5,019,644,722	18,755,000	12.21%	2,289,714
Albuquerque Municipal School District No. 12	23,552,693,627	431,005,000	79.90%	344,564,551
Total Direct & Overlapping Debt				$1,091,828,843

Ratio of Estimated Direct & Overlapping Debt to 2024 Assessed Valuation:	4.64%
Ratio of Estimated Direct & Overlapping Debt to 2024 Estimated Actual Valuation:	1.28%
Per Capita Direct & Overlapping Debt:	$1,613.50
Estimated Population:	676,685

Source: Bernalillo and Sandoval County Assessor's Office, State Assessed Property Tax Division and individual entities.

VERIFICATION OF MATHEMATICAL CALCULATIONS

The mathematical accuracy of the computations of the adequacy of the principal amounts and the interest thereon of the Federal Securities and other funds to be deposited in the Escrow Fund, to provide for the payment, of the principal of and interest on the Refunded Series 2017 Bonds to be refunded will be verified by Causey Demgen & Moore, P.C., Denver, Colorado, certified public accountants (the "Verification Agent"). Such verification will be based, in part, upon information supplied by the Municipal Advisor.

LITIGATION

There is no action, suit, proceeding, inquiry, investigation or controversy of any nature pending, or to the District's knowledge threatened, involving the District (i) in any way questioning (A) the authority of any officer of the District to exercise the duties and responsibilities of his or her office or (B) the existence, powers or authority of the District material to the Series 2026 Bonds or the security for the Series 2026 Bonds; (ii) seeking to restrain or enjoin the issuance, sale, execution or delivery of, or the performance by the District of its obligations under, the Series 2026 Bonds; (iii) in any way contesting or affecting (A) the issuance, sale, execution or delivery of the Series 2026 Bonds, (B) the defeasance and refunding of the Series 2017 Bonds, or (C) the validity or enforceability of the Series 2026 Bonds, any of the documents

relating to the Series 2026 Bonds or any action contemplated by or pursuant to any of the foregoing; (iv) which, except as and to the extent disclosed below may result, either individually or in the aggregate, in final judgments against the District materially adversely affecting its financial condition; or (v) asserting that the Preliminary Official Statement or the Official Statement contained or contains any untrue statement of a material fact or omitted or omits to state any material fact necessary to make the statements therein, in the light of the circumstances under which they were made, not misleading. On the Closing Date, the District will deliver a no-litigation certificate as to the foregoing.

Litigation Relating to State Education System

The State's process to fund public education on a uniform and adequate basis has been challenged in various courts, including the First and Eleventh Judicial District Courts. In 2014, two different plaintiff groups filed lawsuits in the First Judicial District Court for the State of New Mexico in Santa Fe County, each of which challenged the sufficiency of school funding and the school funding formula, specifically as applied and related to the needs of at-risk students. The two lawsuits were consolidated (Martinez, et al. v. the State of New Mexico consolidated with *Yazzie, et al. v. the State of New Mexico*, No. D-101-CV-2014-00793) and proceeded to a bench trial in the summer of 2017. On February 14, 2019, the Court entered a Final Judgment and Order. The Court concluded that the State violated the Education Clause, the Equal Protection Clause, and the Due Process Clause of the New Mexico Constitution. The Court required the State to take necessary steps to ensure schools have resources, including funding and accountability measures, to give at-risk students an opportunity to obtain a sufficient education. In response, during the 2019 Regular Session, the Legislature increased public school funding by approximately $400 million and funding has been increased each year since the Final Judgment and Order. The court has not indicated whether this will be sufficient to satisfy the requirements of the Judgment. The Court has made no substantive rulings in the last 2 years. The Decision is expected to continue to affect future funding for all school age students. It is premature to assess what ongoing effect these lawsuits may have on the State's school financing system, or the District. The legislature has responded to the lawsuit by increasing funding for education in each fiscal year since the decision was rendered.

In 1998, the Zuni Public School District filed a lawsuit in the Eleventh Judicial District Court for the State of New Mexico in McKinley County (*Zuni Public School District, et al., v. the State of New Mexico, et al*., No. D-1113-CV-9800014) seeking a declaratory judgment that the State's method of funding of capital improvements for public schools violated the State Constitution's requirement to provide for a uniform and adequate system of funding capital improvements, specifically as applied and related to the needs of the students of Gallup-McKinley. On December 29, 2020, the trial court filed a Decision and Order ruling in favor of the Plaintiffs. On June 18, 2021, the State filed a Notice of Appeal with the New Mexico Court of Appeals. The appeal operates as an automatic stay of the District Court's judgment.

As these educational funding litigation cases go through potential appeals, post-trial procedures and any remedial measures, the outcomes of such litigation may impact the State's education funding processes for all school age students and could impact the State's school financing system and the District; however, the extent of such impact is currently unknown.

New Mexico Tort Claims Act Limitations

The New Mexico Tort Claims Act limits liability to (i) $200,000 for damage to or destruction of property arising out of a single occurrence, (ii) $300,000 for all past and future medical and medically-related expenses arising out of a single occurrence, (iii) $400,000 to any person for any number of claims arising out of a single occurrence for all damages other than property damage and medical and medically-related expenses, as permitted under the New Mexico Tort Claims Act, and (iv) $750,000 for all claims other than medical or medically-related expenses arising out of a single occurrence. The Tort Claims Act

makes provision for pro-rata payment of claims in the event the Fund would be exhausted by payment of all claims allowed during a particular fiscal year. The statutory cap on damages recoverable under the Tort Claims Act has not been adjusted for many years, and it is reasonable to expect that the legislature may amend the statute to increase the cap on damages at some point in the coming years.

Risk Management

The District is exposed to various risks of loss related to theft of, damage to and destruction of assets; errors and omissions; and injuries to employees. The District is registered with the State of New Mexico Insurance Commission (the "Commission") as a self-insured entity for workers' compensation, property and liability coverage. However, the District has purchased excess coverage policies that cover losses over $650,000, $250,000 and $350,000 for workers' compensation, property and liability, respectively. In order to self-insure, the Commission requires that the District restrict its cash balance in an amount equal to the estimated workers' compensation claim liability, excluding incurred but not reported claims. The District is self-insured for group health and offers other employee related benefits through several providers. The District is not responsible for charter school liability.

TAX MATTERS

In the opinion of Modrall, Sperling, Roehl, Harris & Sisk, P.A., Bond Counsel, to be delivered at the time of original issuance of the Series 2026 Bonds, under existing laws, regulations rulings and judicial decisions, and assuming compliance with covenants described herein, interest on Series 2026 Bonds is excludable from gross income for federal income tax purposes and is not an item of tax preference under Section 57 of the Code (as defined below) for purposes of the federal alternative minimum tax imposed for the owners thereof. However, interest on the Series 2026 Bonds is included in the "adjusted financial statement income" of certain corporations that are subject to the alternative minimum tax under Section 55 of the Code. Bond Counsel is also of the opinion, based on existing laws of the State of New Mexico as enacted and construed, that interest on the Series 2026 Bonds is exempt from all taxation by the State of New Mexico or any political subdivision thereof.

The Internal Revenue Code of 1986, as amended (the "Code"), imposes various restrictions, conditions and requirements relating to the exclusion from gross income for federal tax purposes of interest on obligations such as the Series 2026 Bonds. The District has made various representations and warranties with respect to, and has covenanted in the resolution authorizing issuance of the Series 2026 Bonds and other documents, instruments and certificates to comply with the applicable provisions of the Code to assure that interest on the Series 2026 Bonds will not become includible in gross income, although the interest may be includible for alternative minimum tax purposes. Failure to comply with these covenants or the inaccuracy of these representations and warranties may result in interest on the Series 2026 Bonds being included in gross income from the date of issue of the Series 2026 Bonds. The opinions of Bond Counsel assume compliance with the covenants and the accuracy of such representations and warranties.

Although Bond Counsel will render opinions that interest on the Series 2026 Bonds is excludable from gross income for federal income tax purposes, the accrual or receipt of interest on the Series 2026 Bonds may otherwise affect the federal income tax liability of the recipient. The extent of these other tax consequences will depend upon the recipient's particular tax status or other items of income or deduction. Bond Counsel expresses no opinion regarding any such consequences. Before purchasing any of the Series 2026 Bonds, potential purchasers should consult their tax advisors as to the tax consequences of purchasing or owning the Series 2026 Bonds.

The opinions expressed by Bond Counsel are based upon existing law as of the date of issuance and delivery of the Series 2026 Bonds, and Bond Counsel expresses no opinion as of any date subsequent thereto or with respect to any pending legislation.

From time to time, there are legislative proposals in Congress that, if enacted, could alter or amend the federal tax matters referred to above or adversely affect the market value of the Series 2026 Bonds. It cannot be predicted whether or in what form any such proposal might be enacted or whether if enacted, it would apply to Series 2026 Bonds issued prior to enactment. Each purchaser of the Series 2026 Bonds should consult his or her own tax advisor regarding any pending or proposed federal tax legislation. Bond Counsel expresses no opinion regarding any pending or proposed federal tax legislation.

Internal Revenue Service Audit Program

The Internal Revenue Service (the "Service") has an ongoing program auditing tax-exempt obligations to determine whether, in the view of the Service, interest on such tax-exempt obligations is includable in the gross income of the owners thereof for federal income tax purposes. No assurances can be given as to whether the Service will commence an audit of the Series 2026 Bonds. If an audit is commenced, under current procedures the Service will treat the District as the taxpayer and the Bond owners may have no right to participate in such procedure. Neither the initial purchasers of the Series 2026 Bonds nor Bond Counsel is obligated to defend the tax-exempt status of the Series 2026 Bonds. The District has covenanted in the Bond Resolution not to take any action that would cause the interest on the Series 2026 Bonds to become includable in gross income except to the extent described above for the owners thereof for federal income tax purposes. None of the District, the initial purchasers of the Series 2026 Bonds, or Bond Counsel is responsible to pay or reimburse the costs of any Bond owner with respect to any audit or litigation relating to the Series 2026 Bonds.

Original Issue Discount

The Series 2026 Bonds may be offered at a discount ("original issue discount") equal generally to the difference between public offering price and principal amount. For federal income tax purposes, original issue discount on a Bond accrues periodically over the term of the Bond as interest with the same tax exemption and alternative minimum tax status as regular interest. The accrual or original issue discount increases the holders' tax basis in the Bond for determining taxable gain or loss from sale or from redemption prior to maturity. Holders of Bonds offered at original issue discount should consult their tax advisor for an explanation of the accrual rules.

Original Issue Premium

The Series 2026 Bonds may be offered at a premium ("original issue premium") over their principal amount. For federal income tax purposes, original issue premium is amortizable periodically over the term of a Bond through reductions in the holders' tax basis in the Bond for determining taxable gain or loss from sale or from redemption prior to maturity. Amortizable premium is accounted for as reducing the tax-exempt interest on the Bond rather than creating a deductible expense or loss. Holders of Bonds offered at an original issue premium should consult their tax advisor for an explanation of the amortization rules.

Post-Issuance Tax Compliance Procedures

The District has previously adopted post-issuance tax compliance procedures which will be utilized in connection with investment and expenditure of the proceeds of the Series 2026 Bonds and the use of projects funded with such proceeds.

CONTINUING DISCLOSURE UNDERTAKING

In connection with its issuance of the Series 2026 Bonds, the District will execute a Continuing Disclosure Undertaking for the Series 2026 Bonds, the form of which is attached as Appendix D hereto, under which it will agree for the benefit of the owners of Series 2026 Bonds (i) to provide audited annual financial statements of the District when available after the end of each Fiscal Year, commencing Fiscal Year 2026, and to provide certain annual financial information and operating data relating to the District by March 31st of the following Fiscal Year, and (ii) to provide timely notice of certain enumerated events in accordance with the requirements of the Rule.

In prior years, certain continuing disclosure filings were not properly attributed to all applicable CUSIP numbers for the District's bonds, however, such filings have since been properly associated with all related CUSIP numbers. For the past five years, the District has complied in all material respects with its existing continuing disclosure undertakings in accordance with the Rule.

LEGAL MATTERS

In connection with the issuance and sale of the Series 2026 Bonds, Modrall, Sperling, Roehl, Harris & Sisk, P.A., Albuquerque, New Mexico, as Bond Counsel, expect to deliver the opinion attached in Appendix C hereto. Certain legal matters relating to the Series 2026 Bonds will be passed upon for the District by Disclosure Counsel, Taft Stettinius & Hollister LLP, Albuquerque, New Mexico. Delivery of the Series 2026 Bonds is also subject to the delivery of an approving opinion of the Attorney General of the State of New Mexico. Neither Disclosure Counsel nor Bond Counsel have participated in any independent verification of the information concerning the financial condition of the District contained in this Official Statement.

The District will furnish to the Underwriters a complete transcript of proceedings incident to the authorization and issuance of the Series 2026 Bonds. Although it may represent the Municipal Advisor and the Underwriters from time to time in matters unrelated to the issuance of the Series 2026 Bonds, Bond Counsel has been engaged by and only represents the District in the issuance of the Series 2026 Bonds. Such firm has reviewed the information appearing in this Official Statement and Bond Counsel is of the opinion that the information relating to the Series 2026 Bonds and legal matters contained herein is an accurate and fair description of the laws and legal issues addressed therein and, with respect to the Series 2026 Bonds, such information conforms to the Bond Resolution. The legal fees to be paid to Bond Counsel and Disclosure Counsel for services rendered in connection with the issuance of the Series 2026 Bonds are contingent upon the sale and delivery of the Series 2026 Bonds. Certain legal matters will be passed upon for the Underwriters by their counsel, McCall, Parkhurst & Horton L.L.P., Dallas, Texas whose fee is contingent upon the sale and delivery of the Series 2026 Bonds.

The various legal opinions to be delivered concurrently with the delivery of the Series 2026 Bonds express the professional judgment of the attorneys rendering the opinion as to the legal issues explicitly addressed therein. In rendering a legal opinion, the attorney does not become an insurer or guarantor of that expression of professional judgment, of the transaction opined upon or of the future performance of the parties to the transaction. Nor does the rendering of an opinion guarantee the outcome of any legal dispute that may arise out of the transaction.

INDEPENDENT ACCOUNTANTS

CliftonLarsonAllen LLP audited the financial statements of the District as of and for the year ended June 30, 2025 and delivered their report to the New Mexico State Auditor and the District. The complete Comprehensive Annual Financial Report of the District – Audited General Purpose Financial Statements –

as of and for the Fiscal Year ended June 30, 2025, as well as for previous fiscal years, are public documents and are available from the New Mexico State Auditor's website at https://www.osa-app.org/auditreportsearch.aspx. An excerpt from the 2025 audit is included in Appendix A to this Official Statement. CliftonLarsonAllen LLP has not been engaged to review this Official Statement or any information contained herein.

UNDERWRITING

The Underwriters have agreed to purchase the Series 2026 Bonds from the District pursuant to Bond Purchase Agreements dated May ___, 2026 (together, the "Bond Purchase Agreement"). The Underwriters agreed to purchase the Series 2026A Bonds for a price of $_____ (being the par amount of the Series 2026A Bonds, plus a [net] reoffering premium of $_____ and less an Underwriters' discount of $_____). The Underwriters agreed to purchase the Series 2026B Bonds for a price of $_____ (being the par amount of the Series 2026B Bonds, plus a [net] reoffering premium of $_____ and less an Underwriters' discount of $_____).

The Bond Purchase Agreement provides that the Underwriters will purchase all of the Series 2026 Bonds if any are purchased. The obligation to make such purchase is subject to certain terms and conditions set forth in the Bond Purchase Agreement, including the approval of certain legal matters by counsel and certain other conditions. The prices at which the Series 2026 Bonds are offered to the public (and the yields resulting therefrom) may vary from the initial public offering prices appearing on the inside cover page of this Official Statement. In addition, the Underwriters may allow commissions or discounts from such initial offering prices to dealers and others.

A Stifel employee is a member of the Albuquerque Public Schools Education Foundation Board.

The Underwriters and their affiliates comprise a full service financial institutions engaged in activities which may include sales and trading, commercial and investment banking, advisory, investment management, investment research, principal investment, hedging, market making, brokerage and other financial and non-financial activities and services. The Underwriters and their affiliates may have provided, and may in the future provide, a variety of these services to the District and to persons and entities with relationships with the District, for which they received or will receive customary fees and expenses.

In the ordinary course of these business activities, the Underwriters and their affiliates may purchase, sell or hold a broad array of investments and actively trade securities, derivatives, loans and other financial instruments for their own account and for the accounts of their customers, and such investment and trading activities may involve or relate to assets, securities and/or instruments of the District (directly, as collateral securing other obligations or otherwise) and/or persons and entities with relationships with the District.

The Underwriters and their affiliates may also communicate independent investment recommendations, market color or trading ideas and/or publish or express independent research views in respect of such assets, securities or instruments and may at any time hold, or recommend to clients that they should acquire such assets, securities and instruments. Such investment and securities activities may involve securities and instruments of the District.

The Underwriters have reviewed the information in this Official Statement in accordance with, and as part of, their respective responsibilities to investors under the federal securities laws as applied to the facts and circumstances of this transaction, but the Underwriters do not guarantee the accuracy or completeness of such information.

RATING

S&P Global Ratings ("S&P") has assigned the Series 2026 Bonds a rating of "AA" without regard to any enhancement program. Such rating reflects only the views of S&P, and the District makes no representation as to the appropriateness of such rating. An explanation of the significance of the rating may only be obtained from S&P. The District has furnished to S&P certain information and materials relating to the Series 2026 Bonds and the District, some of which may not have been included in this Official Statement. Generally, rating agencies base their ratings on such information and materials and on investigation, studies and assumptions by the rating agencies. The rating is not a recommendation to buy, sell or hold the Series 2026 Bonds, and there can be no assurance that a rating when assigned will continue for any given period of time or that it will not be lowered or withdrawn entirely by the rating agency if, in its judgment, circumstances so warrant. Any downward change in or withdrawal of the rating may have an adverse effect on the marketability and/or market price of the Series 2026 Bonds.

ADDITIONAL INFORMATION

All quotations from, and summaries and explanations of, the statutes, regulations and documents contained herein do not purport to be complete and reference is made to said laws, regulations and documents for full and complete statements of their provisions. Copies, in reasonable quantity, of such laws, regulations and documents may be obtained during the offering period upon request directly to the District at P.O. Box 25704, 6400 Uptown Boulevard. NE, Suite 305E, Albuquerque, New Mexico 87125-0704, Attention: Chief Financial Officer.

Any statements in this Official Statement involving matters of opinion, whether or not expressly so stated, are intended as such and not as representations of fact. This Official Statement is not to be construed as a contract or agreement between the District and the purchasers or owners of any of the Series 2026 Bonds.

APPROVAL BY THE DISTRICT

This Official Statement has been duly authorized and approved by the District and has been executed and delivered by the President of the District Board on behalf of the District.

ALBUQUERQUE MUNICIPAL SCHOOL
DISTRICT NO. 12 BERNALILLO AND
SANDOVAL COUNTIES, NEW MEXICO

By: _____
President, Board of Education

SCHEDULE I

REFUNDED BONDS

District's General Obligation School Building Bonds, Series 2017

Maturities Being Redeemed	CUSIP	Principal Amount Outstanding	Interest Rate	Principal Amount Being Refunded*	Call Date
8/1/2027	013595UT8	$8,000,000	5.000%	$8,000,000	8/1/2026
8/1/2028	013595UU5	8,000,000	5.000%	8,000,000	8/1/2026
8/1/2029	013595UV3	8,000,000	5.000%	8,000,000	8/1/2026
8/1/2030	013595UW1	8,000,000	5.000%	8,000,000	8/1/2026
8/1/2031	013595UX9	8,000,000	5.000%	8,000,000	8/1/2026
8/1/2032	013595UY7	8,000,000	5.000%	8,000,000	8/1/2026
8/1/2033	013595UZ4	7,900,000	4.000%	7,900,000	8/1/2026

* Preliminary, subject to change.

APPENDIX A

AUDITED FINANCIAL STATEMENTS FOR FISCAL YEAR ENDING JUNE 30, 2025

CliftonLarsonAllen LLP
CLAconnect.com

INDEPENDENT AUDITORS' REPORT

The State of New Mexico
Albuquerque Public School District No. 12
The Board of Education
and
Mr. Joseph M. Maestas, PE, CFE
New Mexico State Auditor
Albuquerque, New Mexico

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, the aggregate remaining fund information and the budgetary comparison for the general fund of the Albuquerque Public Schools District No 12 (the District), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents. We have also audited the financial statements of the governmental activities, each major fund, the aggregate remaining fund information and the budgetary comparisons for the general fund and each major special revenue fund of each discretely presented component unit, presented as supplementary information, as defined by the Governmental Accounting Standards Board (GASB) as of and for the year ended June 30, 2025, as listed in the table of contents

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2025, and the respective changes in financial position, and where applicable cash flows thereof, and budgetary comparison for the general fund for the year then ended in accordance with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of each discretely presented component unit as of June 30, 2025, and the respective changes in financial position and the budgetary comparisons for the general fund and each major special revenue fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit.

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We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matters

Change in Accounting Principle

As discussed in Notes 1, 20 and 23 to the financial statements, the District adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 101, Compensated Absences, as of July 1, 2024. Accordingly, the beginning net position for the governmental activities and the aggregate discretely presented component units has been restated to reflect this change in accounting principle. Our opinions are not modified with respect to this matter.

Correction of an Error and Change to the Financial Reporting Entity

As discussed in Notes 22 and 23, there were restatements for corrections of errors and changes to the reporting entity related to the aggregate discretely presented component units. Our opinions are not modified with respect to this matter.

Substantial Doubt About the Entity's Ability to Continue as a Going Concern

The accompanying financial statements for the discretely presented component unit, Voz Collegiate Preparatory Charter School (School), have been prepared assuming that the schools will continue as a going concern. As discussed in Note 23 to the financial statements, the operational fund presents deficit fund balance and there is a $200,000 promissory note due April 1, 2026 with insufficient resources to service the obligation. Management's evaluation of the events and conditions and management's plans regarding these matters are described in Note 23. The financial statements do not include any adjustments that might result from the outcome of these uncertainties. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the pension and OPEB schedules be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual fund financial statements and schedules, schedule of collateral pledged by depository for public funds, schedule of cash and temporary investment accounts, schedule of cash reconciliation, and State of New Mexico legislative capital outlay appropriations each required by *2.2.2 NMAC* are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the combining and individual fund financial statements and schedules, schedule of collateral pledged by depository for public funds, schedule of cash and temporary investment accounts, schedule of cash reconciliation, and State of New Mexico legislative capital outlay appropriations is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections and exit conference but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

The State of New Mexico
Albuquerque Public School District No. 12
The Board of Education
and
Mr. Joseph M. Maestas, PE, CFE
New Mexico State Auditor

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 31, 2025, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Albuquerque, New Mexico
December 31, 2025

State of New Mexico
Albuquerque Municipal School District No. 12
Management's Discussion and Analysis
June 30, 2025

The following management's discussion and analysis provides an overview of the financial activities of the Albuquerque Municipal School District No. 12 (hereinafter referred to as "Albuquerque Public Schools", or "APS", or "District") for the fiscal year ended June 30, 2025. The document is designed to (a) assist the reader in focusing on significant financial issues, (b) provide an overview of the District's financial activity, (c) identify changes in the District's financial position, (d) identify any material deviations from the financial plan (approved budget), and (e) identify financial issues or concerns. Please read it in conjunction with the District's financial statements, which begin following this analysis.

Management's discussion and analysis is a required part of the District's and the discretely presented component units' financial reporting and is an objective and easily readable discussion of the District's financial activities. The reader will see two statements; a Statement of Net Position and a Statement of Activities. These statements provide the overall view of the financial activities of the District. This discussion and analysis will provide a review of the District's overall financial activities, using the full accrual basis of accounting, for the year ending June 30, 2025. Fund financial statements are reported on a modified accrual basis of accounting. Rather than looking at specific areas of performance, this discussion and analysis focuses on the financial performance of the District as a whole. Whenever possible, this discussion and analysis will provide the reader multi-year pictures of financial performance and other pertinent information through the use of tables and other graphic information.

This annual report consists of a series of detailed, audited financial statements, supplementary information, and the notes to those statements. The District's finance department staff prepared these statements and the accompanying supplementary information. Also included is the Report of Independent Auditors, Report of Independent Auditors on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*, and the Schedule of Findings and Responses. Due to delays with the federal compliance supplement the District will issue the Single Audit Report under separate cover. This report will be forthcoming once the final version of the Uniform Guidance Compliance Supplement has been officially released.

Financial Highlights

The District is responsible for elementary and secondary education within its geographical borders. The voters elect the members of the District's governing board which is financially accountable for the District by approving the District's budget, levying taxes, if necessary, and approving any debt issuances.

District-authorized charter schools are responsible for providing elementary and secondary education within the District. Each charter school is managed independently by its own governing board. The charter schools are presented as discretely presented component units in the District's Financial Statements.

All charter school operating revenues are passed through the District to the charter schools located within the District's boundaries. Two percent of the charter school revenues are retained by the District for administration purposes. One of the primary considerations for deciding whether an entity is a component unit is financial accountability. Because the District and charter schools share certain financial benefits, in the case of the revenues being passed through the District, to possible financial burdens, such as possibly being liable for operating deficits, the charter schools are treated as component units and

included within the scope of the District's Independent Audit and financial statements. Additionally, the New Mexico Administrative Code requires charter schools to be included as component units.

During the 2025 New Mexico general legislative session, lawmakers passed several significant measures affecting public and early childhood education. One of the most important was House Bill 63, which revised the state's public school funding formula to adjust how money is distributed among districts, a move aimed at improving equity in resource allocation. The legislature also approved a minimum wage increase for school employees, ensuring that all public school workers—including support staff such as aides and custodians—receive at least $15 per hour. In addition, Senate Bill 133 raised the cap on how much retirees can earn while continuing to collect pension benefits, increasing it from $15,000 to $25,000 per year, to encourage experienced educators to return to classrooms part-time.

Academic improvement remained a priority, with Senate Bill 235 establishing a statewide math initiative to strengthen curriculum and instruction, set to take effect in mid-2025. The legislature also expanded funding for community schools through Senate Bill 387, which provides grants of up to $150,000 and renames the community schools fund in honor of Dr. Jeannie Oakes. To bolster early childhood education, House Bill 71 increased distributions from the Early Childhood Education and Care Fund, allowing up to $500 million—or 5 percent of the fund's three-year average value—to be directed annually to support pre-K and childcare programs across the state.

Lawmakers also passed Senate Bill 201, which broadens how the Public Education Reform Fund can be used to support school improvement efforts, and Senate Bill 163, which affirms cultural inclusion by allowing students to wear tribal regalia at public school ceremonies.

While several other bills—such as those addressing childcare licensing and exclusionary discipline practices—did not advance, the overall session reflected a continued focus on educational equity, workforce support, and long-term investment in children. The education budget also included targeted funding for initiatives like the New Mexico Grown K-12 Program, which links local agriculture to school nutrition, and legislators continued discussions about directing a larger share of education dollars directly to classrooms. Together, these actions represent a sustained effort to strengthen New Mexico's public education system from early childhood through high school.

The *Statement of Net Position* shows the District's total assets as of June 30, 2025, totaled $2,388,996,417, including cash and investment assets of $905,257,722. High levels of cash and investment assets are in place to fund ongoing and planned school facility construction projects and to support the District's self-insured components of Risk Management.

Overview of the Basic Financial Statements

The discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: 1) government-wide financial statements, 2) governmental funds financial statements, and 3) notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements. The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business**.**

The Statement of Net Position presents information on all of the District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, with the remaining difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The Statement of Activities presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Each of the government-wide financial statements relates to functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities). The governmental activities of the District are all related to public education.

The government-wide financial statements can be found on pages 1 and 3 of this report.

Governmental Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District are divided into two categories: governmental funds and internal service funds.

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District's near-term financing decisions. The Governmental Funds Reconciliation of the Balance Sheet to the Statement of Net Position (Exhibit B-1) and the Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities (Exhibit B-2) provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District maintains nine individual major governmental funds and numerous non-major governmental funds. In the governmental fund balance sheet and in the governmental fund statements of revenues, expenditures and changes in fund balances, separate columns are presented for the major governmental

funds while the non-major funds are combined and presented in a single column. The non-major governmental funds are provided in the form of combining statements elsewhere in this report.

The District adopts an annual budget for its governmental and internal service funds. Budgetary comparison statements have been provided for the governmental funds to demonstrate compliance with the budget. The governmental fund financial statements for the major funds can be found on pages 5-9 of this report.

Internal Service Fund. The District created an internal service fund in fiscal year 2007 for the purpose of providing increased visibility, recording, and tracking of transactions related to medical and dental health plans, workers' compensation, property, and liability insurances and claims. In prior years, these transactions were reported within the Operational Fund. The Insurance Fund was created at June 30, 2007, with the transfer of related cash balances and liability reserves. The activity for the 2025 fiscal year is recorded in the Internal Service Fund and can be seen in the statements on pages 10-12.

Notes to Basic Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found starting on page 13 of this report.

Combining and Individual Fund Schedules and Statements. The combining schedules and statements showing the individual capital accounts and other non-major governmental funds are presented immediately following the notes to the financial statements. Combining and individual fund schedules and statements can be found starting on page 93 of this report.

Government-Wide Financial Statements

Statement of Net Position (Excluding Component Units)

This statement shows that as of June 30, 2025, the District (excluding charter schools and the Albuquerque Public Schools Foundation) has total net position of $7,945,336 as compared to net position deficit of $(340,308,770) as of June 30, 2024. The District had $916,136,452 in cash, investments, and other current assets on hand as of June 30, 2025, and accounts payable/current liabilities and current long-term debt of $261,452,407. Cash and investment assets increased by $88,988,126 (8.4%) while other current assets increased by $17,540 (0.2%). The increase is mostly due increased State Equalization Guarantee funding and favorable interest rates which generated more investment earnings. The $16,346,785 decrease in capital assets net of depreciation and amortization is mostly due to regular asset disposal and retirement, and depreciation expense in excess of new capital additions. Long-term liabilities decreased $11,526,610, mainly due to a decrease in the District's debt payables. Restricted net position increased from $547,516,983 to $582,229,154. Unrestricted net position deficit decreased from $(1,797,933,839) to $(1,510,209,691), mostly as a result of the decrease in the District's capital assets net of depreciation.

Statement of Net Position	June 30, 2025	June 30, 2024
Assets		
Cash and Cash Equivalents	$ 694,199,550	$ 648,137,153
Investments	211,058,171	168,132,442
Other Current Assets	10,878,731	10,036,703
Restricted Receivables	73,234,788	124,691,309
Capital Assets	3,212,050,154	3,115,506,779
Depreciation and Amortization	(1,812,424,977)	(1,699,534,817)
Total Assets	2,388,996,417	2,366,969,569
Deferred Outflows of Resources	310,485,057	240,857,923
Liabilities		
Accounts Payable	4,337,741	9,540,614
Other Current Liabilities	133,844,543	130,791,233
Insurance Reserves	18,686,015	16,853,906
Current Portion/Long-Term Debt	89,173,823	90,542,427
Liabilities Payable from Restricted Assets	15,410,285	17,144,842
Long-Term Liabilities	2,158,076,138	2,169,602,748
Total Liabilities	2,419,528,545	2,434,475,770
Deferred Inflows of Resources	272,007,593	513,660,492
Net Position		
Net Investment in Capital Assets	935,925,873	910,108,086
Restricted for:		
Food Service	37,220,307	35,346,270
Restricted by Grantor	58,539,502	55,626,598
Athletic Program	260,074	652,334
Debt Service	110,035,667	115,848,918
Capital Projects	376,173,604	340,042,863
Unrestricted	(1,510,209,691)	(1,797,933,839)
Total Net Position	$ 7,945,336	$ (340,308,770)

The Statement of Activities is prepared using the full accrual method of accounting. This report complements the Statement of Net Position by showing the overall change in the District's net position for the fiscal year ended June 30, 2025. In the fiscal year ended June 30, 2025, net position increased by $354,359,698, mainly due to an overall decrease of liabilities and increase in unrestricted fund balance, despite the $238,341,520 decrease in revenue.

Revenues	**2025**	**2024**
Program Revenue		
Charges for Services	$ 76,603,699	$ 78,939,397
Operating Grants and Contributions	506,286,265	724,907,145
Capital Grants and Contributions	36,607,286	53,992,228
Total Program Revenue	619,497,250	857,838,770
General Revenue		
Taxes-General, Debt Service, Capital Projects	204,823,608	197,693,984
State Aid not Restricted to Specific Purposes	946,788,398	902,132,589
Interest and Earnings in Investments	36,788,352	32,156,942
Gain/Loss on Disposal of Capital Assets	1,893,353	287,338
Reversions to NMPED	-	-
Miscellaneous	5,285,578	4,202,016
Total General Revenue	1,195,579,289	1,136,472,869
Total Revenue	1,815,076,539	1,994,311,639
Program Expenses		
Instruction	672,896,529	680,665,735
Support services:		
Students	142,377,752	130,191,581
Instruction	35,005,040	29,373,468
General Administration	19,466,766	9,698,354
School Administration	51,625,431	57,735,099
Central Services	173,931,666	174,121,629
Operation & Maintenance of Plant	78,911,372	85,065,873
Student Transportation	24,792,885	22,826,726
Other Support Services	62,189	75,300
Food Services Operation	46,314,533	44,056,998
Facilities, Supplies & Materials	70,683,403	66,951,757
Interest on Long-term Debt	22,003,711	22,748,667
Depreciation and Amortization - unallocated	122,645,564	116,683,598
Total Program Expenses	1,460,716,841	1,440,194,785
Change in Net Position	354,359,698	554,116,854
Net Position Beginning, restated	(346,414,362)	(894,425,624)
Net Position Ending	$ 7,945,336	$ (340,308,770)

Fund Financial Statements

Statement of Revenues and Expenditures and Changes in Fund Balances

Fund financial statements are based on a modified accrual basis of accounting. The Statement of Revenues and Expenditures and Changes in Fund Balances guides the reader to a meaningful overall view of the District's revenues, expenditures, and fund balance and changes to the fund balance. This report also shows the revenue and expenditure activities of each major fund and the total of all "other" Governmental Funds. Total revenues from state, local, and federal sources were $1,541,006,946. Total expenditures for the School District were $1,492,734,879. The total ending fund balance, $776,085,420, is an increase of $48,272,067 from the prior year, mostly due to an overall increase and revenue and decrease of expenditures.

Multi-Year District Revenues and Expenditures

Current resources increased mainly as a result of the sale of general obligation bonds and an increase in interest revenue.

Year	Total Revenues[1]	% Increase (Decrease)	Total Expenditures[1]	% Increase (Decrease)
2024/2025	$ 1,541,006,946	-4.87%	$ 1,492,734,879	11.23%
2023/2024	1,619,917,131	11.41%	1,524,884,417	28.19%
2022/2023	1,453,951,809	18.00%	1,341,989,751	19.48%
2021/2022	1,232,126,438	5.70%	1,189,589,462	5.92%
2020/2021	1,165,693,462	4.91%	1,123,154,738	1.73%

[1]Revenues include proceeds from general obligation bonds sales in each respective year. Cash carryovers are excluded and expenditures include capital outlay.

The Budget

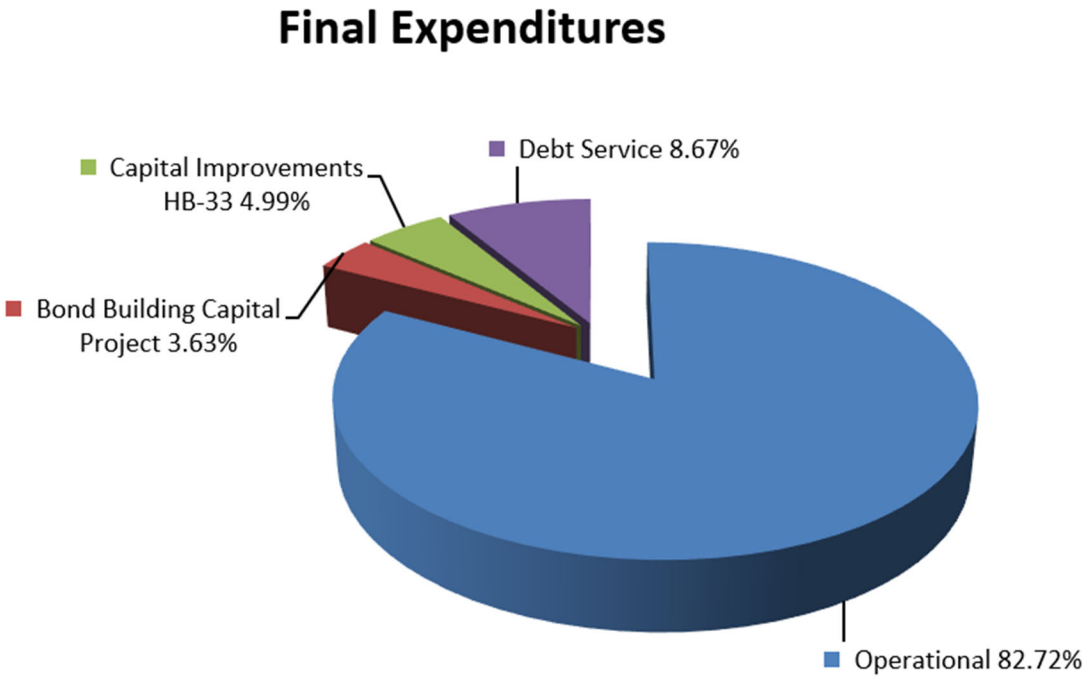
The State of New Mexico school budget process is defined under New Mexico State Statutes (Section 22-8, *Public School Finance*) and the New Mexico Administrative Code (Section 6.20.2 *Governing Budgeting and Accounting for New Mexico Public Schools and School Districts)*. Schools are provided funding based on a formula that is driven by student enrollment. Schools are also provided with additional "discretionary" funding based on their level of at risk factors (free lunch participation, mobility, English language learners). School principals then work with their staff and site councils to develop a detailed site budget.

GASB Statement No. 34 does not require a combining statement presenting the overall District result of the budget for each year; however, all major budgetary funds are required by the New Mexico State Auditor to be reported as separate statements.

The District had 102 active major and non-major funds at June 30, 2025. The 4 major budgetary funds in these reports are:

11000	Operational Fund
31100	Bond Building
31600	Capital Improvements HB-33
41000	Debt Service

The following graphic shows the fiscal relationship of the major funds presented on a budgetary basis.



The Operational Fund Final Expenditures represent 82.72% of the total expended dollar amount. This fund provides the salary and benefits for the significant majority of the Instructional, Instructional Support, School Support, and Maintenance and Administrative staff as well as classroom materials, special education consulting staff, and fixed utility costs. Revenue from this fund is substantially derived through the statewide funding formula in the form of State Equalization Guarantee, which is appropriated for education by the State Legislature. The Operational Fund is discussed later in the *Management's Discussion and Analysis*.

Major Funds-Analysis of Budgetary Fund Balances

	Fund Description	Fund Balance June 30, 2025	Fund Balance June 30, 2024	Variance
11000	Operational	$ 101,165,676	$ 87,743,380	$ 13,422,296
31100	Bond Building Capital Project	137,505,017	126,905,576	10,599,441
31600	Capital Improvements HB-33	189,499,466	176,076,544	13,422,922
41000	Debt Service	104,875,169	108,600,839	(3,725,670)
	Total	$ 533,045,328	$ 499,326,339	$ 33,718,989

The overall budgetary fund balances of these major funds have increased by $33.7 million. The increase in the Operational, Bond and Capital fund balances is mainly due to the persistent supply-chain effects of COVID-19. The decrease in the debt service fund is due to premiums received on the sale of bonds and increased principal and interest payments during the year.

The Operational Fund

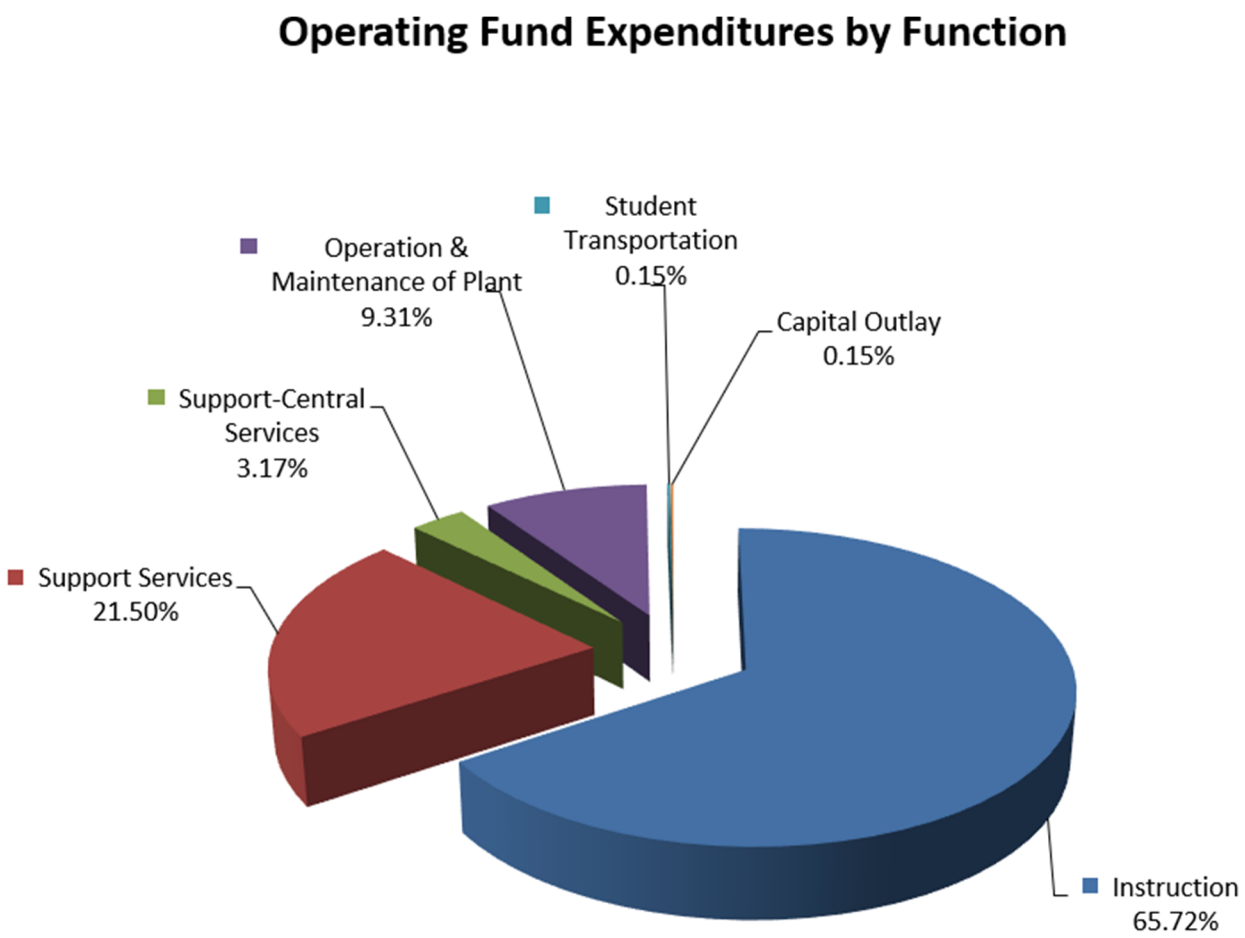
The Operational Fund is the District's largest fund. The Operational Fund budget for the period ending June 30, 2025, was $1,057,079,421, and the significant impact of this fund on School District Operations must be kept in context.

The Operational Fund is predominately funded by revenues from the State Equalization Guarantee (SEG) formula. This fund pays for teaching staff, teaching support staff, special education support staff, maintenance staff, and administrative staff. The Operational Fund also provides the predominant funding for athletics. State public school support funding for School District Operations increased by 4.2% for the year ended June 30, 2025. As shown in the *Operational Fund Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual,* the Operational Fund began the year with an initial expenditure budget of $1,039,395,853 and had a final budget of $1,057,079,421.

Year	Revenues	% Change
2024/2025	$ 974,381,807	4.50%
2023/2024	932,038,915	12.50%
2022/2023	828,491,117	11.20%
2021/2022	744,878,090	3.40%
2020/2021	720,077,366	-2.60%
2019/2020	739,133,725	12.30%

Because the Operational Fund is the main fund whose expenditures are significantly related to the educational process, $971,531,602 was expended in the year ending June 30, 2025. The most significant expenditure was for the function noted as "Instruction". This expenditure was $638,483,365 or 65.72% of all Operational Fund expenditures. Expenditures included in this function are Regular Education teachers, Special Education teachers, Early Childhood Education teachers and educational assistants, staff benefits, payroll taxes, school supplies, training, and miscellaneous instructional related contract services. In addition, $149,321,299 or 15.4% was expended from the "Support Services-Students" and "Support Services-Instruction." The expenditures in these two functions are directly in support of classroom and school activities. Charges to these functions include the related expenditures for librarians, nurses, social workers, counselors, and special education support staff. Less than 1% of the Operational budget was used for general administration, 5.51% was used for school administration, and 3.17% was used for Central Services which includes Business Support, Warehouse Support, and Informational Technology.

The following discussion on the Operational Fund budget relates to functional expenditures for the year ending June 30, 2025, for the Operational Fund. Instruction for APS represents 65.72% of all Operational Fund expenditures.



FY 2025 Operational Fund Revenues and Expenditures

	Original vs. Final Budget				Actual vs. Final Budget			
	Original Budget	**Final Budget**	**Variance**	**V%**	**Actual**	**Variance**	**V%**	
Revenues	$ 953,383,146	$ 969,923,222	$ (16,540,076)	-1.7%	$ 980,287,107	$ 10,363,885	1.1%	
Expenditures by function								**% Expenditure [1]**
1000- Instruction	659,326,388	666,989,119	(7,662,731)	-1.2%	638,483,365	28,505,754	4.3%	65.72%
2100- Support – Students	104,136,292	111,829,340	(7,693,048)	-7.4%	121,269,142	(9,439,802)	-8.4%	12.48%
2200- Support – Instruction	38,708,840	39,482,227	(773,387)	-2.0%	28,052,157	11,430,070	28.9%	2.89%
2300- Support – Admin- General	6,655,235	6,692,073	(36,838)	-0.6%	5,934,134	757,939	11.3%	0.61%
2400- Support – Admin- School	57,019,328	57,284,194	(264,866)	-0.5%	53,543,911	3,740,283	6.5%	5.51%
2500- Support – Central Services	41,963,439	41,937,346	26,093	0.1%	30,836,056	11,101,290	26.5%	3.17%
2600 – Operation & Maintenance	113,279,340	113,399,869	(120,529)	-0.1%	90,405,368	22,994,501	20.3%	9.31%
2700 – Pupil Transportation [2]	4,553,635	4,553,635	-	0.0%	1,461,843	3,091,792	67.9%	0.15%
2900 – Non Operating [3]	13,311,662	13,311,662	-	0.0%	62,189	13,249,473	99.5%	0.01%
4000 – Capital Outlay	441,694	1,599,956	(1,158,262)	######	1,483,437	116,519	7.3%	0.15%
Total	$ 1,039,395,853	$ 1,057,079,421	$ (17,683,568)	-1.7%	$ 971,531,602	$ 85,547,819	8%	100%

[1] Percentage of expenditures to total expenditures.

[2] Operational fund expenditure for pupil transportation only

[3] Non-Operating includes emergency reserve and legal settlement budgets. Expenditures are generally not incurred

Variance between Original and Final Budget

The original approved budget included an estimate of what the cash balance would be at the end of the prior fiscal year. When the actual cash balance was determined, the budget was adjusted for the difference. In the fiscal year ending 2025, the increase to the Operational Fund final budget of $17,683,568 is mostly due to an increase in the unit value and methodology of the calculation of the state equalization funding.

Variance between Final Budget and Actual Expenditures

The variances between the District's Operational Fund final budget and actual expenditures in fiscal year 2025 are due to the District's cash balance policy to maintain a minimum 5% cash balance in the operating fund at year-end to meet the District's obligations in the following month, and position vacancies.

Support services for students and instruction represents 15.4% of Operational Fund expenditures and accounts for expenditures for program coordinators, counselors, school nursing staff, librarians, special education ancillary staff, and significant support to special education programs through contract ancillary support staff and contract programs. General Administration and Central Services represents the overhead support for the entire operations of the District; these programs combined represent 3.78% of the total Operational Fund. Central Services includes Business support, Technology, and Warehousing Services. Maintenance and Operations account for 9.31% of the Operational Fund expenditures. Included in the Maintenance and Operations expenditures are salaries and benefits for maintenance staff, school custodians, fixed utility costs, maintenance and repairs, maintenance supplies, and school custodial supplies. Additional support for maintenance projects comes from the voter approved Two-Mill Levy Fund (SB-9). The SB-9 fund is a critical and integral fiscal component of the District's Maintenance program. The Operational Fund also supports expenditures for school athletics and summer school in the Instruction function.

Self-Insurance Benefits and Reserve Funds

Sections 22-29-1 thru 10, NMSA 1978, mandate that school districts and charter schools are to be included in the New Mexico Public Schools Insurance Authority (NMPSIA). The statutory language also allows school districts in excess of 60,000 students to be "waived" from participation in Insurance Authority programs. As a result, the District funds and administers its own employee benefit and risk management programs as a self-insured program. However, the charter schools are included in the NMPSIA program.

As part of the self-insurance program, the District maintains reserve funds for Medical, Dental, and Vision Benefits, and Risk and Workers Compensation based upon annual actuarial studies. The District considers these funds to be "restricted", and the funds are accounted for within an Internal Service Fund. At year-end, the balances for the self-insurance reserves were as follows:

Fund	Reserve	Confidence Level
Health, Dental, & Vision Benefits	$ 11,771,000	90%+
Workers Compensation	16,571,316	90%
Property/Liability	13,129,296	90%

As of June 30, 2025, the District's self-insurance reserve fund (which pertains to estimated liabilities) totaled $41,471,612. Liabilities at June 30, 2025, for health, dental, and vision are stated at 90% confidence level plus 15% to provide for claims fluctuation margin in the event of catastrophic claims. Liability balances for worker's compensation and property and liability are stated at 90% confidence level.

A confidence level is the statistical certainty that an actuary believes funding will be sufficient. For example, a 70% confidence level means that the actuary believes funding will be sufficient in seven years out of ten.

These reserves were carried forward into the 2024/2025 fiscal year and are deemed sufficient to meet requirements. The 2026 medical plans project an estimated average 12% increase in overall premiums will be needed to maintain current levels of coverage.

The District's medical plan will continue offering employees value-based medical and prescription drug plan options through in- and out-of-network plans from BlueCross BlueShield PPO and in-network plans from Presbyterian Health Plan EPO.

The District's prescription drug plan utilizes the SaveOn program to capture manufacturer assistance funds for select specialty medications. The District's dental and vision plans will not change for the plan year 2026.

Capital Assets

GASB Statement No. 34 requires public entities to depreciate capital assets. Utilization of depreciation and amortization concepts by public entities allows the reader to know if the entity is replacing its assets at a rate in which they are being used. The District utilizes a "straight line" depreciation method in all cases and standardized lifetime tables in calculating this depreciation and amortization.

As of June 30, 2025, the District's capital assets had a net book value of $1,399,625,177 after depreciation and amortization, which includes total accumulated depreciation and amortization of $1,812,424,977. Note 9 in the Notes to the Financial Statements gives more detail of the changes in capital assets for the year ended June 30, 2025.

Due to fluctuations in student enrollment and certain aging facilities, the District has taken a planned and focused approach towards investing in equipment and building new facilities as well as adding to and maintaining existing facilities. These efforts are evidenced by the substantial and continuous investment in the Capital Master Plan.

The following table displays a two-year history of year-end balances for the District's investment in all capital assets:

Capital Asset Type	June 30, 2025	June 30, 2024
Land and Land Improvements	$ 344,833,855	$ 334,705,996
Buildings & Building Improvements	2,638,955,762	2,539,880,691
Furniture, Fixtures, and Equipment	67,919,492	70,525,623
Buses	24,876,935	22,433,526
Vehicles/Heavy Equipment	26,841,844	24,564,138
Right-to-use SBITA Asset	4,841,626	4,689,507
Construction in Progress	103,780,640	118,707,298
Total Capital Assets	3,212,050,154	3,115,506,779
Less Accumulated Depreciation and Amortization	(1,812,424,977)	(1,699,534,817)
Capital Assets – Net	$ 1,399,625,177	$ 1,415,971,962

In the fiscal year ending June 30, 2025, the *Statement of Revenues, Expenditures and Changes in Fund Balances* included capital outlay additions of $111,591,089 and capital contributions (donated capital assets) of $344,521. This amount included expenditures of $40,408,393 from the proceeds of the Bond Building Fund and $28,552,488 was expended from the HB-33 fund for capital improvements. Both of these funds are authorized by local election. Also, $41,211,509 was expended from non-major funds. The Operational Fund had capital outlay expenditures of $1,418,699. Total capital outlay includes the following:

Capital Outlay	$ 111,935,610
Assets Charged to Other Functions	6,551,061
Total Capital Asset Additions	$ 118,486,671

General Long-Term Debt

Article IX, Section 11 of the New Mexico Constitution limits the powers of a school district to incur general obligation debt beyond a school year. The school district can incur such debt for "the purpose of erecting, remodeling, making additions, and furnishing buildings or purchasing or improving school grounds or purchasing computer software or hardware for student use in public classrooms or any combination of these purposes." The approval of the debt is subject to a vote of the local electors and may not exceed 6% of the assessed valuation of the taxable property within the school district. In accordance with the assessed valuation limitation calculation, the District's long-term debt may not exceed $1,313,290,633.

To this point, the District has not maintained a level of indebtedness to the maximum extent allowed. However, due to the need to add additional facilities to address fluctuations of the District's student population, upgrade and expand existing facilities, provide for the growing demand for technology in education and the shift to digital curricula, and to leverage additional funds available from Public School Capital Outlay, on November 2, 2021, the voters approved a $200 million General Obligation bond. The District sold $50 million of these bonds in May 2025.

The District maintains a strong rating of AA with S&P. In January 2021, Moody's Investors Service downgraded the Districts issuer rating from Aa3 to A1, due to participation in a poorly-funded statewide cost-sharing pension plan. The downgrade only effects the previously issued bonds rated by Moody's. The current bond issue and refunding bonds were assigned an AA rating based on the State of New Mexico's bond rating. Effective July 1, 2003, school district bonds are also permitted to carry the enhanced State of New Mexico bond rating of Aa2. This action was authorized in Senate Bill 847. The effect of this bill will be to reduce the risk to bond holders and, as a consequence, reduce the interest costs to the taxpayer.

The District has never defaulted on any of its debt or other obligations. Listed below is the District's total general obligation debt as of June 30, 2025.

Series	Original Amount Issued	Maturity	Principal Outstanding
2009-C QSCB	$ 14,300,000	8/1/2024	$ -
2010-B QSCB	32,690,000	8/1/2027	32,690,000
2015 GOB	70,000,000	8/1/2030	55,100,000
2017 GOB	100,000,000	8/1/2033	71,900,000
2018 GOB	110,000,000	8/1/2037	83,100,000
2021-A GOB	43,000,000	8/1/2036	31,200,000
2021-B GOB Refunding	29,100,000	8/1/2024	-
2021-C GOB Refunding	28,525,000	8/1/2029	22,780,000
2022A GOB	57,000,000	8/1/2037	40,710,000
2023A GOB	70,000,000	8/1/2038	43,915,000
2023B Refunding	42,885,000	8/1/2029	36,115,000
2024 GOB	80,000,000	8/1/2039	50,000,000
2025 GOB	50,000,000	8/1/2040	50,000,000
Total	$ 727,500,000		$ 517,510,000

For additional information on long-term debt, please see Note 10.

The District recommends the *Official Statement* dated May 2025, to a reader wishing to know more about the District's long-term debt and district demographics. This Official Statement may be obtained through our website at http://www.aps.edu/finance/accounting/official-bond-statements or by contacting the District's Financial Advisor:

RBC Capital Markets
6301 Uptown Blvd. NE, Suite 110
Albuquerque, NM 87110

In addition to the sale of General Obligation Bonds, the District is eligible to receive awards from the Public Schools Capital Outlay Council (PSCOC) in accordance with Senate Bill 513, Chapter 147 Section 10(b) NMSA. The impact of these various awards is discussed throughout this *Management's Discussion and Analysis.*

Charter Schools

Because the operations of the charter schools are not material to the overall financial performance of the District, charter schools are only included in this section of the analysis. Charter school organization and management is set forth under Sections 22-8B-1 through 15, NMSA 1978. This section of the law allows for charter schools to be formed and funded within an existing school district under specific criteria. The District's Board of Education is responsible for the review and approval of charter school applications; however, a denial of an application allows for an appeal process to the Public Education Department. Each charter school is governed by a governing body identified in the charter. The charter school governing body is responsible for the operation of the charter school, including "preparation of a budget, contracting for services, and personnel matters."

Because of the complexity of the rules and accounting requirements of Public Education Department, many charter schools encounter varying degrees of difficulty and challenges. The Albuquerque Public Schools, the New Mexico Coalition of Charter Schools, and the New Mexico Association of School Business Officials are all working to provide support and training for these schools.

The following tables lists all Charter Schools active during the fiscal year ending June 30, 2025, and the summary of their fiscal performance.

ACE Leadership High School	La Academia de Esperanza
Albuquerque Charter Academy	Los Puentes Charter School
Albuquerque Talent Development Academy	Mark Armijo Academy
Alice King Community School	Montessori of the Rio Grande
Christine Duncan's Heritage Academy	Mountain Mahogany Community School
Cien Aguas International School	Native American Community Academy
Coral Community Charter School	New Mexico International School
Corrales International Charter School	Public Academy for Performing Arts
Digital Arts & Technology Academy	Robert F Kennedy Charter School
East Mountain High School	Siembra Leadership High School
El Camino Real Academy	South Valley Academy
Gilbert L. Sena Charter High School	Technology Leadership High School
Gordon Bernell Charter School	The New America School - New Mexico
Health Leadership High School	Voz Collegiate Preparatory Charter School
International School at Mesa Del Sol	William W. and Josephine Dorn Community School

Financial Analysis of the Charter School Component Units as a whole

Net Position

	Component Units	
	June 30, 2025	June 30, 2024
Assets:		
Current Assets	$ 79,051,028	$ 79,218,220
Noncurrenct Assets	-	509,000
Capital Assets, Net	127,539,008	123,558,198
Total Assets	206,590,036	203,285,418
Deferred Outflows	257,305,353	43,604,179
Current Liabilities:		
Accounts Payable	1,557,870	964,554
Accrued Expenses	7,183,333	7,334,992
Other Current Liabilities	6,145,660	5,606,725
Compensated Absences	2,081,838	330,788
Total Current Liabilities	16,968,701	14,237,059
Noncurrent Liabilities:		
Net Pension/OPEB Liability	177,900,520	173,345,077
Other Noncurrent Liabilities	78,945,982	73,229,105
Total Noncurrent Liabilities	256,846,502	246,574,182
Total Liabilities	273,815,203	260,811,241
Deferred Inflows	35,653,399	68,542,043
Net Position:		
Net Investment in Capital Assets	44,374,157	31,981,227
Restricted	32,320,582	32,317,622
Unrestricted	(128,857,988)	(146,762,536)
Total Net Position	$ (52,163,249)	$ (82,463,687)

Financial Analysis of the Charter School Component Units as a whole

Changes in Net Position

	Component Units	
	June 30, 2025	June 30, 2024
Revenues:		
Program Revenues:		
Charges for Services	$ 1,033,042	$ 1,560,483
Operating Grants and Contributions	25,431,917	65,479,767
Capital Grants and Contributions	11,880,460	9,913,279
General Revenues and Transfers:		
State Equalization Guarantee	121,596,208	111,218,353
Property Tax	12,645,123	11,690,244
Miscellaneous	1,923,371	5,578,171
Other		
Total Revenues	174,510,121	205,440,297
Expenses	142,629,810	155,847,873
Total Expenses	142,629,810	155,847,873
Changes in Net Position	31,880,311	49,592,424
Net Position, Beginning, as Previously Reported	(82,463,687)	(145,324,370)
Restatement inclusion/transfers Component Units	185,596	12,374,989
Restatement correction of an error	739,265	(229,702)
Restatement	(2,504,734)	1,122,972
Net Position, Beginning, as Restated	(84,043,560)	(132,056,111)
Net Position, Ending	$ (52,163,249)	$ (82,463,687)

One of the more significant challenges facing charter schools is the quality of the existing charter school facilities. The State of New Mexico has mandated that charter schools occupy public facilities by the 2015 school year. Policy discussions are ongoing with regard to how that mandate will be funded and implemented. The deadline has been extended at least once from its original deadline. Included in the options for charter schools is the lease purchase financing of school facilities. The constitutional prohibition on lease purchase financing was removed by the voters as a result of the general election on November 7, 2006. It is anticipated that further legislative definition of this capital project financing tool will take place during future legislative sessions. All of the District's authorized charter schools are included in the District's comprehensive Capital Master Plan. The District has invested more dollars for capital outlay for its district authorized charter schools than any other authorizer in the state. The current capital strategy allocates funds for instructional technology, facility design, construction, upgrades and repairs, and toward providing permanent facilities for both District and State-approved charters.

APS Education Foundation

The Albuquerque Public Schools Education Foundation is a 501(c)(3) charitable organization established in 1995 that raises private support for academic programs within the District. Over the past 28 years, the Foundation has raised more than $10,000,000 in cash, in-kind donations, and pledges. In addition to providing help to the approximately 78,000 schoolchildren and 12,420 staff members of the District, the Foundation serves as a fiscal agent for a variety of programs. Each year the Foundation fundraises for and budgets $500,000 for its grant initiatives that support innovative classroom practices and educational opportunities. With the support of the District, the Foundation is able to invest 78 cents of every dollar raised into District programs, schools, and departments. The Foundation's financial statements are included with the District's financial statements as a discretely presented component unit.

Student Activity Funds

School sites, as fiscal agents, maintain and monitor special funds on behalf of the school activity groups. The funds are maintained by the schools and are intended to benefit a specific activity or interest and are generally raised by students for student use. The total of the funds District-wide is $8,845,766.

While each school site is the fiscal agent and responsible for the administration of these funds, the use of these funds is in accordance with District Policy and Public Education Department Regulations. The management of these funds is directed by the school principal, and the funds are also subject to annual review by the District's Activity Fund Compliance Department.

State Equalization Guarantee Funding History

The following table indicates the statewide funding of SEG along with the amount allocated to the District for the past five years.

Fiscal Year	Statewide[1]	APS District[1]
2024/2025	$ 4,215,157,447	$ 946,788,398
2023/2024	3,969,950,962	902,132,589
2022/2023	3,506,135,686	805,535,165
2021/2022	3,124,025,923	719,352,452
2020/2021	3,022,050,489	706,995,565

[1] Amounts shown in dollars.

Operational funding of public schools is as stable as the current conditions allow. Some of the difference in the annual rates of growth is attributable to formula factors applied in deriving the allocation to each district. For example, if a school district's student population grows at a rate that is different than the anticipated statewide growth, then that district's SEG would reflect the difference caused by the underlying change in student population ratio. Additional formula factors address the additional cost of providing for students with disabilities, bilingual education, and programs to address students at risk of dropping out. Another significant formula factor is the Training and Experience index, which recognizes the education and experience level of instructional staff and the costs associated with attracting and retaining a qualified instructional workforce.

Teacher Salaries

In 2023, New Mexico enacted comprehensive public school reform legislation including the three-tiered system, which created a three-level career ladder for teachers to ascend based on experience, leadership, and skills. Movement up a level results in pay increase of $9,000 to $10,000 depending on the levels. Beginning in fiscal year 2019-20, the beginning salaries for all tiers was increased: Level I increased from $36,000 to $41,000; Level II increased from $44,000 to $50,000; and Level III increased from $54,000 to $60,000. It is anticipated that these increases in salaries will attract and retain high-quality teaching staff. The fiscal year 2024-25 budget provided approximately 12,400 FTE. In this total, approximately 5,545 FTE teachers were budgeted. The following is a five-year summary of average teacher salaries.

Year	Average Salary	Experience
2024/2025 (est.)*	$ 69,736	-
2023/2024*[R]	68,440	-
2022/2023^[R]	63,580	-
2021/2022^	56,430	12.1 years
2020/2021^	55,043	12.2 years

Source**: National Education Association. Average Experience not available.
Source*: APS Budget Department. Average Experience no longer available.
Source^: APS Budget Schedules 925B-2/925B-3
[R]revised

Local Assessments

General Obligation Bonds. Local property taxes serve as the revenue source for the repayment of general obligation bonds. Because of the growth of both residential and commercial assessed valuation for properties in the Albuquerque School District, the District has undertaken an aggressive expansion program to add additional classroom space in the District. The following table illustrates the growth of the assessed valuation for the District.

Valuation Table

Tax Year	Albuquerque Public Schools
2024	$ 21,888,177,219
2023	20,786,255,779
2022	19,625,338,891
2021	18,730,112,731
2020	17,985,673,062
2019	17,476,514,827
2018	16,890,032,033
2017	16,388,834,729
2016	15,849,486,540

Source: Bernalillo and Sandoval County Assessor's Office

Because of continued development in both the residential and commercial properties in the District, it is expected that future assessed valuations will continue to increase. It is also expected that voter support for the District will continue to be strong, and revenues from General Obligation Bond proceeds will continue to be an integral part of the District's Capital Master Plan.

Economic Conditions and Outlook

Overall, New Mexico's economy in 2026 continues to demonstrate resilience, with strong performance in sectors such as energy, film, and technology driving growth. The state's reliance on oil and gas still provides a substantial revenue base, but the need for long-term diversification remains evident. Persistent challenges in education, poverty, and housing continue to demand attention, yet expanding federal investments and the rapid growth of renewable energy and high-tech industries offer optimism for sustained and balanced development in the coming years.

New Mexico's economy remains heavily dependent on oil and gas production, particularly from the Permian Basin. While oil prices have stabilized through much of 2026, the sector continues to experience cyclical volatility tied to global energy markets. In response, the state is advancing its investments in renewable energy, especially wind and solar, supported by policies like the Energy Transition Act, which aims for 100% carbon-free electricity by 2045. These initiatives are attracting new private and public investments in clean energy infrastructure and manufacturing, helping diversify the economic base and positioning New Mexico as a leader in the energy transition.

The state government continues to focus on strengthening public education, healthcare, and infrastructure. Governor Michelle Lujan Grisham's administration has sustained its emphasis on increasing education funding, expanding workforce training, and modernizing infrastructure to support long-term economic competitiveness. While the unemployment rate has remained relatively stable in 2026, it continues to exceed the national average. Workforce participation and skill shortages—particularly in healthcare, education, and technology—remain challenges. However, targeted workforce initiatives and partnerships with higher education institutions are helping to bridge those gaps.

Inflation has eased compared to prior years, providing some relief to households and businesses, though the costs of housing and healthcare continue to outpace wage growth in many areas. The overall cost of living in New Mexico remains below the national average, particularly in rural and smaller communities, though metropolitan areas such as Albuquerque continue to face rising housing prices and affordability concerns.

New Mexico's economic outlook for 2026 and beyond remains cautiously optimistic, supported by continued growth in energy, film, technology, and tourism. Expanding renewable energy development and ongoing public investments in infrastructure, education, and workforce training are strengthening the state's foundation for sustainable growth. However, long-standing structural challenges—such as economic dependence on oil and gas, workforce shortages, and regional disparities—continue to temper progress. Achieving lasting prosperity will depend on the state's ability to diversify its economy, foster innovation, and ensure that growth benefits communities across New Mexico.

Contacting the Albuquerque Public Schools

This financial report is designed to provide our community, taxpayers, investors, and creditors with an overview of the District's financial condition and to provide accountability for the funds the School District receives. If you have questions about our report or about the operations of the District, please visit our web site at www.aps.edu, or contact:

Rennette Apodaca
Chief Financial Officer
Albuquerque Public Schools
PO Box 25704
6400 Uptown Blvd. NE, Suite 305E
Albuquerque, NM 87125-0704

Basic Financial Statements

State of New Mexico
Albuquerque Municipal School District No. 12
Statement of Net Position
June 30, 2025

Exhibit A-1

	Governmental Activities	Component Units
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES		
Current assets		
Cash and cash equivalents	$ 209,437,308	$ 65,904,347
Investments	211,058,171	2,121,347
Restricted cash and cash equivalents	238,481,136	1,206,874
Receivables (net of allowance for uncollectibles)	2,472,503	9,188,666
Restricted receivables	73,234,788	-
Prepaids	50,000	629,794
Inventory	8,356,228	-
Total current assets	743,090,134	79,051,028
Noncurrent assets		
Restricted cash and cash equivalents	246,281,106	-
Investments	-	-
Capital assets (not being depreciated):		
Land	63,443,310	22,798,836
Construction in progress	103,780,640	3,049,669
Capital assets		
Land improvements	281,390,545	3,573,146
Buildings and building improvements	2,638,955,762	106,219,183
Furniture, fixtures and equipment	67,919,492	11,193,549
Vehicles	51,718,779	881,261
Right-of-use leased asset	-	16,142,521
Right-of-use SBITA	4,841,626	281,145
Less: accumulated depreciation and amortization	(1,812,424,977)	(36,600,302)
Total capital assets	1,399,625,177	127,539,008
Total noncurrent assets	1,645,906,283	127,539,008
Total assets	2,388,996,417	206,590,036
DEFERRED OUTFLOWS OF RESOURCES		
Related to pensions	249,645,100	38,450,324
Related to OPEB	60,839,957	12,264,993
Total deferred outflows of resources	310,485,057	50,715,317
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	$ 2,699,481,474	$ 257,305,353
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION		
Current liabilities		
Accounts payable	$ 2,307,682	$ 1,557,870
Accrued expenses	119,974,996	7,183,333
Accrued interest	9,481,916	328,815
Insurance reserves, IBNR claims	18,686,015	-
Due to other governments	2,030,059	740,402
Current portion of compensated absences	4,387,631	2,081,838
Current portion of long-term debt	89,173,823	5,076,443
Liabilities payable from restricted assets	15,410,285	-
Total current liabilities	261,452,407	16,968,701
Noncurrent liabilities		
Compensated absences	6,999,095	1,175,064
Net OPEB liability	197,413,351	21,169,256
Net pension liability	1,458,083,990	156,731,264
Debt due in more than one year	472,794,105	77,770,918
Long-term portion of claims payable	22,785,597	-
Total noncurrent liabilities	2,158,076,138	256,846,502
Total liabilities	2,419,528,545	273,815,203
DEFERRED INFLOWS OF RESOURCES		
Related to pensions	110,736,350	16,282,791
Related to OPEB	159,458,005	19,370,608
Related to lease	-	-
Related to unearned revenue	-	-
Related to bond refunding	1,813,238	-
Related to grant funding	-	-
Total deferred inflows of resources	272,007,593	35,653,399
NET POSITION		
Net investment in capital assets	935,925,873	44,834,177
Restricted for		
Food service	37,220,307	863,022
Restricted by grantor	58,539,502	5,409,409
Athletic program	260,074	-
Debt service	110,035,667	1,063,158
Capital projects	376,173,604	24,984,993
Other purposes		-
Unrestricted (deficit)	(1,510,209,691)	(129,318,008)
Total net position (deficit)	7,945,336	(52,163,249)
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION (DEFICIT)	$ 2,699,481,474	$ 257,305,353

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

Exhibit A-2

State of New Mexico
Albuquerque Municipal School District No. 12
Albuquerque Public Schools Foundation
Statement of Financial Position
June 30, 2025

ASSETS

CURRENT ASSETS		
Cash and cash equivalents	$	5,460,233
Investments		3,936,792
Grants Receivable		450,000
Total current assets		9,847,025
NONCURRENT ASSETS		
Grants Receivable		300,000
Beneficial interest in remainder trust		2,303,785
TOTAL ASSETS	$	12,450,810

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES		
Accounts payable	$	64,881
Deferred revenue		75,050
Total current liabilities		139,931
NET ASSETS		
Without donor restrictions		4,397,411
With donor restrictions		7,913,468
Total net assets		12,310,879
TOTAL LIABILITIES AND NET ASSETS	$	12,450,810

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

State of New Mexico
Albuquerque Municipal School District No. 12
Statement of Activities
For the Year Ended June 30, 2025

Exhibit A-3

Functions/Programs	Expenses	Program Revenues: Charges for Service	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenues and Changes in Net Position: Primary Government	Net (Expense) Revenues and Changes in Net Position: Component Units
Primary government						
Governmental activities						
Instruction	$ 672,896,529	$ 10,009,449	$ 363,781,332	$ -	$ (299,105,748)	$ -
Support services						
Students	142,377,752	19,583,980	45,098,399	-	(77,695,373)	-
Instruction	35,005,040	-	943,933	-	(34,061,107)	-
General administration	19,466,766	-	-	-	(19,466,766)	-
School administration	51,625,431	1,363,660	28,112,821	-	(22,148,950)	-
Central services	173,931,666	38,900,051	-	-	(135,031,615)	-
Operation & maint. of plant	78,911,372	-	-	-	(78,911,372)	-
Student transportation	24,792,885	-	24,439,612	-	(353,273)	-
Other support services	62,189	-	-	-	(62,189)	-
Food services operation	46,314,533	6,746,559	43,910,168	-	4,342,194	-
Facilities, supplies, & materials	70,683,403	-	-	35,224,251	(35,459,152)	-
Interest on long-term debt	22,003,711	-	-	1,383,035	(20,620,676)	-
Depreciation and amortization - unallocated (a)	122,645,564	-	-	-	(122,645,564)	-
Primary governmental activities	$ 1,460,716,841	$ 76,603,699	$ 506,286,265	$ 36,607,286	(841,219,591)	-
Component unit governmental activities	$ 142,629,810	$ 1,033,042	$ 25,431,917	$ 11,880,460	-	(104,284,391)
Total governmental activities	$ 1,603,346,651	$ 77,636,741	$ 531,718,182	$ 48,487,746	(841,219,591)	(104,284,391)
General revenues						
Property taxes						
Levied for general purposes					71,226,652	-
Levied for debt service					97,840,759	-
Levied for capital projects					35,756,197	12,645,123
State equalization guarantee					946,788,398	121,596,208
Interest & investment earnings					36,788,352	-
Gain on disposal of capital assets					1,893,353	-
Miscellaneous					5,285,578	1,923,371
Total general revenues					1,195,579,289	136,164,702
Change in net position					354,359,698	31,880,311
Net position - beginning as previously stated					(340,308,770)	(82,463,687)
Inclusion/Exclusion of component units					-	185,596
Correction of an error					-	739,265
Restatement					(6,105,592)	(2,504,734)
Net position (deficit) - beginning restated					(346,414,362)	(84,043,560)
Net position (deficit) - ending					$ 7,945,336	$ (52,163,249)

(a) Excludes direct depreciation expense

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

Exhibit A-4

State of New Mexico
Albuquerque Municipal School District No. 12
Albuquerque Public Schools Foundation
Statement of Activities and Changes in Net Assets
For the Year Ended June 30, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
REVENUES, GAINS, AND PUBLIC SUPPORT			
Contributions	$ 1,604,472	$ 881,630	$ 2,486,102
Non-cash Contributions	664,279	-	664,279
Special Events, Net of Cost of			-
Donor Benefit of $86,498	190,991	-	190,991
Interest Income	134,459	-	134,459
Other	54,842	-	54,842
Net Assets Released from Restrictions:	57,884	(57,884)	-
Total Revenues, Gains, and Public Support	2,706,927	823,746	3,530,673
EXPENSES			
Program Services	2,170,022		2,170,022
Administrative	395,766		395,766
Fundraising	218,147		218,147
Total expenses	2,783,935	-	2,783,935
NONOPERATING REVENUE			
Investment Gain, Net of $31,874 in Fees	328,165	69,546	397,711
Change in Value of Beneficial Interest			
in Remainder Trust	-	5,174	5,174
Total Nonoperating Revenue	328,165	74,720	402,885
CHANGES IN NET ASSETS	251,157	898,466	1,149,623
NET ASSETS, beginning of year, As Previously Stated	4,146,254	6,534,002	10,680,256
Restatement	-	481,000	481,000
Net Assets - Beginning of Year, As Restated	4,146,254	7,015,002	11,161,256
NET ASSETS, end of year	$ 4,397,411	$ 7,913,468	$ 12,310,879

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

State of New Mexico
Albuquerque Municipal School District No. 12
Balance Sheets
Governmental Funds
June 30, 2025

	General Fund	Capital Projects				
	Operational 11000*	Bond Building 31100	Capital Improvements HB-33 31600	Debt Service 41000	Other Governmental Funds	Total Governmental Funds
ASSETS						
Cash and cash equivalents	$ 177,356,276	$ -	$ -	$ -	$ -	$ 177,356,276
Investments - US Treasuries	-	39,931,831	120,619,631	-	20,147,656	180,699,118
Accounts receivable						
Taxes	554,488	-	-	-	-	554,488
Interfund receivables	40,875,992	-	-	-	-	40,875,992
Other	1,918,015	-	-	-	-	1,918,015
Prepaids & other assets	50,000	-	-	-	-	50,000
Inventory	5,126,287	-	-	-	3,229,941	8,356,228
Restricted cash and cash equivalents	-	100,081,862	70,430,155	102,796,697	211,453,528	484,762,242
Restricted accounts receivable	-	440,304	6,036,356	7,238,969	59,420,304	73,135,933
TOTAL ASSETS	$ 225,881,058	$ 140,453,997	$ 197,086,142	$ 110,035,666	$ 294,251,429	$ 967,708,292
LIABILITIES						
Accounts payable	$ 2,307,682	$ -	$ -	$ -	$ -	$ 2,307,682
Accrued expenditures	119,974,996	-	-	-	-	119,974,996
Interfund payables	-	-	-	-	40,875,992	40,875,992
Due to other governments	2,030,059	-	-	-	-	2,030,059
Liabilities payable from	-					
restricted assets	-	2,948,980	3,945,181	-	8,516,124	15,410,285
Total liabilities	124,312,737	2,948,980	3,945,181	-	49,392,116	180,599,014
DEFERRED INFLOWS OF RESOURCES						
Property taxes	402,645	-	3,641,495	5,160,497	1,819,221	11,023,858
Total deferred inflows of resources	402,645	-	3,641,495	5,160,497	1,819,221	11,023,858
FUND BALANCES						
Non spendable for						
Inventory	5,126,287	-	-	-	3,229,941	8,356,228
Prepaids	50,000	-	-	-	-	50,000
Restricted for						
Food service	-	-	-	-	37,220,307	37,220,307
Restricted by grantor	-	-	-	-	58,539,502	58,539,502
Athletic program	-	-	-	-	260,074	260,074
Capital projects	-	137,505,017	189,499,466	-	143,790,268	470,794,751
Debt service fund	-	-	-	104,875,169	-	104,875,169
Assigned for subsequent year	82,469,054	-	-	-	-	82,469,054
Unassigned						
General fund	13,520,335	-	-	-	-	13,520,335
Total fund balances	101,165,676	137,505,017	189,499,466	104,875,169	243,040,092	776,085,420
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 225,881,058	$ 140,453,997	$ 197,086,142	$ 110,035,666	$ 294,251,429	$ 967,708,292

* Fund 11000 also includes State funds 15100, 15200, and 60000.

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

State of New Mexico
Albuquerque Municipal School District No. 12
Reconciliation of the Governmental Balance Sheet to the Statement of Net Position
June 30, 2025

	Governmental Funds
Fund balances - total governmental funds	$ 776,085,420
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 governmental fund balances:	
Cost of capital assets less accumulated depreciation and amortization to date	1,399,625,177
Deferred inflows of resources not available to pay for current period expenditures and, therefore, are unavailable in governmental funds:	
Property taxes	11,023,858
Deferred inflows and outflows of resources related to the net pension, net OPEB liability, and bond refunding not reported in the funds.	
Deferred inflows	(272,007,593)
Deferred outflows	310,485,057
Internal Service Fund (Net of amounts related to net pension and OPEB liability)	21,067,328
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the governmental fund statements:	
Accrued Interest	(9,481,916)
Net Pension Liability	(1,458,083,990)
Net OPEB Liability	(197,413,351)
SBITAs Payable	(2,202,983)
Accrued Compensated Absences	(11,386,726)
General Obligation Bonds and related Premiums and Discounts	(559,764,945)
Net (deficit) position of government activities	$ 7,945,336

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

State of New Mexico
Albuquerque Municipal School District No. 12
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2025

	General Fund	Capital Projects						
	Operational 11000*	Bond Building 31100	Capital Improvements HB-33 31600	Debt Service 41000	*Food Service 21000*	*Capital Improvements SB-9 Local 31701*	Other Governmental Funds	Total Governmental Funds
REVENUES								
Property taxes	$ 6,878,856	$ -	$ 66,185,098	$ 97,325,905	$ -	$ -	$ 33,436,480	$ 203,826,339
State grants	946,788,398	-	-	-	-	-	89,097,206	1,035,885,604
Federal grants	169,957	-	-	-	-	-	179,649,366	179,819,323
Miscellaneous	9,177,362	-	-	1,383,035	-	-	18,952,489	29,512,886
Interest	11,367,234	5,546,458	7,870,845	1,872,296	-	-	7,342,725	33,999,558
Total revenues	974,381,807	5,546,458	74,055,943	100,581,236	-	-	328,478,266	1,483,043,710
EXPENDITURES								
Current								
Instruction	637,964,103	-	-	-	-	-	84,980,894	722,944,997
Support services								
Students	119,330,139	-	-	-	-	-	31,708,766	151,038,905
Instruction	27,988,159	-	-	-	-	-	9,076,880	37,065,039
General administration	5,912,337	-	666,364	978,348	-	-	5,511,260	13,068,309
School administration	53,537,533	-	-	-	-	-	9,586,839	63,124,372
Central services	26,124,940	-	-	-	-	-	11,809,846	37,934,786
Operation & maintenance of plant	90,648,360	-	-	-	-	-	6,872,583	97,520,943
Student transportation	1,452,784	-	-	-	-	-	28,374,793	29,827,577
Other support services	62,189	-	-	-	-	-	-	62,189
Food services operations	-	-	-	-	-	-	48,959,539	48,959,539
Facilities, supplies, and materials	64,738	1,463,009	27,908,052	-	-	-	41,247,604	70,683,403
Debt service		-						
Principal	93,385	-	271,546	85,155,000	-	-	670,377	86,190,308
Interest	17,915	-	25,954	22,390,014	-	-	117,054	22,550,937
Debt service costs	-	-	-	172,486	-	-	-	172,486
Capital outlay	1,418,699	40,408,393	28,552,488	-	-	-	41,211,509	111,591,089
Total expenditures	964,615,281	41,871,402	57,424,404	108,695,848	-	-	320,127,944	1,492,734,879
Excess (deficiency) of revenues over (under) expenditures	9,766,526	(36,324,944)	16,631,539	(8,114,612)	-	-	8,350,322	(9,691,169)
Other financing sources (uses)								
Transfers in (out)	-	-	-	-	-	-	-	-
Proceeds from sale of capital assets	77,174	-	-	-	-	-	6,099,556	6,176,730
SBITA financing	-	-	-	-	-	-	-	-
Bond issuance premiums	-	-	-	1,786,506	-	-	-	1,786,506
Debt issuance	-	50,000,000	-	-	-	-	-	50,000,000
Total other financing sources (uses)	77,174	50,000,000	-	1,786,506	-	-	6,099,556	57,963,236
Net changes in fund balances	9,843,700	13,675,056	16,631,539	(6,328,106)			14,449,878	48,272,067
Fund balances - beginning of year	91,321,976	123,829,961	172,867,927	111,203,275	*36,959,029*	*62,063,626*	129,567,559	727,813,353
Adjustment	-	-	-	-	*(36,959,029)*	*(62,063,626)*	99,022,655	-
Fund balances - beginning of year, adjusted	91,321,976	123,829,961	172,867,927	111,203,275	-	-	228,590,214	727,813,353
Fund balances - end of year	$ 101,165,676	$ 137,505,017	$ 189,499,466	$ 104,875,169	$ -	$ -	$ 243,040,092	$ 776,085,420

* Fund 11000 also includes State funds 15100, 15200, and 60000.

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

State of New Mexico
Albuquerque Municipal School District No. 12
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2025

	Governmental Funds
Net change in fund balances - total governmental funds	$ 48,272,067
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental Funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation and amortization expense. In the current period, these amounts were:	
Depreciation and amortization expense	(130,550,078)
Capital outlay additions	118,142,150
Capital contributions (donated capital assets)	346,620
Adjustments/Disposal of capital assets	(4,285,477)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenue in the funds:	
Revenue related to the property taxes receivable	997,269
Internal Service Fund Change in Net Position	(6,445,928)
Expenses in the statement of activities that do not consume the current financial resources:	
Change in accrued compensated absences	210,286
Net OPEB income	53,800,976
Net Pension income	234,488,057
SBITA remeasurement	(163,261)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities:	
Amortization of original issue premium	4,432,727
Decrease in accrued interest payable	266,430
Amortization of gain on refunding	444,058
SBITA liability principal payments	1,035,308
Debt service principal payments	85,155,000
Original Issue Premium	(1,786,506)
Debt Proceeds	(50,000,000)
Change in Net Position - Total Governmental Activities	$ 354,359,698

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

State of New Mexico
Albuquerque Municipal School District No. 12
Operational Fund (11000*)
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ended June 30, 2025

Exhibit C-1
Fund 11000*

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
REVENUES				
Property taxes	$ 6,559,666	$ 6,559,666	$ 6,947,511	$ 387,845
State grants	930,777,819	947,317,895	947,745,582	427,687
Federal grants	3,909,027	3,909,027	4,257,330	348,303
Miscellaneous	6,168,790	6,168,790	10,010,283	3,841,493
Interest	5,967,844	5,967,844	11,326,401	5,358,557
Total revenues	953,383,146	969,923,222	980,287,107	10,363,885
EXPENDITURES				
Instruction	659,326,388	666,989,119	638,483,365	28,505,754
Support services				
Students	104,136,292	111,829,340	121,269,142	(9,439,802)
Instruction	38,708,840	39,482,227	28,052,157	11,430,070
General administration	6,655,235	6,692,073	5,934,134	757,939
School administration	57,019,328	57,284,194	53,543,911	3,740,283
Central services	41,963,439	41,937,346	30,836,056	11,101,290
Operation & maintenance of plant	113,279,340	113,399,869	90,405,368	22,994,501
Student transportation	4,553,635	4,553,635	1,461,843	3,091,792
Other support services	13,311,662	13,311,662	62,189	13,249,473
Food services operations	-	-	-	-
Facilities, supplies & services	17,538	517,538	64,738	452,800
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	424,156	1,082,418	1,418,699	(336,281)
Total expenditures	1,039,395,853	1,057,079,421	971,531,602	85,547,819
Excess (deficiency) of revenues over (under) expenditures	(86,012,707)	(87,156,199)	8,755,505	95,911,704
Designated cash	86,012,707	87,156,199	-	(87,156,199)
OTHER FINANCING SOURCES (USES)				
Transfers in (out)	-	-	-	-
SBITA financing	-	-	-	-
Bond issuance premiums	-	-	-	-
Payments to escrow agents	-	-	-	-
Debt issuance	-	-	-	-
Issuance of refunding debt	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net changes in fund balances	-	-	8,755,505	8,755,505
Fund balances - beginning of year	-	-	87,471,622	87,471,622
Fund balances - end of year	$ -	$ -	96,227,127	$ 96,227,127
RECONCILIATION TO GAAP BASIS				
Reversal of PY adjustments to revenues / expenditures			(1,465,939)	
CY adjustments to revenues			(5,828,126)	
CY adjustments to expenditures			6,916,321	
CY accruals of transfers in (out)			-	
Inventory			5,316,293	
Fund balances (GAAP basis)			$ 101,165,676	

* Fund 11000 also includes State funds 15100, 15200, and 60000.

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

Exhibit D-1

State of New Mexico
Albuquerque Municipal School District No. 12
Statement of Net Position
Internal Service Fund
June 30, 2025

	Internal Service Fund
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	
Current assets	
Cash and cash equivalents	$ 32,081,032
Investments - US Treasuries	30,359,053
Interest receivable	98,855
Total current assets	62,538,940
Total assets	62,538,940
DEFERRED OUTFLOWS OF RESOURCES	
Related to pensions	628,288
Related to OPEB	87,366
Total deferred outflows of resources	715,654
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	$ 63,254,594
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION	
Current liabilities	
Claims payable	$ 18,686,015
Total current liabilities	18,686,015
Long-term liabilities	
Long-term portion of claims payable	22,785,597
Net OPEB liability - RHC	33,204
Net pension liability	2,611,548
Total long term liabilities	25,430,349
Total liabilities	44,116,364
DEFERRED INFLOWS OF RESOURCES	
Related to pensions	304,078
Related to OPEB	28,872
Total deferred inflows of resources	332,950
NET POSITION	
Unrestricted net position	18,805,280
Total net position	18,805,280
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION	$ 63,254,594

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

State of New Mexico
Albuquerque Municipal School District No. 12
Statement of Revenues, Expenses, and Changes in Fund Net Position
Internal Service Fund
For the Year Ended June 30, 2025

Exhibit D-2

	Internal Service Fund
OPERATING REVENUES	
Charges for services	$ 139,848,900
Total operating revenues	139,848,900
Operating expenses	
Health and medical claims admin.	8,272,867
Health and medical claims	107,208,784
Dental claims admin	317,523
Dental claims	4,570,034
Vision claims admin	37,717
Vision claims	676,494
Worker's compensation claims admin.	370,948
Worker's compensation claims	6,946,926
Property/liability claims	2,842,514
Compensation and benefits	1,154,250
Other professional / technical services	16,685,565
Total operating expenses	149,083,622
Operating income	(9,234,722)
Non-operating income	
Interest income	2,788,794
Total non-operating income	2,788,794
Change in net position	(6,445,928)
Net position - beginning of year	25,251,208
Total net position - end of year	$ 18,805,280

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

State of New Mexico
Albuquerque Municipal School District No. 12
Statement of Cash Flows
Internal Service Fund
For the Year Ended June 30, 2025

Exhibit D-3

	Internal Service Fund	
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from interfund services provided		
Health insurance premiums	$ 112,638,985	
Express scripts rebates	-	
Dental insurance premiums	6,101,150	
Vision insurance premiums	953,198	
Worker's compensation premiums	6,843,783	
Property / liability premiums	12,979,455	
Total cash received from interfund services provided		139,516,571
Cash paid to vendors		
Health and medical claims administration	8,272,867	
Health and medical claims	105,482,784	
Dental claims administration	317,523	
Dental claims	4,570,034	
Vision claims administration	37,717	
Vision claims	676,494	
Worker's compensation claims admin.	370,948	
Worker's compensation claims (self-insured)	6,026,541	
Property / liability claims (self-insured)	3,431,314	
Total cash paid to vendors		129,186,222
Other expenses		
Compensation and benefits	1,154,250	
Other professional / technical services	16,685,565	
Total other expenses		17,839,815
Net cash from operating activities		(7,509,466)
CASH FLOWS FROM INVESTMENT ACTIVITIES		
Purchase of investments	(14,952,149)	
Proceeds from sale of investments	5,293,945	
Interest received	1,702,520	
Net cash from investing activities		(7,955,684)
Net increase in cash and cash equivalents		(15,465,150)
Cash and cash equivalents - June 30, 2024		47,546,182
Cash and cash equivalents - June 30, 2025		$ 32,081,032
Reconciliation of operating income to net cash		
Operating income		$ (9,234,722)
Adjustments to reconcile operating income to net cash from operating activities		
Change in claims liability		2,057,585
Change in deferred outflows of resources		(80,174)
Change in deferred inflows of resources		(277,734)
Change in net OPEB liability		7,521
Change in net pension liability		18,058
Net cash from operating activities		$ (7,509,466)

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

Note 1 – Summary of Significant Accounting Policies

The financial statements of Albuquerque Municipal School District No. 12, Albuquerque, New Mexico (District), have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units.

Reporting Entity

The District was formed in the late 1800s. The District currently operates with a superintendent and seven elected board members. The District provides educational services to over 78,000 students. The financial statements include all funds that are controlled by, or dependent on, the District. Control by or dependence on the District was determined on the basis of budget adoption, taxing authority, outstanding debt secured by general obligations of the District, or the obligation of the District to finance any deficits that may occur. KANW, a public radio station, is included in the reporting entity general fund as a department within the District.

GASB Statement No. 14, 39, and 61 established criteria for determining the government reporting entity and component units that should be included within the reporting entity. Under provisions of this Statement, the District is considered a primary government, since it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. As used in the GASB Codification, fiscally independent means that the District may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue bonded debt. The District also has component units, as defined by the GASB Codification, whereby the component units are legally separate organizations. There are no other primary governments with which the School board members are financially accountable. There are no other primary governments with which the District has a significant relationship.

KNME-TV is a non-profit television station jointly formed by the District and the University of New Mexico and has a separate governing board from that of the District. KNME-TV provides educational programming to the residents of New Mexico. It is excluded from the reporting entity because the District does not have the ability to exercise influence over daily operations and approve budgets; however, some funding is provided by the District, as well as by the University of New Mexico, private grants, gifts and contributions. The District derives no financial benefit from its relationship with KNME-TV and its only financial burden consists of a $20,000 yearly contribution toward operations and payment of utility costs which amounted to $13,829 during the fiscal year. Financial statements for KNME-TV may be obtained from the Controller’s office of the University of New Mexico.

Separate financial statements are provided for governmental funds, and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. The Internal Service Fund is used to account for the operation of the Self-Insurance Management Fund which services the District’s departments.

Note 1 – Summary of Significant Accounting Policies (continued)

Component Units

The following charter schools were formed under 1978 NMSA 22-8A. GASB provides guidance in determining whether certain organizations are component units and the presentation of these component units in the financial statements. Criteria for determining whether related organizations are component units include the following circumstances: Appointment of a voting majority of an organization's authority and the ability to either impose its will on that organization or the potential for the organization to provide specific financial benefits to, or impose specific burdens on the District; an organization is fiscally dependent and provides financial benefits to, or imposes specific financial burden; or it is determined that it would be misleading to exclude the related organizations from the financial statements because of the nature of the entity or because the entity is closely related to or fiscally integrated. The charter schools are legally separate entities that appoint their governing body and are not fiscally dependent on the District. The District management has determined that charter schools are major component units of the District under GASB Codification since their operating budgets and charters are annually presented and approved by the District's board, and the District and charter schools share certain financial benefits, in the case of the revenues being passed through the District, to possible financial burdens, such as possibly being liable for operating deficits. The District has also determined based on the nature and significance of its relationship to the District that the charter schools should be presented as discrete component units. Certain charter schools have opted to issue separate financial statements as described in Note 22.

ACE Leadership High School
Albuquerque Charter Academy
Albuquerque Talent Development Academy
Alice King Community School
Christine Duncan's Heritage Academy
Cien Aguas International School
Coral Community Charter School
Corrales International Charter School
Digital Arts & Technology Academy
East Mountain High School
El Camino Real Academy
Gilbert L. Sena Charter High School
Gordon Bernell Charter School
Health Leadership High School
International School at Mesa Del Sol
La Academia de Esperanza
Los Puentes Charter School
Mark Armijo Academy
Montessori of the Rio Grande
Mountain Mahogany Community School
Native American Community Academy
New Mexico International School
Public Academy for Performing Arts
Robert F Kennedy Charter School
Siembra Leadership High School
South Valley Academy
Technology Leadership High School
The New America School - New Mexico
Voz Collegiate Preparatory Charter School
William W. and Josephine Dorn Community School

Note 1 – Summary of Significant Accounting Policies (continued)

APS Education Foundation
The Albuquerque Public Schools Education Foundation is a 501(c)(3) charitable organization established in 1995, for the purpose of soliciting, managing, and distributing private gifts and donations for the sole benefit of the District. In addition to providing help to over 65,000 school children and 12,400 full time staff members of the District, the Foundation serves as a fiscal agent for a variety of programs. The Foundation, through its Grants Program, distributes fundraising efforts aimed at providing financial supplements to Classrooms, STEM, Fine Arts, Literacy, Department initiatives, and Middle School/High School Activities programs operated by the District. The Foundation is a separate legal entity that appoints its governing body and is not fiscally dependent on the District. As a result, the Foundation is reported as discretely presented component units on the District financial statements. The Foundation issues a separate set of financials, and a copy can be obtained from the Foundation at 6400 Uptown Blvd. NE, Suite 630 East, Albuquerque, NM 87110.

Government-Wide and Fund Financial Statements
The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the primary government. For the most part, the effect of inter-fund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment such as the collection of cafeteria fees and lost books, etc. and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment such as in Title I and IDEA-B or state programs such as HB-33 and SB-9. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Other Financing Sources (Uses) – Transfers between funds that are not expected to be repaid (or any other types, such as lease and SBITA payable transactions, sale of capital assets, debt extinguishments, long-term debt proceeds, etc.) are accounted for as other financing sources (uses). These other financing sources (uses) are recognized at the time the underlying events occur.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation
The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the period for which the taxes are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Note 1 – Summary of Significant Accounting Policies (continued)

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers property tax revenues to be available if they are collected within 60 days of the end of the current fiscal period. Federal and state grant revenues are considered to be available if they are collected within nine months of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Revenues susceptible to accrual are property taxes, state shared taxes, investment income, and charges for services. In accordance with GASB Statement No. 33, estimated property, and other taxes that are not available, are called unavailable revenue and shown as a deferred inflow of resources. All other revenues are recognized when they are received and are not susceptible to accrual because they are usually not measurable until payment is actually received. Expenditures are recorded as liabilities when they are incurred. Any effect of inter-fund activity has been eliminated from the government-wide financial statements.

Property taxes are collected by the Bernalillo and Sandoval County Treasurers and remitted to the District. Property tax revenue is recognized at the time of receipt or earlier if accrual criteria are met. The District's accounting policy is to defer property taxes that are not collected within 60 days after fiscal year end since delinquent property taxes are not available to finance current fiscal year District operations. Delinquent property taxes collected in future periods will be recognized as revenue when collected.

Unavailable revenues arise when potential revenue does not meet both the “measurable” and “available” criteria for recognition in the current period. In subsequent periods when both revenue recognition criteria are met or when the District has a legal claim to the resources, the revenue is recognized.

Expenditures are recorded when the related fund liability is incurred, except interest on general long-term debt which is recognized when due, and certain compensated absences and claims which are recognized when expected to be liquidated with expendable available financial resources.

Governmental funds are used to account for the District’s general government activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of general capital assets, and the servicing of general long-term debt. Governmental funds include:

The *General Fund (11000)* is the primary operating fund of the District and accounts for all financial resources, except those required to be accounted for in other funds.

The *Special Revenue Funds* account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

The *Debt Service Funds* account for the services of general long-term debt not being financed by proprietary or nonexpendable trust funds.

Note 1 – Summary of Significant Accounting Policies (continued)

The *Capital Projects Funds* account for the acquisition of capital assets or construction of major capital projects not being financed by proprietary or nonexpendable trust funds.

Under the requirements of GASB Statement No. 34, the District is required to present certain of its governmental funds as major funds based upon certain criteria. In addition to the General Fund, the major funds presented in the fund financial statements include the following:

The *Bond Building Capital Projects Fund (31100)* is used to account for bond proceeds and any income earned thereon. The proceeds are restricted for the purpose of making additions to and furnishing of school buildings, or purchasing or improving school grounds or any combination thereof, as approved by the voters of the District.

The *Capital Improvements HB-33 Fund (31600)* is used to account for the costs relating to erecting, remodeling, making additions to, providing equipment for, or furnishing public school buildings and purchasing or improving public school grounds. Financing is provided through property taxes as specified by Article 26 of the Public School Buildings Act (House Bill 33).

The *Debt Service Fund (41000)* is used to account for the accumulation of resources for the payment of General Long-Term Debt principal and interest.

The *Internal Service Fund* is used to account for the operations of the Self-Insurance Management Fund which services the District's departments on a cost-reimbursement basis. The activity tracked in this Internal Service Fund includes employee health insurance, worker's compensation insurance, and property and liability insurance for the District. All expenses are captured in this fund, and proceeds from employee deductions and budgeted appropriations are coded here as revenue sources. Collections from excess insurance policies are also deposited into this fund. The Internal Service Fund is reported in the Proprietary Funds section of this report. Internal Service Fund operating revenues include employer and employee contributions. Non-operating revenue is limited to interest income. Operating expenses include claims and overhead expenses.

The Statement of Net Position and the Statement of Activities were prepared using the accrual basis of accounting. Revenues, expenses, gains, losses, assets and deferred outflows of resources, and liabilities and deferred inflows of resources resulting from exchange-like transactions are recognized when the exchange takes place. Revenues, expenses, gains, losses, assets, and liabilities resulting from non-exchange transactions are recognized in accordance with the requirements of GASB Statement No. 33 "Accounting and Financial Reporting for Non-Exchange Transactions."

Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position or Fund Balance

As a general rule, the effect of inter-fund activity has been eliminated from the government-wide financial statements.

Note 1 – Summary of Significant Accounting Policies (continued)

Cash, Cash Equivalents, and Investments

Policies regarding cash, cash equivalents, and investments are approved by the District's Board of Education and are governed by New Mexico statute. Such policies allow deposits or investments in certificates of deposit, savings accounts, overnight repurchase agreements, various obligations of the U.S. Government or its agencies and the New Mexico State Treasurer's Local Government Investment Pool (LGIP). Such deposits and investments must be made through a State or Federally chartered bank or savings and loan association which is insured by the FDIC and which is within the geographic boundaries of the District, or with the New Mexico State Treasurer. The District's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition, which includes investments with the LGIP.

The District's Restricted Cash and Cash Equivalents of $ 484,762,242 consist of cash balances in all funds except the Operational Fund. This includes Special Revenue Funds, Capital Projects, and Debt Service.

Collateral is required for at least 50% of deposits that are not insured by the FDIC, with the exception of repurchase agreements. These are required to have collateral of at least 102%. Obligations that may be pledged as collateral are obligations of the U.S. Government, its agencies, and state and local governments. Collateral is held in safekeeping at depository institutions in the name of the District.

Investments are reported at fair value (FV). Investments are stated at the last reported sales price on a national securities exchange or as priced by a nationally recognized securities pricing service as on the last business day of the fiscal year. Investment income, including changes in the FV of investments, is reported in operations.

For purposes of the Statement of Cash Flows, the internal service fund considers highly liquid assets (including restricted assets) with maturity of three months or less when purchased to be cash and cash equivalents.

Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as inter-fund receivables and inter fund payables. All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible. The allowance for doubtful accounts is based on management's assessment of the collectability of specific accounts, the aging of accounts receivable, and historical experience.

The District receives monthly income from a tax levy in Bernalillo and Sandoval Counties. The funds are collected by the County Treasurers and are remitted to the District the following month. Certain Special Revenue funds are administered on a reimbursement method of funding; other funds are operated on a cash advance method of funding. A receivable is recorded when the fund has incurred the cost and submitted the necessary request for reimbursement or advance, respectively.

Note 1 – Summary of Significant Accounting Policies (continued)

Prepaid Items
The consumption method is used to report prepaid items. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements.

Inventory
Supply inventories are valued at cost and consist of educational supplies, purchased and donated commodities. Donated inventories, received at no cost under a program supported by the Federal Government, are recorded at the lower of their estimated fair market value at the date of receipt or current market value.

The food commodities received from the Federal Government (passed through from the state) are recorded as revenues and expenditures as they are consumed. Quantities on hand at year-end are recorded as inventory with an offsetting credit to revenue.

The consumption method is used to report inventories. Purchased inventories are classified as expenditures at the time individual inventory items are used. Reported inventories are classified as nonspendable fund balance which indicates that they do not constitute available expendable resources.

Capital Assets
Capital assets are recorded at historical cost and depreciated over their estimated useful lives (with no salvage value). Effective July 1, 2011, the District began capitalizing only equipment with a value in excess of $5,000 in accordance with state statute. In addition, assets should be capitalized if the aggregate acquisition cost is deemed significant at the time of purchase, even if the individual cost falls below the District's threshold of $5,000. Beginning with fiscal year 2024, the significant threshold related to aggregate asset acquisition for The District is $1,000,000. If a similar grouping of asset acquisitions exceeds this amount in total at the time of purchase, the acquisition is capitalized.

Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at their estimated acquisition value at the date of acquisition, plus ancillary charges. 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.

Capital assets include land and land improvements, buildings and building improvements, furniture, fixtures, equipment, machinery, and vehicles. Capital assets are used in operations and have a useful life of more than one year and a cost exceeding established capitalization thresholds. The District does not own any infrastructure assets such as roads, bridges, tunnels, drainage systems, water and sewer systems, and dams and lighting systems.

Purchased capital assets costing more than $5,000 are recorded at historical cost, including significant ancillary charges necessary to place the asset into its intended location and condition for use. Improvements to land and buildings are capitalized at the higher threshold of $25,000.

Note 1 – Summary of Significant Accounting Policies (continued)

Capital assets are reported net of accumulated depreciation in the Statement of Net Position. Capital assets that are not being depreciated, such as land, are reported separately for significant amounts. Capital assets are depreciated over their estimated useful lives using the straight-line depreciation method and full-month averaging. No salvage value is allowed for this purpose. Estimated useful life is management's estimate of how long the asset is expected to meet service demands.

Straight-line depreciation is used based on the following estimated useful lives:

Computer Equipment and Business Machines	3 Years	Improvements to Land	20 Years
Vehicles, General Equipment and Furniture	5 Years	Improvements to Buildings	20 Years
Large Vehicles, Trucks, Trailers, and Heavy Equipment	8 Years	Portable School Buildings	25 Years
Buses	12 Years	Building Purchases	40 Years

Depreciation was allocated to the various functions based upon originating purchasing source where identifiable. Unallocated depreciation was recorded in the Statement of Activities.

Unearned Revenues
The District reports unearned revenues on its Statement of Net Position and various fund balance sheets. Unearned revenues arise when resources are received by the District before it has a legal claim to them, as when grant monies are received prior to the occurrence of qualifying expenditures.

In subsequent periods, when the District has a legal claim to the resources, the liability for unearned revenue is removed from the balance sheet and the revenue is recognized.

Subscription-Based Information Technology Arrangements (SBITAs)
The District recognizes SBITAs that have a term exceeding one year that meet the definition of an other than short-term SBITA. The District uses a discount rate that is explicitly stated or implicit in the contract. When a readily determinable discount rate is not available, the discount rate is determined using the District's incremental borrowing rate at start of the arrangement for a similar asset type and term length to the contract. Short-term subscription payments are expensed when incurred.

Accrued Salaries
Certain employees of the District (primarily schoolteachers and support staff) work nine months of the 12 month fiscal year. The District disburses payroll to such employees throughout the entire 12 month period. Accordingly, salaries payable included as accrued expenses in the accompanying financial statements include accrued salaries for services performed through June 30, 2025, for these employees.

The accrued salaries will be paid within two months after the end of the fiscal year.

Long-Term Obligations
In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. During the year, $22,003,711 in interest on long-term debt was recorded, including $9,481,916 in accrued interest payable.

Note 1 – Summary of Significant Accounting Policies (continued)

Deferred Outflows/Inflows of Resources
In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The District is reporting $249,645,100 related to the pension plan and $ 60,839,957 related to the OPEB plan for a total of $ 310,485,057 at June 30, 2025.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. The District reported deferred inflows related to the pension plan of $ 110,736,350 , $ 159,458,005 related to the OPEB plan, and $ 1,813,238 related to bond refunding at June 30, 2025.

Fund Balance
The difference between assets and liabilities in the governmental fund financial statements are among the most widely and frequently used information in state and local government financial reports.

GASB Statement No. 54 distinguishes fund balances based on the relative strength of the constraints that control the purposes for which specific amounts can be spent. The Board of Education is the highest level of decision making authority and formal Board action, and through an adopted resolution, is required to create, modify or rescind, a fund balance commitment. The general fund is the only fund that may report a positive, unassigned fund balance. Beginning with the most binding constraints, fund balance amounts are reported in the following classifications:

- *Nonspendable* – portion of net resources that cannot be spent because of their form or because they must remain intact.
- *Restricted* – amounts constrained by external parties, constitutional provision, or enabling legislation.
- *Committed* – amounts constrained by a government using its highest level of decision-making authority. The Board of Education is the highest level of decision making authority. Formal Board action, through a resolution creates a commitment.
- *Assigned* – amounts a government intends to use for a particular purpose. The Board of Education's policy on Fiscal Management delegates the chief financial officer as the administrative position responsible for assigning future fund balance.
- *Unassigned* – amounts that are not constrained at all will be reported in the general fund.

Note 1 – Summary of Significant Accounting Policies (continued)

Operational Fund Cash Balance Procedural Directive
The chief financial officer shall manage the District's finances and take appropriate action to ensure an operational fund cash balance of at least five percent (5%) of the current year's budgeted operating expenditures for any given fiscal year.

Upon accumulation of the operating fund cash balance of at least five percent (5%), the operating fund cash balance may only be drawn down below that level under the following circumstances:

a. An unexpected loss of revenue which includes, but is not limited to a mid-year reduction in operational revenues from the New Mexico Legislature and/or the New Mexico Public Education Department which were not included in the final approved budget.
b. Approval from the Board of Education for a non-budgeted expenditure.
c. Upon approval from the New Mexico Public Education Department through a budget adjustment request. In an emergency, the chief financial officer may spend the operational fund cash balance prior to approval of the budget adjustment request.

Upon receiving any indication that the operating fund cash balance may not equal at least five percent (5%) at any point within a rolling five-year financial forecast period, the chief financial officer shall immediately report the information to the superintendent and the Board of Education. It shall be the responsibility of the chief financial officer to provide recommendations to the superintendent and the Board of Education that may assist in accumulating and maintaining the operating fund cash balance as outlined in this procedural directive.

Net Position
The government-wide statements utilize a net position presentation categorized as follows:

Net Investment in Capital Assets – This category reflects the portion of net position associated with capital assets less outstanding capital asset related debt.

Restricted Net Position – For the government-wide statement of net position, net position is reported as restricted when constraints placed on the net asset used are either.

1. Externally imposed by creditors (such as, debt covenants), grantors, contributors, or laws or regulations of other governments; or

2. Imposed by law through constitutional provisions or enabling legislation.

Unrestricted Net Position – This category reflects net position of the District not restricted for any project or other purpose.

The District's policy is to apply restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position are available. The District's restricted net position for capital projects on Exhibit B-1 represent those imposed by law through enabling legislation. When an expenditure is incurred for which committed, assigned, and/or unassigned amounts of funding are available, funds are applied in that respective order.

Note 1 – Summary of Significant Accounting Policies (continued)

Inter-Fund Transactions
Reciprocal and non-reciprocal transactions are accounted for as revenues, expenditures, or expenses. Reimbursements to a fund for expenditures/expenses initially made from that fund are properly applicable to another fund are recorded as inter-fund due from prior to the recording of the actual reimbursements. All other inter-fund transactions, except reciprocal and non-reciprocal transactions and reimbursements, are reported as transfers.

Estimates
The preparation of financial statements in conformity with generally accepted accounting principles in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Estimates in these financial statements include the District's estimate of useful lives for determining accumulated depreciation and amortization and depreciation and amortization expense, an estimate of accrued interest, estimates of worker's compensation and health insurance claims, an estimate of property taxes receivable, and an estimate of the District's proportionate share of the Educational Retirement Plan (ERP) net pension liability and Retiree Health Care Authority (RHCA) net OPEB liability.

Revenues

Program Revenues
In the Statement of Activities, program revenues derive directly from the program itself or from parties outside the District's taxpayer or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the District's general revenues. Program revenues are categorized as (a) charges for services, which include revenues collected for cafeteria fees and lost books, etc., (b) program-specific operating grants, which include revenues received from state and federal sources such as Title I and IDEA-B funding to be used as specified within each program grant agreement, and (c) program-specific capital grants and contributions, which include revenues from state sources such as SB-9 and HB-33 funding to be used for capital projects.

State Equalization Guarantee
School districts in the State of New Mexico receive a "state equalization guarantee distribution," which is defined as "that amount of money distributed to each school district to insure that the school district's operating revenue, including its local and federal revenues as defined (in Chapter 22, Section 82-5, NMSA 1978) is at least equal to the school district's program cost."

A school district's program costs are determined through the use of various formulas using "program units" which take into consideration 1) early childhood education; 2) basic education; 3) special education; 4) bilingual-multicultural education; 5) size; 6) extended learning time plan (ELTP); and 7) kindergarten - 5th grade + (K5+) programs, etc. Payment is made from the public school fund under the authority of the Director of Public School Finance. The District received $946,788,398 in state equalization guarantee distributions during the year ended June 30, 2025.

Note 1 – Summary of Significant Accounting Policies (continued)

Tax Revenues
The District receives mill levy and ad valorem tax revenues primarily for debt service and capital outlay purposes. Tax revenues are recognized for governmental purposes when they are assessed and for fund purposes when they are measurable and available. Descriptions of the individual debt service and capital outlay funds contained in these financial statements include information regarding the authority for the collection and use of these taxes.

Property Taxes
An enforceable lien is attached on property as of January 1. Tax notices are sent to property owners by November 1 of each year, to be paid in whole or in two installments by November 10 and April 10 of each year. The County collects county, city, and school taxes and distributes some to each fund once per month.

Pupil Transportation Distribution
School districts in the State of New Mexico receive student transportation distributions. The transportation distribution is allocated to each school district in accordance with formulas developed by the State Transportation Director and the Director of Public School Finance. The funds shall be used only for the purpose of making payments to each school district for the to-and-from school transportation costs of students in grades K through twelve attending public school within the school district. Allocations received from the state for the year ended June 30, 2025, totaled $ 24,281,529 and is recorded as state grants.

SB-9 State Match
The Director shall distribute to any school district that has imposed a tax under the Public School Capital Improvements Act (22-25-1 to 22-25-10, NMSA 1978) an amount from the public school capital improvements fund that is equal to the amount by which the revenue estimated to be received from the imposed tax as specified in Subsection B of Section 22-25-3, NMSA 1978, assuming a one hundred percent collection rate, is less than an amount calculated by multiplying the product obtained by the rate imposed in the District under the Public School Capital Improvements Act. The distribution shall be made by December 1st of each year that the tax is imposed, in accordance with Section 22-25-3, NMSA 1978.

However, in the event that sufficient funds are not available in the public school capital improvements fund to make the state distribution provided for in this section, the dollar per program unit figure shall be reduced as necessary.

Public School Capital Outlay
Under the provisions of Chapter 22, Article 24, NMSA 1978, a public school capital outlay fund was created. The money in the fund may be used only for capital expenditures deemed by the public school capital outlay council necessary for an adequate educational program, and capital outlay expenditures are limited to the purchase or construction of temporary or permanent classrooms.

Note 1 – Summary of Significant Accounting Policies (continued)

The council shall approve an application for grant assistance from the fund when the council determines that:

1. A critical need exists requiring action;
2. The residents of the school district have provided all available resources to the district to meet its capital outlay requirements;
3. The school district has used its resources in a prudent manner;
4. The district is in a county or counties which have participated in the reappraisal program and the reappraised values are on the tax rolls, or will be used for the tax year 1979 as certified by the property tax division; and

The school district has provided insurance for buildings of the school district in accordance with the provisions of Section 13-5-3, NMSA 1978.

The council shall consider all applications for assistance from the fund and after public hearing shall either approve or deny the application. Applications for grant assistance shall only be accepted by the council after a district has complied with the provisions of this section. The council shall list all applications in order of priority, and all allocations shall be made on a priority basis. Money in the fund shall be disbursed by warrant of the Department of Finance and Administration on vouchers signed by the Secretary of Finance and Administration following certification by the council that the application has been approved.

Allocation of Indirect Expenses
The District reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. The District does not currently employ indirect cost allocation systems. Depreciation expense not charged to a specific function is identified as unallocated on the Statement of Activities. Interest on general long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

Federal Grants
The District receives revenues from various Federal departments (both direct and indirect), which are legally restricted to expenditures for specific purposes. These programs are reported as Special Revenue Funds. Each program operates under its own budget, which has been approved by the Federal Department or the flow through agency (usually the State of New Mexico Public Education Department). The various budgets are approved by the Local School Board and the New Mexico Public Education Department. Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. Any liability for reimbursement which may arise as a result of these audits is not believed to be material.

The District also receives reimbursements under the National School Lunch and Breakfast Programs for its food services operations, and the distributions of commodities through the New Mexico Human Services Department. The value of commodities received for the year ended June 30, 2025, was $3,185,558 and is reported in the Schedule of Expenditures of Federal Awards under the Department of Agriculture Commodities Program, Assistance Listing number 10.555. Commodities are recorded as revenues and expenditures in the food service fund.

Note 1 – Summary of Significant Accounting Policies (continued)

Pensions
For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Educational Retirement Plan (ERP) and additions to/deductions from ERP's fiduciary net position have been determined on the same basis as they are reported by ERP. 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.

Post-Employment Benefits Other Than Pensions (OPEB)
For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the New Mexico Retiree Health Care Authority (NMRHCA) and additions to and deductions from NMRHCA's fiduciary net position have been determined on the same basis as they are reported by NMRHCA. For this purpose, NMRHCA recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Budgetary Information
The following procedures are utilized to establish the District budget:

1. Subsequent to January 31, and prior to June 1, the Superintendent submits to the District's Board of Education a proposed budget for the fiscal year which commences on July 1. The budget includes an estimate of revenues and a proposed expenditure plan.
2. The proposed budget is presented at meetings subject to the Open Meetings Act of New Mexico, and the public is invited to comment.
3. The District is required to submit to the State of New Mexico, Public Education Department School Budget & Financial Analysis Unit (SBFAU), a balanced budget for the fiscal year which commences on July 1.
4. Based on criteria set by the SBFAU, the District undergoes either a formal technical review of the proposed budget or a more informal phone review each year. Subsequent to this review, the local Board approves a budget resolution to adopt the proposed budget subject to any technical adjustments by SBFAU. The final budget as approved by SBFAU is provided to the Board for information purposes only.
5. Budgets for the General Fund, Special Revenue Funds, and Capital Projects Funds are adopted on a basis consistent with the "Manual of Procedures for Uniform Financial Accounting and Budgeting for School Districts". Budgetary amounts for the Debt Service Fund are based upon the issuance of general obligation bonds.
6. Budgeted amounts are as originally adopted or as amended by the SBFAU.

For budgetary purposes, expenditures include amounts paid in the fiscal year, adjusted for the effects of liabilities paid within ten days of fiscal year-end and unpaid salaries and benefits attributable to services provided during the school year. The Board of Education must approve amendments to the appropriated budget when the budgeted fund balance differs from the actual fund balance at the end of the fiscal year. New Mexico state law prohibits a governmental agency from exceeding the appropriated budget. The level of budgetary control (the level by which expenditures cannot exceed the appropriated amount) is carried down to the function level within each individual fund.

Note 1 – Summary of Significant Accounting Policies (continued)

The Statements of Revenues, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual present comparisons of the legally adopted budget with actual data on a budgetary basis.

Since accounting principles applied for purposes of developing data on a budgetary basis differ significantly from those used to present financial statements in conformity with generally accepted accounting principles, a reconciliation to GAAP basis and timing differences in the excess (deficiency) of revenues, and other sources of financial resources for the year ended June 30, 2025, is presented with each fund's Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis).

Budgetary comparisons are presented in the balanced presentation format whereby the excess (deficiency) of revenues over expenditures is reflected as Beginning Fund Balance for budgetary purposes. The major differences between the budgetary basis and the GAAP basis are:

1. Revenues are recorded when received in cash (budgetary) as opposed to when susceptible to accrual (GAAP); and
2. Generally, expenditures are recorded when paid in cash (budgetary) as opposed to when susceptible to accrual (GAAP). However, budgetary expenditures include amounts for salaries and benefits attributable to services provided during the fiscal year. The non-budgeted accounts and funds primarily consist of the adjustment to record the USDA commodity allocation.

Adoption of New Accounting Standards
For the fiscal year 2025, the District adopted GASB Statement No. 101, *Compensated Absences*. The adoption of this Statement prescribing the accounting and financial reporting of compensated absences did have an effect due to the change in accounting principle for fiscal year 2025 as described below.

The District recognizes a liability for its employees' accrued annual leave because it is attributable to services already rendered, the leave accumulates, and the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. The leave payable is calculated based on the current and two prior years' average usage rates and is valued by employee at their pay level as of June 30, 2025. The calculation includes FICA payroll taxes and is recorded in the government-wide financial statements. See Note 20 for the impact of this restatement.

Note 2 – Cash, Cash Equivalents, and Investments

State statutes authorize the investment of District funds in a wide variety of instruments, including certificates of deposit and other similar obligations, state investment pool, money market accounts, and United States Government obligations. All invested funds of the District properly followed state investment requirements as of June 30, 2025.

Note 2 – Cash, Cash Equivalents, and Investments (continued)

Deposits of funds may be made in interest or non-interest bearing checking accounts and in one or more banks or savings and loan associations within the geographical boundaries of the District. Deposits may be made to the extent that they are insured by an agency of the United States, or by collateral deposited as security, or by bond given by the financial institution.

Amounts reported as cash & cash equivalents in Fund 23000, Non-Instructional Support, represent amounts held by individual school locations and departments. These funds are used to finance non-curricular activities augmenting but not replacing activities provided through funding provided by the District.

The rate of interest in non-demand interest-bearing accounts shall be set by the State Board of Finance, but in no case shall the rate of interest be less than one hundred percent of the asked price on United States treasury bills of the same maturity on the day of deposit.

Excess of funds may be temporarily invested in securities which are issued by the state or by the United States Government, or by their departments or agencies, and which are either direct obligations of the state or the United States, or are backed by the full faith and credit of those governments.

The collateral pledged is listed on Schedule II of this report. The types of collateral allowed are limited to direct obligations of the United States Government and all bonds issued by any agency, district, or political subdivision of the State of New Mexico.

According to the Federal Deposit Insurance Corporation, public unit deposits are funds owned by the public unit. Time deposits, savings deposits, and interest bearing NOW accounts of a public unit in an institution in the same state will be insured up to $250,000 in aggregate.

Cash Reconciliation

Cash Per Government-Wide Statement of Net Position	
Unrestricted cash - Statement of Net Position	$ 209,437,308
Restricted cash - Statement of Net Position	484,762,242
Total cash and cash equivalents per Government-Wide Statement of Net Position	$ 694,199,550
Governmental Funds - Balance Sheet Reconciliation	
Cash and cash equivalents per Exhibit A-1	$ 694,199,550
Internal Service Fund cash and cash equivalents	(32,081,032)
Total cash and cash equivalents per Governmental Funds Balance Sheet per Exhibit B-1	$ 662,118,518

Note 2 – Cash, Cash Equivalents, and Investments (continued)

Deposits

New Mexico State Statutes require collateral pledged for deposits in excess of the federal deposit insurance to be delivered, or a joint safekeeping receipt be issued, to the Schools for at least one half of the amount on deposit with institution. The schedule listed below will meet the State of New Mexico, Office of the State Auditor's requirements in reporting the insured portion of the deposits. Cash and cash equivalents consists of the following at June 30, 2025:

	Bank of Albuquerque	Activity Funds & Departments	Total Deposits
Total deposits	$ 51,189,918	$ 9,040,964	$ 60,230,882
FDIC coverage	51,259,865	9,040,964	60,300,829
Total uninsured public funds	(69,947)	-	(69,947)
Collateral requirement [1]	(34,974)	-	(34,974)
Pledged security	3,337,044	-	3,337,044
Total under (over) collateralized	$ (3,372,018)	$ -	$ (3,372,018)

[1] Collateral requirement: 50% of uninsured public funds.

Other cash and cash equivalents include cash on hand of $200, a $1,500,000 deposit held in the Worker's Compensation Claims fund, $424,141,544 held in the Invesco Premier U.S. Government Money Portfolio Money Market fund, and $230,000,000 held in the State of NM LGIP fund, which are not subject to pledged collateral.

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The District does not have a deposit policy for custodial credit risk, other than following state statutes as put forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978). At June 30, 2025, none of the District's bank balance of $ $60,230,882 was exposed to custodial credit risk.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of the District's investments. The District's investment policy is to attempt to secure a maximum yield of investment earnings to supplement other revenues for the support of the District. The District only invests in securities allowed under Section 6-10-10 NMSA 1978.

Note 2 – Cash, Cash Equivalents, and Investments (continued)

Investments

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are unobservable inputs.

The District has the following recurring fair value measurements as of June 30, 2025:

			Maturity		
Investment Type	Input	Fair Value	6 months or less	Between 6 months and 1 year	Between 1 year and 3 years
U.S. Treasury Securities	Level 1	$ 140,838,283	$ 14,872,314	$ 20,023,958	$ 105,942,011
Federal Agency Securities	Level 1	40,186,925	9,995,395	10,024,739	20,166,791
Federal Agency Securities	Level 2	30,032,964	20,001,593	10,031,371	-
		$ 211,058,172	$ 44,869,302	$ 40,080,068	$ 126,108,802

Credit Risk – Investments – The District holds U.S. Agency/Treasury securities rated Aaa by Moody's and AAAm by Standard & Poor's. The District's Money Market Fund, Invesco Treasurer's Security Trust, is rated Aaa by Moody's and AAAm by Standard & Poor's. The New Mexico LGIP investments in the amount of $230,000,000 carry a Standard & Poor's AAAm investment rating, with a [18] day WAM (R) and [75] day WAM (F). LGIP investments are classified as cash and cash equivalents on Exhibits A-1 and B-1.

Concentration Credit Risk – Investments – For an investment, concentration credit risk is when any one issuer is 5% or more of the investment portfolio of the District. The investment portfolio comprises of 24% invested in U.S. Agency/Treasury Securities, 26% invested in the State Investment Pool LGIP Fund, 47% invested in the Money Market Fund, and 3% in bank deposits. Since the District only purchases investment with the highest credit rating, the additional concentration is not viewed to be an additional risk by the District. The District's policy related to concentration risk is to comply with the state statute as put forth in the Public Money Act (Section 6-10-1 to 6-10-63, NMSA 1978).

Note 2 – Cash, Cash Equivalents, and Investments (continued)

The State Treasurer Local Government Investment Pool (Pool) is not SEC Registered. Section 6-10-10 I, NMSA 1978, empowers the State Treasurer, with the advice and consent of the State Board of Finance, to invest money held in the short-term investment funds in the securities that are issued by the United States government or by its departments or agencies and are either backed by the full faith and credit of the United States government or are agencies sponsored by the United States government. The Local Government Investment Pool investments are monitored by the same investment committee and the same policies and procedures that apply to all other state investments. The Pool does not have unit shares; at the end of each month, all interest earned is distributed by the State Treasurer to the contributing entities in the amounts of the fund were invested. Any realized gain or loss on the portfolio is distributed through the investment yield on distribution dates. The carrying amount of the portfolio approximates the fair value of all investments at June 30, 2025. The State of New Mexico is a regulatory oversight entity, and participation in the Pool is voluntary. LGIP investments are classified as cash equivalents on Exhibits A-1 and B-1.

The Invesco Premier U.S. Government Money Market Fund's investment objective is a high level of current income consistent with the preservation of capital and the maintenance of liquidity. The Fund invests in U.S. Treasury Obligations and Government Securities maturing within 397 calendar days of the date of purchase, with certain exceptions permitted by applicable regulations, and repurchase agreements collateralized fully by U.S. Treasury Obligations and Government Securities. The Fund may also hold cash.

Note 3 – Receivables

Accounts receivable are recorded in the various funds. They consist of amounts receivable from local governments relating to various grant agreements and property taxes receivable.

Accounts receivable are shown net of an allowance for doubtful accounts. Trade accounts receivable in excess of 180 days comprise the allowance for doubtful accounts. Restricted Accounts Receivables of $ 73,234,788 on the statement of net position consist of those receivables related to special revenues, amounts due from other governments for special revenue and capital outlay funds, and property tax receivables (except for the operational fund, which is unrestricted).

Receivables as of June 30, 2025, are as follows:

Receivables	General	Bond Building	HB-33 Capital Improvements	Debt Service	Other Funds	Total
Property taxes	$ 554,488	$ -	$ 5,070,572	$ 7,238,969	$ 2,537,599	$ 15,401,628
Intergovernmental grants	-	440,304	-	-	44,380,267	44,820,571
Other	1,929,538	-	965,784	-	12,601,293	15,496,615
Less allowance for doubtful accounts	(11,523)	-	-	-	-	(11,523)
Totals by fund	$ 2,472,503	$ 440,304	$ 6,036,356	$ 7,238,969	$ 59,519,159	$ 75,707,291

Note 4 – Inventories

Components of inventory balances are as follows:

Albuquerque Public Schools	
Instructional	$ 2,111,271
Maintenance and operations	3,015,016
Food items	3,229,941
Total	$ 8,356,228

Note 5 – Accrued Expenses

Accrued expenses at June 30, 2025, consist of:

Salaries and benefits payable	$ 119,775,471
Other liabilities	199,525
Total	$ 119,974,996

Note 6 – Deferred Outflows/Inflows of Resources

Deferred outflows/inflows of resources at June 30, 2025, consist of:

	Deferred Outflows	Deferred Inflows
Pensions	$ 249,645,100	$ 110,736,350
OPEB	60,839,957	159,458,005
Bond refunding	-	1,813,238
Statement of net position	$ 310,485,057	$ 272,007,593

Note 7 – Inter-Fund Receivables and Payables

Generally, these inter-fund receivables and payables are generated when a fund incurs an expenditure that is waiting for reimbursement from the grantor. The balance represents the amount of cash provided by the General Fund to cover the expense until payment is received. All of these balances are expected to be collected in the subsequent year. Inter-fund transfers generally occur for two reasons: to correct the recording of expenses or revenue and to cover over-expenditures of Special Revenue Funds.

Note 7 – Inter-Fund Receivables and Payables (continued)

Receivables and payables from inter-fund transactions as of June 30, 2025, are listed below:

Fund #	Governmental Activities	Interfund Receivables	Interfund Payables
Fund #	**Major Funds:**		
11000	Operational Fund	$ 40,875,992	$ -
Fund #	**Non-Major Funds:**		
24101	Title I IASA	-	(7,724,476)
24106	IDEA-B Entitlement	-	(6,493,597)
24109	Preschool IDEA-B	-	(48,083)
24113	Education Of Homeless	-	(50,402)
24115	IDEA-B Private School Share	-	(233,845)
24118	Fresh Fruit & Vegetables	-	(158,095)
24120	IDEA-B Risk Pool	-	(203,910)
24153	English Language Acquisition	-	(258,691)
24154	Teacher / Principal Training & Recruiting	-	(1,624,936)
24174	Carl D. Perkins Secondary Current	-	(711,229)
24176	Carl D. Perkins Secondary Redistribution	-	(12,977)
24189	Student Support and Academic Enrichment	-	(567,452)
24190	School Improvement (CSI)	-	(1,928,479)
24196	Stronger Connections Grant	-	(4,783)
24198	CTE Non Trad Coach	-	(15,729)
24355	ARPA-Homeless Children & Youth	-	(2,339)
25112	Collaborative Research and Development	-	(21,204)
25131	Johnson O'Malley	-	(123,424)
25180	Engineering the Future Projects	-	(402,327)
25184	Indian Education Formula Grant	-	(297,318)
25222	Adolescent Health Prevention (CDC)	-	(167,758)
25248	State Tribal Education Partnership (STEP)	-	(40,957)
26107	REC/District Fiscal Agent	-	(450,591)
26118	ABEC Job Mentor Instruction	-	(108,157)
26186	City CSI	-	(1,186,467)
26210	APS Homeless Project	-	(194,520)
27107	2012 GOB Public Schools Library Award	-	(354,859)
27114	Structured Literacy and Early Literacy	-	(791,017)
27126	Community Schools Planning Grant	-	(471)
27149	Pre-K Initiative	-	(3,539,067)
27178	School Buses	-	(245,371)
27183	NM Grown Fruit/Veg	-	(1)
27199	Indigenous Education Initiatives	-	(3,111)
27400	Intergovernmental Agreement	-	(257,775)
27405	District Owned School Bus Cameras Legislative 2020 HB-349 FY22	-	(67,473)
27407	Family Index Pilot FY22	-	(579,444)
27409	K-12 + Program Grant	-	(151)
27416	Equity Dept Out of School Time FY24	-	(1,389)
27502	Next Gen Career & Technical Edu (CTE)	-	(469,206)
27503	Before & After School Programming Middle Schools at APS FY25-FY26	-	(10,000)
27512	High-Dosage Tutoring HB2 FY25	-	(108,511)
27518	FY25-FY26 Turnaround Pilot Projects APS	-	(438,096)
27528	Community School and Family Engagement Initiatives	-	(317,926)
27533	Neer Peer Tutoring	-	(60,537)
27552	CEC/CTE Dept Innovation Zones FY24	-	(797,518)
27584	Attendance Success Initiative FY24	-	(178,065)
27901	Improving Educational and Cultural Outcomes for Native American Students	-	(9,034)
27902	Native American Language Fellow Grant	-	(86,620)
27903	Native American Community Based Immersion Schools PreK-12 Grant	-	(40,276)
27906	Indigenous Education Initiatives	-	(48,721)
28101	MRCOG GRO Appropriation #2 OST	-	(139,002)
28102	MRCOG GRO Appropriation #1 OST	-	(195,819)
28120	Local Government Road funds Coop Agreement	-	(89,405)
28143	Youth at Risk CYFD	-	(4,573)
28210	NM Econ Dev Dept	-	(22,903)
31400	Special Capital Outlay - State	-	(2,079,512)
31500	Special Capital Outlay - Federal	-	(6,874,186)
		$ 40,875,992	$ (40,875,992)

Note 8 – Transfers

Transfers are used to move revenues from the fund in which the District's budget requires collection to the fund required to expend monies and to move unrestricted revenue collected in the General Fund to finance various activities accounted for in other funds. There were no transfers as of June 30, 2025.

Note 9 – Capital Assets

A summary of capital assets and changes occurring during the year ended June 30, 2025, including those changes pursuant to the implementation of GASB Statement No. 34, follows. Land is not subject to depreciation.

	Balance 6/30/2024	Additions	Deletions / Adjustments	Transfers	Balance 6/30/2025
Governmental Activities					
Capital Assets not depreciated					
Land	$ 65,414,324	$ -	$ (1,971,014)	$ -	$ 63,443,310
Construction in Progress	118,707,298	106,868,540	(1,547,398)	(120,247,800)	103,780,640
Total Capital Assets, not depreciated	184,121,622	106,868,540	(3,518,412)	(120,247,800)	167,223,950
Capital Assets being depreciated/amortized					
Land Improvements	269,291,672	-	(812,947)	12,911,820	281,390,545
Building and Building Improvements	2,539,880,691	-	(8,260,909)	107,335,980	2,638,955,762
Equipment, Furniture and Fixtures	70,525,623	4,351,614	(6,957,745)	-	67,919,492
Buses	22,433,526	4,322,257	(1,878,848)	-	24,876,935
Vehicles/Heavy Equipment	24,564,138	2,946,359	(668,653)	-	26,841,844
Right-to-use SBITA Asset	4,689,507	-	152,119	-	4,841,626
Total Capital Assets, being depreciated/amortized	2,931,385,157	11,620,230	(18,426,983)	120,247,800	3,044,826,204
Less: accumulated depreciation/amortization					
Land Improvements	(149,478,465)	(10,096,454)	1,099,394	-	(158,475,525)
Building and Building Improvements	(1,485,049,722)	(105,508,719)	7,412,656	-	(1,583,145,785)
Equipment, Furniture and Fixtures	(36,065,394)	(10,513,176)	6,956,276	-	(39,622,294)
Buses	(9,247,611)	(1,954,679)	1,549,036	-	(9,653,254)
Vehicles/Heavy Equipment	(18,056,390)	(1,466,724)	642,556	-	(18,880,558)
Right-to-use SBITA Asset	(1,637,235)	(1,010,326)	-	-	(2,647,561)
Total accumulated depreciation/amortization	(1,699,534,817)	(130,550,078)	17,659,918	-	(1,812,424,977)
Total Capital Assets, being depreciated/amortized, net	1,231,850,340	(118,929,848)	(767,065)	120,247,800	1,232,401,227
Governmental Activities Capital assets, net	$ 1,415,971,962	$ (12,061,308)	$ (4,285,477)	$ -	$ 1,399,625,177

Depreciation/amortization expense for the year ended June 30, 2025, was charged to governmental activities as follows:

Instruction	$ 4,506,318
Support Services	2,433,609
Operation and Maintenance of Plant	345,743
Operation of Noninstructional Services	618,844
Unallocated	122,645,564
	$ 130,550,078

Note 9 – Capital Assets (continued)

A portion of the District's net position represents its net investment in its various capital assets for the year ended June 30, 2025:

Capital assets (net of accumulated depreciation/amortization)	$ 1,399,625,177
Less deferred inflows related to bond refunding	(1,813,238)
Less bonds/SBITAs payable	(561,967,928)
Plus cash held in Bond Building fund (31100)	100,081,862
Net investment in capital assets	$ 935,925,873

Note 10 – Long-Term Debt

During the year ended June 30, 2025, the following changes occurred in the liabilities reported in the government-wide statement of net position:

	Balance 6/30/2024 (1)	Additions	Deletions		Balance 6/30/2025	Current Portion	Long-Term Debt
General obligation bonds	$ 552,665,000	$ 50,000,000	$ 85,155,000		$ 517,510,000	$ 83,625,000	$ 433,885,000
Premiums	44,901,166	1,786,506	4,432,727		42,254,945	4,410,142	37,844,803
Subtotal	597,566,166	51,786,506	89,587,727		559,764,945	88,035,142	471,729,803
SBITAs payable	3,075,030	163,261	1,035,308		2,202,983	1,138,681	1,064,302
Compensated absences	11,597,012		210,286	*	11,386,726	4,387,631	6,999,095
Estimated claims liability	39,414,027	141,217,351	139,159,766		41,471,612	18,686,015	22,785,597
Net OPEB liability	190,881,162	6,532,189	-		197,413,351	-	197,413,351
Net Pension liability	1,442,401,566	15,682,424	-		1,458,083,990	-	1,458,083,990
Total	$ 2,284,934,963	$ 215,381,731	$ 229,993,087		$ 2,270,323,607	$ 112,247,469	$ 2,158,076,138

Totals above include current portions and long-term portions.
* The change in the compensated absence liability is presented as a net change.
(1) The beginning balance of compensated absences was restated due to the implementation of GASB Statement No. 101, See Note 20.

Bonds are secured by the District's full faith and credit and are general obligations of the District payable from *ad valorem* taxes to be levied, without limitation as to rate or amount, against all taxable property within the District. Debt service requirements are liquidated as property taxes are received and debt service principal and interest payments become due. They are paid primarily from the General Fund and Debt Service Fund. Interest on all issues is payable semiannually on February 1 and August 1. Principal is payable annually on August 1. The proceeds of the bonds are being used for the purpose of erecting, remodeling, making additions to and furnishing school buildings, and purchasing and improving school grounds.

On May 21, 2025, the District sold $ 50,000,000 of general obligation bonds (Series 2025A). Proceeds from the sale of the Series 2025A Bonds will be used to finance the cost of (i) erecting, remodeling, making additions to and furnishing school buildings; purchasing or improving school grounds; purchasing computer software and hardware for students in the District; providing matching funds for capital outlay projects funded pursuant to the Public School Capital Outlay Act; or any combination of those purposes (collectively, the " Projects") and (ii) paying expenses related to issuance of the Series 2025A Bonds. The Series 2025A Bonds represent $50 million of $200 million in bonds authorized by voters at an election held on November 2, 2021 (the "2021 Bond Election"). After the issuance of the Series 2025A Bonds, there will be no remaining authorization under the 2021 Bond Election.

Note 10 – Long-Term Debt (continued)

Arbitrage/Yield Reduction

The Tax Reform Act of 1986 instituted certain arbitrage restrictions with respect to the issuance of tax-exempt bonds after August 31, 1986. Arbitrage regulations deal with the investment of all tax exempt bond proceeds at an interest yield greater than the interest yield paid to bondholders. Generally, all interest paid to bondholders can be retroactively rendered taxable if applicable rebates are not reported and paid to the United States Treasury at least every five years. The District did not have any arbitrage liability at June 30, 2025.

Bond proceeds may be invested in higher yielding investments only during a temporary period described in Regulation section 1.148-2(e). After expiration of an applicable temporary period, proceeds must be yield restricted.

Long-term debt issued and outstanding at June 30, 2025, is as follows:

Date of Issue Bonds	Original Issue	Amount Outstanding	Interest Rates	Maturity Date
October 20, 2009	$ 14,300,000	$ -	1.00%	8/1/2024
September 22, 2010	32,690,000	32,690,000	4.50%	8/1/2027
October 7, 2015	70,000,000	55,100,000	4.00 - 5.00%	8/1/2030
January 11, 2017	100,000,000	71,900,000	2.00 - 5.00%	8/1/2033
June 6, 2018	110,000,000	83,100,000	3.50 - 5.00%	8/1/2037
March 30, 2021	43,000,000	31,200,000	3.00 - 5.00%	8/1/2036
March 30, 2021	29,100,000	-	5.00%	8/1/2024
March 30, 2021	28,525,000	22,780,000	0.19 - 1.82%	8/1/2029
April 21, 2022	57,000,000	40,710,000	5.00%	8/1/2037
May 17, 2023	70,000,000	43,915,000	5.00%	8/1/2038
May 17, 2023	42,885,000	36,115,000	5.00%	8/1/2029
May 15, 2024	80,000,000	50,000,000	5.00%	8/1/2039
May 21, 2025	50,000,000	50,000,000	5.00%	8/1/2040

The annual requirements to amortize the long-term debt as of June 30, 2025, including interest payments are as follows:

General Obligation Bonds Fiscal Years Ending June 30,	Principal	Interest	Total Debt Service
2026	$ 83,625,000	$ 21,331,212	$ 104,956,212
2027	63,875,000	18,596,194	82,471,194.00
2028	56,315,000	15,809,664	72,124,664.00
2029	53,880,000	13,325,043	67,205,043.00
2030	53,725,000	10,596,861	64,321,861.00
2031-2035	139,690,000	30,508,250	170,198,250.00
2036-2040	65,320,000	6,225,250	71,545,250.00
2041-2045	1,080,000	54,000	1,134,000.00
Totals	$ 517,510,000	$ 116,446,474	$ 633,956,474

Note 10 – Long-Term Debt (continued)

Net Pension and OPEB Liabilities
The General Fund has been used to liquidate pension and OPEB liabilities in prior years.

Leases and Service-Based IT Arrangements (SBITAs)
The District adopted GASB 87 – *Leases* in the year ending June 30, 2022. The District leases various equipment under short-term cancelable leases. Rental expense for the year ended June 30, 2025, was $173,880.

The District adopted GASB 96 – *Subscription-based Information Technology Arrangements (SBITAs)* in the year ending June 30, 2023. Under GASB 96, the District's long-term debt bond interest rate of 5% serves as an incremental borrowing rate (IBR) used to calculate the present value of the SBITAs. The present value of the SBITAs are aggregated on a fund and function basis. Governmental funds report lessee SBITAs current expenditures in the fund level Statement of Revenue, Expenses and Changes in Fund Balances, while total economic resources are reported in the government-wide statements.

At June 30, 2025, the District has three qualifying SBITAs under GASB 96 in which it is acting as Lessee; one for enterprise resource planning software which the District anticipates using through November, 2027, one for K-12 district records services which the District anticipates using through June 2027, and one for cloud computing, productivity and collaboration tools which the District has an agreement to use through September 2026.

The right-to-use (RTU) intangible capital assets associated with the lessee SBITAs are as follows:

	Balance 6/30/2024	Additions	Modifications and Remeasurements	Deletions	Balance 6/30/2025	Amounts Due Within One Year
SBITA lease assets	$ 4,689,507	$ -	$ 152,119	$ -	$ 4,841,626	$ -
Less: accumulated amortization	(1,637,235)	(1,010,326)	-	-	(2,647,561)	-
Total lease assets, net	$ 3,052,272	$ (1,010,326)	$ 152,119	$ -	$ 2,194,065	$ -
Lease liabilities	$ 3,075,030	$ -	$ 163,261	$ 1,035,308	$ 2,202,983	$ 1,138,681

The future principal and interest SBITA payments as of June 30, 2025, are as follows:

	Principal	Interest	Total Payments
2026	$ 1,138,681	$ 112,709	$ 1,251,390
2027	958,419	54,452	1,012,871
2028	105,883	5,417	111,300
Total Future Payments	$ 2,202,983	$ 172,578	$ 2,375,561

Note 11 – Property Taxes

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied each year on July 1 on the taxable valuation of property located in the District as of the preceding January 1. The taxable valuations for the various classes of property are determined by the Bernalillo and Sandoval Counties Assessors and the State of New Mexico Department of Taxation and Revenue at one-third of assessed valuation. Property in the District for the 2024 tax year had a taxable value of $21,888,177,219.

The rate of taxes for operating purposes for all taxing jurisdictions is limited by the State Constitution to 20 mills ($20 per $1,000 assessed valuation) of which the District's House Bill 33 portion, by state regulation, is limited to 15 mills. Taxes are payable in two equal installments due on November 10 and April 10 and become delinquent after 30 days.

Property taxes receivable at June 30, 2025, are as follows:

	Current Receivables	Deferred Inflows of Resources	Total Receivables
General Fund	$ 151,843	$ 402,645	$ 554,488
Capital Projects	2,147,455	5,460,716	7,608,171
Debt Service	2,078,472	5,160,497	7,238,969
Total	$ 4,377,770	$ 11,023,858	$ 15,401,628

The District records the property taxes received within 60 days after the fiscal year-end as current receivables. The amount recorded as deferred inflows of resources is based on Bernalillo and Sandoval County's property tax assessments for the past ten years that has not been collected as of June 30.

Note 12 – Other Required Individual Fund Disclosures

Generally Accepted Accounting Principles require as part of the Combined Statements disclosure of certain information concerning individual funds, including excess of expenditures over appropriations. None of the District's funds exceeded approved budgetary authority for the year ended June 30, 2025.

Note 13 – Pension Plan

General Information About the Pension Plan

Plan Description
The New Mexico Legislature passed the Educational Retirement Act (ERA) in 1957, establishing the NMERB Board of Trustees to administer the Educational Employees Retirement Plan (Plan). The Plan is a cost-sharing, multiple-employer pension plan established to provide retirement and disability benefits for certified teachers and other employees of the state's public schools, institutions of higher learning, and state agencies providing educational programs. Additional tenets of the ERA can be found in Section 22-11-1 through 22-11-55, NMSA 1978, as amended.

The Plan administered by NMERB is a pension trust fund of the State of New Mexico. The ERA assigns the authority to establish and amend benefit provisions to a nine-member Board of Trustees (Board); the state legislature has the authority to set or amend contribution rates and other terms of the Plan which is a pension benefit trust fund of the State of New Mexico. NMERB is self-funded through investment income and educational employer contributions. The Plan does not receive General Fund Appropriations from the State of New Mexico.

Pension Benefit
A member's retirement benefit is determined by a formula which includes three component parts: 1) the member's final average salary (FAS), 2) the number of years of service credit, and 3) a multiplier, which for those who began employment prior to July 1, 2019, is 0.0235. The multiplier is variable for those who began work after July 1, 2019. The FAS is the average of the member's salaries for the last five years of service or any other consecutive five-year period, whichever is greater.

For members employed before July 1, 2010, a member is eligible to retire when one of the following events occurs:

- The member's age and allowable service credit add up to the sum of 75 or more. Those who retire under the age of 60, and who have fewer than 25 years of earned service credit will receive reduced retirement benefits, or
- The member is at least 65 years of age and has five or more years of earned service credit, or
- The member has service credit totaling 25 years or more.

Section 22-11-23.1 NMSA 1978 changed the eligibility requirements for new members first employed on, or after, July 1, 2010, and before July 1, 2013. The eligibility for a member who either becomes a new member on or after July 1, 2010, and before July 1, 2013, or at any time prior to July 1, 2010, was refunded all member contributions and then becomes re-employed after July 1, 2010 is as follows:

- The member's age and earned service credit add up to the sum of 80 or more. Those who retire under the age of 65, and who have fewer than 30 years of earned service credit will receive reduced retirement benefits, or
- The member is at least 67 years of age and has five or more years of earned service credit, or
- The member has service credit totaling 30 years or more.

Note 13 – Pension Plan (continued)

Section 22-11-23.2, NMSA 1978 added eligibility requirements for new members who were first employed on or after July 1, 2013, or who were employed before July 1, 2013, but terminated employment and subsequently withdrew all contributions and returned to work for an NMERB employer on or after July 1, 2013. These members must meet one of the following requirements.

- The member's minimum age is 55 and has earned 30 or more years of service credit. Those who retire earlier than age 55, but with 30 years of earned service credit will have a reduction in benefits to the actuarial equivalent of retiring at age 55.
- The member's age and earned service credit add up to the sum of 80 or more. Those who retire under the age of 65, and who have fewer than 30 years of earned service credit will receive reduced retirement benefits, or
- The member's age is 67 and has earned five or more years of service credit.

Section 22-11-23.3, NMSA 1978 added eligibility requirements for new members who were first employed on or after July 1, 2019, or who were employed before July 1, 2019, but terminated employment and subsequently withdrew all contributions and returned to work for an NMERB employer on or after July 1, 2019. These members must meet one of the following requirements.

- The member is any age and has 30 or more years of earned service credit.
- The member is at least 67 years of age and has five or more years of earned service credit.
- The sum of the member's age and years of earned service credit equals at least 80.

Forms of Payment – The benefit is paid as a monthly life annuity with a guarantee that, if the payments

Form of Payment
The benefit is paid as a monthly life annuity with a guarantee that, if the payments do not exceed the member's accumulated contributions plus accumulated interest, determined as of the date of retirement, the balance will be paid in a lump sum to the member's surviving beneficiary. Retirees may elect payment of benefits in the form of a straight life benefit, joint 100% survivor benefit, or joint 50% survivor benefit.

Disability Benefit
An NMERB member is eligible for disability benefits if they have acquired at least ten years of earned service credit and is found totally disabled. The disability benefit is equal to 2% of the member's FAS multiplied by the number of years of total service credits. However, the disability benefit shall not be less than the smaller of (a) one-third of the member's FAS or (b) 2% of the member's FAS multiplied by total years of service credit projected to age 60.

Benefit Options
The Plan has three benefit options available.

- **Option A – Straight Life Benefit** – The single life annuity option has no reductions to the monthly benefit, and there is no continuing benefit due to a beneficiary or estate, except the balance, if any, of member contributions plus interest less benefits paid prior to the member's death.

Note 13 – Pension Plan (continued)

- **Option B – Joint 100% Survivor Benefit** – The single life annuity monthly benefit is reduced to provide for a 100% survivor's benefit. The reduced benefit is payable during the life of the member, with the provision that, upon death, the same benefit is paid to the beneficiary for his or her lifetime. If the beneficiary predeceases the member, the member's monthly benefit is increased to the amount the member would have received under Option A Straight Life benefit. The member's increased monthly benefit commences in the month following the beneficiary's death.

- **Option C – Joint 50% Survivor Benefit –** The single life annuity monthly benefit is reduced to provide for a 50% survivor's benefit. The reduced benefit is payable during the life of the member, with the provision that, upon death, the reduced 50% benefit is paid to the beneficiary for his or her lifetime. If the beneficiary predeceases the member, the member's monthly benefit is increased to the amount the member would have received under Option A Straight Life benefit. The member's increased monthly benefit commences in the month following the beneficiary's death.

Cost of Living Adjustment (COLA)
All retired members and beneficiaries receiving benefits may receive an adjustment in their benefit on July 1 following the year a member retires or July 1 following the year a member reaches the age below, whichever is later.

If a member is eligible for a COLA, the amount depends on the annual change in the Consumer Price Index (CPI) and whether the fund is fully funded (that is, the fund's funded ratio is 100%). Accordingly, if there is no increase in the CPI, or the CPI is negative, the amount of the COLA will be zero (if the CPI is negative, retirement benefits will not be decreased).

When CPI has increased and the fund is fully funded, the COLA will be the same amount as the increase in the CPI except as follows: If the increase in the CPI is 2% or greater, the COLA will be one-half of the CPI increase, not to exceed 4% or to be less than 2%.

However, while the fund is not fully funded, the COLA for retirees will be reduced based on the median annual retirement benefit, calculated after the end of each fiscal year:

- When the funded ratio is 90% or less, the COLA for retirees whose annuity is at or below the median and who have 25 or more years of service credit at retirement will be reduced by 10%. For retirees whose annuity is either greater than the median or who have less than 25 years of service credit at retirement, the COLA will be reduced by 20%.
- When the funded ratio exceeds 90% but is less than 100%, the COLA for retirees whose annuity is at or below the median adjusted annuity and who had 25 or more years of service credit at retirement and will be reduced by 5%. For retirees whose annuity is either greater than the median or who have less than 25 years of service credit at retirement, the COLA will be reduced by 10%.

Members on disability retirement are entitled to a COLA commencing on July 1 of the third full year following disability retirement. A member on regular retirement who can prove retirement because of a disability may qualify for a COLA beginning July 1 in the third full year of retirement.

Note 13 – Pension Plan (continued)

Refund of Contributions

Members may withdraw their contributions only when they terminate covered employment in the state and their former employer(s) certification determination has been received by NMERB. Interest is paid to members when they withdraw their contributions following termination of employment at a rate set by the Board. Interest is not earned on contributions credited to accounts prior to July 1, 1971, or for contributions held for less than one year.

Employer Contributions

Employer contributions to the Plan are calculated on creditable compensation for active members reported to NMERB by participating employers. Employer contributions are accrued when earned. Employers are required per Section 22-11-21, NMSA 1978, to remit contributions equal to fixed percentages of qualifying compensation. For the fiscal years ended June 30, 2025, and 2024, educational employers contributed to the Plan based on the following rate schedule.

Fiscal Year	Date Range	Wage Category	Member Rate	Employer Rate	Combined Rate	Increase Over Prior Year
2025	7/1/2024 to 6/30/2025	Over $24k	10.70%	18.15%	28.85%	0%
2025	7/1/2024 to 6/30/2025	$24k or less	7.90%	18.15%	26.05%	0%
2024	7/1/2023 to 6/30/2024	Over $24k	10.70%	18.15%	28.85%	1%
2024	7/1/2023 to 6/30/2024	$24k or less	7.90%	18.15%	26.05%	1%

The contribution requirements are established in statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the New Mexico Legislature. For the fiscal years ended June 30, 2025 and 2024, the District paid employee and employer contributions of $205,709,588 and $202,444,713, which equal the amount of the required contributions for each fiscal year.

Pension Liabilities, Pension Income, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2025, the District reported a liability of $1,458,083,990 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2023. The total pension liability was rolled-forward from the valuation date to the plan year ending June 30, 2024, using generally accepted actuarial principles. There were no significant events or changes in benefit provisions that required an adjustment to the roll-forward liabilities as of June 30, 2024.

The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating educational institutions at June 30, 2024, actuarially determined. At June 30, 2024, the District's proportion was 16.59177%, which was an increase of 0.01756% from its proportion measured as of June 30, 2023.

Note 13 – Pension Plan (continued)

For the year ended June 30, 2025, the District recognized pension income of $234,758,369. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 118,898,604	$ 3,232,551
Changes of assumptions	-	38,212,550
Net difference between projected and actual earnings on pension plan investments	-	44,168,093
Changes in proportion and differences between District's contributions and proportionate share of contributions	898,362	25,123,156
District's contributions subsequent to the measurement date	129,848,134	-
Total	$ 249,645,100	$ 110,736,350

$129,848,134 — reported as deferred outflows of resources related to pensions resulting from the District's contributions subsequent to the measurement date — will be recognized as a reduction of the net pension liability in the year ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Years Ended June 30,	Amount
2026	$ (40,758,336)
2027	63,613,857
2028	(1,835,884)
2029	(11,959,021)
Total	$ 9,060,616

Note 13 – Pension Plan (continued)

Actuarial Assumptions

Actuarial assumptions and methods are set by the Board of Trustees, based upon recommendations made by the plan's actuary. The assumption for year ending June 30, 2023, were based on Board-adopted assumptions on April 17, 2020, in conjunction with the six-year actuarial experience study period ending June 30, 2019.

The total pension liability in the June 30, 2023, actuarial valuation was determined using the following significant actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.30%
Salary increases	Composed of 2.30% inflation, plus a 0.70% productivity increase rate, plus step-rate promotional increase for less than 15 years of service.
Investment rate of return	7.00%
Mortality	*Healthy Males*: 2020 GRS Southwest Region Teacher Mortality Table, set back one year and scaled at 95%. Generational mortality improvements in accordance with the Ultimate MP scales are projected from the year 2020. *Healthy Females*: 2020 GRS Southwest Region Teacher Mortality Table, set back one year. Generational mortality improvements in accordance with the Ultimate MP scales are projected from the year 2020.

The long-term expected rate of return on pension plan investments was determined using a building-block approach that includes the following:

- Rate of return projections that are the sum of current yield, plus projected changes in price (valuations, defaults, etc.)
- Application of key economic projections (inflation, real growth, dividends, etc.)
- Structural themes (supply and demand imbalances, capital flows, etc.) developed for each major asset class.

Note 13 – Pension Plan (continued)

Asset Class	Target Allocation
Equities	25.7%
Fixed income	21.7%
Alternative investments	50.9%
Cash	1.7%
Total	100.0%

Discount Rate

Discount rate. A single discount rate of 7.00% was used to measure the total pension liability as of June 30, 2024. The 7.00% single discount rate was based on a long-term expected rate of return on pension plan investments of 7.00%. Based on the stated assumptions and the projection of cash flows, the pension plan's fiduciary net position and future contributions were sufficient to finance all projected future benefit payments of current plan members. As a result, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The projections of cash flows used to determine the single discount rate assumed that plan member and employer contributions will be made at the current statutory levels.

Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate.

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.00%, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's proportionate share of the net pension liability	$ 2,004,947,349	$ 1,458,083,990	$ 1,005,488,491

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

Payables to the Pension Plan

Payables to ERB as of year-end were $39,071,427.

Note 14 – Other Post-Employment Benefits (OPEB)

General Information about the OPEB

Plan Description
Employees of the District are provided with OPEB through the Retiree Health Care Fund (the Fund)—a cost-sharing multiple-employer defined benefit OPEB plan administered by the New Mexico Retiree Health Care Authority (NMRHCA). NMRHCA was formed February 13, 1990, under the New Mexico Retiree Health Care Act (the Act) of New Mexico Statutes Annotated, as amended (NMSA 1978), to administer the Fund under Section 10-7C-1-19 NMSA 1978. The Fund was created to provide comprehensive group health insurance coverage for individuals (and their spouses, dependents and surviving spouses) who have retired or will retire from public service in New Mexico.

NMRHCA is an independent agency of the State of New Mexico. The funds administered by NMRHCA are considered part of the State of New Mexico financial reporting entity and are OPEB trust funds of the State of New Mexico. NMRHCA's financial information is included with the financial presentation of the State of New Mexico.

Benefits Provided
The Fund is a multiple employer cost sharing defined benefit healthcare plan that provides eligible retirees (including terminated employees who have accumulated benefits but are not yet receiving them), their spouses, dependents and surviving spouses and dependents with health insurance and prescription drug benefits consisting of a plan, or optional plans of benefits, that can be contributions to the Fund and by co-payments or out-of-pocket payments of eligible retirees.

Employees Covered by Benefit Terms
At June 30, 2024, the Fund's measurement date, the following employees were covered by the benefit terms:

Plan Membership

Current retirees and surviving spouses	52,978
Inactive and eligible for deferred benefit	12,552
Current active members	93,595
	159,125
Active membership	
State general	18,462
State police and corrections	1,260
Municipal general	17,283
Municipal police	3,169
Municipal fire	2,419
Educational Retirement Board	51,002
	93,595

Note 14 – Other Post-Employment Benefits (OPEB) (continued)

Contributions

Employer and employee contributions to the Fund total 3% for non-enhanced retirement plans and 3.75% of enhanced retirement plans of each participating employee's salary as required by Section 10-7C-15 NMSA 1978. The contributions are established by statute and are not based on an actuarial calculation. All employer and employee contributions are non-refundable under any circumstance, including termination of the employer's participation in the Fund. Contributions to the Fund from the District were $ 14,310,324 for the year ended June 30, 2025.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At June 30, 2025, the District reported a liability of $197,413,351 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of June 30, 2024, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2023. The County's proportion of the net OPEB liability was based on actual contributions provided to the Fund for the year ended June 30, 2024. At June 30, 2024, the District's proportion was 11.06% which is a decrease of .15% from its proportion measured as of June 30, 2023.

For the year ended June 30, 2025, the District recognized OPEB income of $53,862,990. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 2,115,687	$ 20,620,690
Net difference between projected and actual investment earnings on OPEB plan investments	1,764,684	-
Changes of assumptions	36,940,983	125,187,101
Changes in proportion	5,708,279	13,650,214
Contributions made after the measurement date	14,310,324	-
Total	$ 60,839,957	$ 159,458,005

Note 14 – Other Post-Employment Benefits (OPEB) (continued)

Deferred outflows of resources totaling $ 14,310,324 represent the District's contributions to the Fund made subsequent to the measurement date and will be recognized as a reduction of net OPEB liability in the year ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in OPEB income as follows:

Years Ending June 30,	Amount
2026	$ (31,191,195)
2027	(45,650,908)
2028	(29,184,971)
2029	(9,201,975)
2030	2,300,677
Total	$ (112,928,372)

Actuarial Assumptions

The total OPEB liability was determined by an actuarial valuation as of June 30, 2023, using the following actuarial assumptions:

Valuation date	June 30, 2023
Actuarial cost method	Entry age normal, level percent of pay, calculated on individual employee basis
Asset valuation method	Market value of assets
Actuarial assumptions:	
Inflation	2.30% for ERB members; 2.50% for PERA members
Projected payroll increases	3.00% based on years of service, including inflation
Investment rate of return	7.00%, net of OPEB plan investment expense and margin for adverse deviation including inflation
Health care cost trend rate	8.00% graded down to 4.50% over 14 years for Non-Medicare medical plan costs and 8.50% graded down to 4.50% over 16 years for Medicare medical plan
Mortality	*ERB Members:* 2020 GRS Southwest Region Teacher Mortality Table, set back one year (and scaled at 95% for males). Generational mortality improvements in accordance with the Ultimate MP scales are projected from the year 2020. *PERA Members:* Headcount-Weighted RP-2014 Blue Collar Annuitant Mortality, set forward one year for females, projected generationally with Scale MP-2017 times 60%.

Note 14 – Other Post-Employment Benefits (OPEB) (continued)

Rate of Return

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which the expected future real rates of return (net of investment fees and inflation) are developed for each major asset class. These returns are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage, adding expected inflation and subtracting expected investment expenses and a risk margin. The target allocation and projected arithmetic real rates of return for each major asset class, after deducting inflation, but before investment expenses, used in the derivation of the long-term expected investment rate of return assumptions.

The best estimates for the long-term expected rate of return is summarized as follows:

Asset Class	Long-Term Rate of Return
U.S. core fixed income	1.6%
U.S. equity – large cap	6.9%
Non U.S. emerging markets	8.7%
Non U.S. developed equities	7.2%
Private equity	9.9%
Credit and structured finance	3.7%
Real estate	3.6%
Absolute return	3.2%
U.S. equity – small/mid cap	6.9%

Discount Rate

The discount rate used to measure the total OPEB liability is 7.00% as of June 30, 2024. The projection of cash flows used to determine the discount rate assumed that employer contributions will be made at rates proportional to the actuary determined contribution rates. For this purpose, employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs for future plan members and their beneficiaries are included. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments for current plan members. The 7.00% assumed investment return on plan assets, which includes the assumed inflation rate of 2.50%, was used to calculate the net OPEB liability.

Note 14 – Other Post-Employment Benefits (OPEB) (continued)

Sensitivity of the Net OPEB Liability to changes in the discount rate and healthcare cost trend rates.

The following presents the net OPEB liability, calculated using the discount rate of 7.00% as of June 30, 2024, as well as what the Fund's net OPEB liability would be if it were calculated using a discount rate that is 1-percent lower or 1-percent higher than the current rate:

1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
$ 248,951,226	$ 197,413,350	$ 155,165,577

The following presents the net OPEB liability of the District, as well as what the District's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

1% Decrease	Current Trend Rate	1% Increase
$ 152,558,896	$ 197,413,350	$ 312,605,188

OPEB Plan Fiduciary Net Position

Detailed information about the net OPEB plan's fiduciary position is available in NMRHCA's audited financial statements for the year ended June 30, 2024.

Payable Changes in the Net OPEB Liability

At June 30, 2025, the District reported a payable of $4,073,951 for outstanding contributions due to NMRHCA for the year ended June 30, 2025.

Note 15 – Contingent Liabilities

A number of legal claims are presently pending against the District. It is the opinion of the District's management, after consulting with outside legal counsel, that final settlement of these matters will not exceed estimated defense and liability accruals, and will not result in any material adverse effect on the financial position of the District.

The District receives revenues from various federal and state grant programs, which are subject to review and approval as to allowable expenditures by the respective grantor agencies. Any settlements or expenditures arising from a final review are recognized in the period agreed upon by the agency and the District.

Commitments

The District contracts with outside vendors for construction and renovation of various facilities. At June 30, 2025, commitments and encumbrances outstanding for capital projects totaled $177,741,029.

Note 16 – Risk Management

The District is exposed to various risks of loss related to theft of, damage to, and destruction of assets; errors and omissions; and injuries to employees. The District established a self-insurance fund to conduct these risks and administers its own employee benefit and risk management programs as a self-insured program. There have been no significant changes in the insurance programs from the prior year. For the prior three years, the amount of claims payments for property and liability insurance has not exceeded the amount of insurance coverage. The District purchases specific excess insurance. There is a self-insured retention (per occurrence) of $650,000 for workers' compensation, $350,000 for liability, and $250,000 for property. The District is subject to tort immunities. School board errors and omissions have $350,000 retention. The District believes its main exposure to risk of loss is in the category of liability claims. Any loss exceeding the deductible of $350,000 would be covered under the purchased excess loss policy. Losses in the mentioned categories are the subject of insurance and/or actuarially reviewed retentions. The District has not incurred any losses in excess of coverage during the past four years. The claims liabilities reported in the Risk Management Fund are based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are reevaluated periodically to consider the effects of inflation, recent claim settlement trends (including frequency and amount of pay-outs), and other economic factors. The actuarial review validated that the current reserves are adequate for reserves in anticipation of adverse developments in reported cases and for claims which may have occurred but have not yet been reported.

Liabilities for estimated claims for the last two years are summarized below. Liabilities at June 30, 2024 and 2025, for health, dental, and vision are stated at 90% confidence level, plus 15% to provide for claims fluctuation margin in the event of catastrophic claims. Liability balances for worker's compensation and liability and property are stated at 90% confidence level.

Fiscal Year 2025	Balance 6/30/24	Additions	Deletions	Balance 6/30/25
Liability and Property	$ 13,718,096	$ 12,988,830	$ 13,577,630	$ 13,129,296
Worker's Compensation	15,650,931	6,843,783	5,923,398	16,571,316
Health Claims	9,857,000	114,330,390	112,581,390	11,606,000
Dental Claims	159,000	6,101,150	6,122,150	138,000
Vision Claims	29,000	953,199	955,199	27,000
	$ 39,414,027	$ 141,217,352	$ 139,159,767	$ 41,471,612

Fiscal Year 2024	Balance 6/30/23	Additions	Deletions	Balance 6/30/24
Liability and Property	$ 13,741,416	$ 31,091,891	$ 31,115,211	$ 13,718,096
Worker's Compensation	14,307,600	5,260,478	3,917,147	15,650,931
Health Claims	8,381,000	93,367,908	91,891,908	9,857,000
Dental Claims	206,000	6,215,647	6,262,647	159,000
Vision Claims	30,000	957,860	958,860	29,000
	$ 36,666,016	$ 136,893,784	$ 134,145,773	$ 39,414,027

Note 17 – Tax Abatement Disclosures

The District has implemented the Governmental Accounting Standards Board (GASB) Statement number 77, Tax Abatement Disclosures, which became effective for reporting periods beginning after December 15, 2015. A tax abatement is created when a government enters into an agreement with an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens.

The District is not a taxing authority and does not create, or enter into, any tax abatement agreements. However, the tax revenue which the District relies upon to fund debt service, capital improvement, maintenance, and operations is directly impacted by tax abatement agreements entered into by taxing authorities, such as the City of Albuquerque and Bernalillo County governments. New Mexico statutes allow certain taxing authorities to enter into tax abatement agreements. The following table is a brief summary of the local taxing authorities and the effect their tax abatement agreements have on the District's available tax revenue:

Tax Abatement Agreements Created by:	Type of Tax Abated	Amount Tax Revenue Reduced During the Period
Bernalillo County	Property Tax	$1,849,907
City of Albuquerque	Property Tax	699,085
City of Rio Rancho	Property Taxes, Gross Receipts and Compensating Tax	46
New Mexico Hospital Equipment Loan Council	Property Tax	Unable to determine
Sandoval County	Property Taxes, Gross Receipts and Compensating Tax	Unable to determine

A complete listing, and detailed information, on all of the tax abatement agreements can be found in the detail on the following pages.

State of New Mexico
Albuquerque Municipal School District No. 12
Notes to the Financial Statements
June 30, 2025

Abating Agency Name	Bernalillo County	Bernalillo County	Bernalillo County	Bernalillo County	Bernalillo County	Bernalillo County
Abating Agency Type	County	County	County	County	County	County
Tax Abatement Agreement Name	3D Glass Solutions, Inc.	Admiral Beverage Corporation Project	Arroyo Vista Apartments Project	Ben E. Keith Foods	Catholic Charities	CCC&S Family Project (dated 11/1/2016)
Name of agency affected by abatement agreement (Affected Agency)	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools
Agency number of Affected Agency	7002	7002	7002	7002	7002	7002
Agency type of Affected Agency	School District	School District	School District	School District	School District	School District
Recipient(s) of tax abatement	3D Glass Solutions, Inc.	Admiral Beverage Corporation	Arroyo Vista Apartments, LLC	Ben E. Keith Foods	Wells Fargo (trustee)	CCC&S Family LLC
Tax abatement program (name and brief description)	Taxable Industrial Revenue Bonds (Series 2018)	Taxable Industrial Revenue Bonds (Series 2012)	PRB - Multifamily Housing Revenue Bonds, in one or more tax-exempt or taxable series (Arroyo Vista Project)	IRB - Taxable Industrial Revenue Bonds, Series 2018	IRB - Taxable Industrial Revenue Bonds, Series 2016	IRB - Taxable Industrial Revenue Bonds, Series 2016
Specific Tax(es) Being Abated	Real and personal property tax exemption	Real Property and Personal Property	Real property tax	Real and personal property tax exemption	Real Property and Personal Property	Real Property and Personal Property
Authority under which abated tax would have been paid to Affected Agency	NMSA §7-37-6	NMSA §7-37-6	NMSA §3-45 Municipal Housing Law	NMSA §7-37-6	NMSA 7-37-6	NMSA 7-37-6
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Real Property tax : $25,142.82 Personal Property tax : $455.28	Real Property tax : $51,086.49 Personal Property tax : $1,170.72	Real Property tax : $56,834.84 Personal Property tax : $0.00	Real Property tax : $116,464.54 Personal Property tax : $0.00	Real Property tax : $14,092.43 Personal Property tax : $0.00	Real Property tax : $7,886.36 Personal Property tax : $0.00
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	none	none	none	none	none	none
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A	N/A	N/A	N/A	N/A	N/A

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Abating Agency Name	Bernalillo County	Bernalillo County	Bernalillo County	Bernalillo County	Bernalillo County	Bernalillo County
Abating Agency Type	County	County	County	County	County	County
Tax Abatement Agreement Name	Ceja Vista PRB Ordinance	CFV Solar Test Laboratory, Inc. Project	Cottonwood Apartment Project	General Mills Operations Project (dated 11/1/2016)	Glenrio Project	Harrington Project 2015
Name of agency affected by abatement agreement (Affected Agency)	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools
Agency number of Affected Agency	7002	7002	7002	7002	7002	7002
Agency type of Affected Agency	School District	School District	School District	School District	School District	School District
Recipient(s) of tax abatement	DBG Properties LLC	CFV Solar Test Laboratory, Inc.	GSL Properties	General Mills Operations LLC	Glenrio LLLP	Harrington Properties
Tax abatement program (name and brief description)	PRB - Multifamily Housing Refunding Revenue Bonds Series 2019	Taxable Industrial Revenue Bonds (Series 2010)	Multi-Family Refunding Revenue Bonds (Series 2006A) and Taxable Multi-Family Housing Revenue Bonds	Taxable Industrial Revenue Bonds (Series 2016)	New Mexico Multifamily Housing Revenue Bonds (Series 2013)	Taxable Industrial Revenue Bonds
Specific Tax(es) Being Abated	Real Property and Personal Property	Real Property and Personal Property	Real Property and Personal Property	Personal Property	Real Property Tax	Real Property Tax
Authority under which abated tax would have been paid to Affected Agency	NMSA §7-37-6	NMSA §7-37-6	NMSA 7-37-6	NMSA 7-37-6	NMSA §7-37-6	NMSA 7-37-6
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Real Property tax : $59,006.16 Personal Property tax : $0.00	Real Property tax : $0.00 Personal Property tax : $1,338.01	Real Property tax : $43,095.46 Personal Property tax : $0.00	Real Property tax : $0.00 Personal Property tax : $11,876.49	Real Property tax : $73,231.68 Personal Property tax : $0.00	Real Property tax : $3,721.19 Personal Property tax : $2,737.77
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	none	none	none	none	none	none
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A	N/A	N/A	N/A	N/A	N/A

State of New Mexico
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Notes to the Financial Statements
June 30, 2025

Abating Agency Name	Bernalillo County	Bernalillo County	Bernalillo County	Bernalillo County	Bernalillo County	Bernalillo County
Abating Agency Type	County	County	County	County	County	County
Tax Abatement Agreement Name	Hotel Chaco Project	Los Poblanos Project (dated 3/1/2016)	New Mexico Fresh Foods	La Orilla Project IRB	MF Housing Bonds (La Vida Nueva Project)	One Central Parking Project
Name of agency affected by abatement agreement (Affected Agency)	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools
Agency number of Affected Agency	7002	7002	7002	7002	7002	7002
Agency type of Affected Agency	School District	School District	School District	School District	School District	School District
Recipient(s) of tax abatement	Hotel Chaco, LLC	Rembe Family, LLC	New Mexico Fresh Foods, LLC	The Village at La Orilla, LLC	La Vida Nueva Housing, L.P.	One Central Associates
Tax abatement program (name and brief description)	Taxable Industrial Revenue Bonds (Series 2015A)	IRB - Taxable Industrial Revenue Bonds (Series 2016)	IRB - Taxable Industrial Revenue Bonds (Series 2020)	IRB - Industrial Revenue Bond	PRB - Housing Revenue Bonds, in one or more tax-exempt or taxable series	IRB - Taxable Industrial Revenue Bonds, Series 2016A
Specific Tax(es) Being Abated	Real Property and Personal Property	Real Property and Personal Property	Real Property and Personal Property	Real property tax	Real property tax	Real Property and Personal Property
Authority under which abated tax would have been paid to Affected Agency	NMSA §7-37-6	NMSA 7-37-6	NMSA §7-37-6	NMSA 7-37-6	NMSA 7-37-6	NMSA 7-37-6
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Real Property tax : $64,345.71 Personal Property tax : $1,439.04	Real Property tax : $31,569.82 Personal Property tax : $3,849.36	Real Property tax : $35,948.00 Personal Property tax : $8,441.36	Real Property tax : $39,200.20 Personal Property tax : $0.00	Real Property tax : $46,577.40 Personal Property tax : $0.00	Real Property tax : $49,921.41 Personal Property tax : $3,622.88
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	none	none	none	none	none	none
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A	N/A	N/A	N/A	N/A	N/A

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Abating Agency Name	Bernalillo County	Bernalillo County	Bernalillo County	Bernalillo County	Bernalillo County	Bernalillo County
Abating Agency Type	County	County	County	County	County	County
Tax Abatement Agreement Name	Hotel Chaco Project	Los Poblanos Project (dated 3/1/2016)	New Mexico Fresh Foods	La Orilla Project IRB	MF Housing Bonds (La Vida Nueva Project)	One Central Parking Project
Name of agency affected by abatement agreement (Affected Agency)	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools
Agency number of Affected Agency	7002	7002	7002	7002	7002	7002
Agency type of Affected Agency	School District	School District	School District	School District	School District	School District
Recipient(s) of tax abatement	Hotel Chaco, LLC	Rembe Family, LLC	New Mexico Fresh Foods, LLC	The Village at La Orilla, LLC	La Vida Nueva Housing, L.P.	One Central Associates
Tax abatement program (name and brief description)	Taxable Industrial Revenue Bonds (Series 2015A)	IRB - Taxable Industrial Revenue Bonds (Series 2016)	IRB - Taxable Industrial Revenue Bonds (Series 2020)	IRB - Industrial Revenue Bond	PRB - Housing Revenue Bonds, in one or more tax-exempt or taxable series	IRB - Taxable Industrial Revenue Bonds, Series 2016A
Specific Tax(es) Being Abated	Real Property and Personal Property	Real Property and Personal Property	Real Property and Personal Property	Real property tax	Real property tax	Real Property and Personal Property
Authority under which abated tax would have been paid to Affected Agency	NMSA §7-37-6	NMSA 7-37-6	NMSA §7-37-6	NMSA 7-37-6	NMSA 7-37-6	NMSA 7-37-6
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Real Property tax : $64,345.71 Personal Property tax : $1,439.04	Real Property tax : $31,569.82 Personal Property tax : $3,849.36	Real Property tax : $35,948.00 Personal Property tax : $8,441.36	Real Property tax : $39,200.20 Personal Property tax : $0.00	Real Property tax : $46,577.40 Personal Property tax : $0.00	Real Property tax : $49,921.41 Personal Property tax : $3,622.88
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	none	none	none	none	none	none
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A	N/A	N/A	N/A	N/A	N/A

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Abating Agency Name	Bernalillo County	Bernalillo County	Bernalillo County	Bernalillo County	Bernalillo County	Bernalillo County
Abating Agency Type	County	County	County	County	County	County
Tax Abatement Agreement Name	SBS Technologies, Inc. Corporate Headquarters Project	Silver Moon Lodge Project	GAHP Project IRB (Sterling Downtown)	Tempur Production USA, Inc. Project	United Poly Systems Project dated 2014)	UR Silver LLC
Name of agency affected by abatement agreement (Affected Agency)	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools
Agency number of Affected Agency	7002	7002	7002	7002	7002	7002
Agency type of Affected Agency	School District	School District	School District	School District	School District	School District
Recipient(s) of tax abatement	Brunacini Development LTD. CO.	Silver Moon Lodge LLLP	The Greater Albuquerque Housing Partnership (GAHP),	Tempur Production USA, Inc.	Gold Mesa Investments	UR Silver LLC
Tax abatement program (name and brief description)	Taxable Industrial Revenue Bonds (Series 2004)	New Mexico Multifamily Housing Revenue Bonds (Series 2013A and 2013B)	PRB - Multifamily Housing Revenue Note (The Sterling Downtown Project), Series 2016	Taxable Industrial Revenue Bonds (Series 2005A and 2005B)	Taxable Industrial Revenue Bonds	IRB - Taxable Industrial Revenue Bonds (Series 2014A)
Specific Tax(es) Being Abated	Real Property and Personal Property	Real Property Tax	Real property tax	Real Property and Personal Property	Real Property and Personal Property	Real Property and Personal Property
Authority under which abated tax would have been paid to Affected Agency	NMSA §7-37-6	NMSA §7-37-6	NMSA §3-45 Municipal Housing Law	NMSA §7-37-6	NMSA 7-37-6	NMSA 7-37-6
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Real Property tax : $16,096.61 Personal Property tax : $0.00	Real Property tax : $27,904.14 Personal Property tax : $0.00	Real Property tax : $18,319.11 Personal Property tax : $0.00	Real Property tax : $321,541.13 Personal Property tax : $10,559.04	Real Property tax : $29,827.50 Personal Property tax : $7,895.90	Real Property tax : $23,164.17 Personal Property tax : $436.54
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	none	none	none	none	none	none
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A	N/A	N/A	N/A	N/A	N/A

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Abating Agency Name	Bernalillo County	Bernalillo County	Bernalillo County	Bernalillo County	Bernalillo County	Bernalillo County
Abating Agency Type	County	County	County	County	County	County
Tax Abatement Agreement Name	US Foodservice, Inc. Project	Casa de Sierra	Valle de Atrisco Family Apartments	The Village at Avalon Project (dated 12/1/2015)	Vitality Works, Inc. Project	Wagner Equipment Project (dated 12/1/2015)
Name of agency affected by abatement agreement (Affected Agency)	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools
Agency number of Affected Agency	7002	7002	7002	7002	7002	7002
Agency type of Affected Agency	School District	School District	School District	School District	School District	School District
Recipient(s) of tax abatement	US Foodservice, Inc.	Valencia Limited Partnership	DBG Properties, LLC	Village at Avalon Apartments	Vitality Works, Inc.	Wagner Equipment Co
Tax abatement program (name and brief description)	Taxable Industrial Revenue Bonds	Multi-Family Refunding Revenue Bonds (Senior Series 2001A) and MFRR Bonds (Jr Subord Series 2001C)	PRB - Multifamily Housing Revenue Bonds (Series 2018).	Series 2015 Multifamily Housing Revenue Bonds.	Taxable Industrial Revenue Bonds (Series 2011)	Taxable Industrial Revenue Bonds (Series 2015)
Specific Tax(es) Being Abated	Real Property and Personal Property	Real Property and Personal Property	Real and personal property tax exemption	Real Property Tax	Real Property and Personal Property	Real Property Tax
Authority under which abated tax would have been paid to Affected Agency	NMSA §7-37-6	NMSA 7-37-6	NMSA 7-37-6	NMSA 7-37-6	NMSA §7-37-6	NMSA 7-37-6
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Real Property tax :	Real Property tax :	Real Property tax :	Real Property tax :	Real Property tax :	Real Property tax :
	$53,650.49	$40,825.92	$37,504.40	$72,802.22	$45,888.05	$79,665.99
	Personal Property tax :	Personal Property tax :	Personal Property tax :	Personal Property tax :	Personal Property tax :	Personal Property tax :
	$0.00	$0.00	$0.00	$0.00	$0.00	$361.28
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	none	none	none	none	none	none
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A	N/A	N/A	N/A	N/A	N/A

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Abating Agency Name	Bernalillo County	City of Albuquerque	City of Albuquerque	City of Albuquerque	City of Albuquerque	City of Albuquerque
Abating Agency Type	County	Local Government	Local Government	Local Government	Local Government	Local Government
Tax Abatement Agreement Name	West Publishing Corporation Project	MRA	MRA	MRA	MRA	MRA
Name of agency affected by abatement agreement (Affected Agency)	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools
Agency number of Affected Agency	7002	7002	7002	7002	7002	7002
Agency type of Affected Agency	School District	School District	School District	School District	School District	School District
Recipient(s) of tax abatement	Brunacini Development LTD. CO.	WW Olympus NorthPoint 9100 San Mateo/Alameda	WCW Olympus Highlands North 200 Mulberry St NE	Franz/ 1716 Central Avenue, LLC	Marriott Springhill Suites/Titan Development	Broadstone Nob Hill/Titan Development
Tax abatement program (name and brief description)	Taxable Industrial Revenue Bonds (Series 2004A)					
Specific Tax(es) Being Abated	Real Property and Personal Property	Property Taxes	Property Taxes	Property Taxes	Property Taxes	Property Taxes
Authority under which abated tax would have been paid to Affected Agency	NMSA §7-37-6	Metropolitan Redevelopment Code Sections 3-60A-1 et seq. NMSA 1978	Metropolitan Redevelopment Code Sections 3-60A-1 et seq. NMSA 1978	Metropolitan Redevelopment Code Sections 3-60A-1 et seq. NMSA 1978	Metropolitan Redevelopment Code Sections 3-60A-1 et seq. NMSA 1978	Metropolitan Redevelopment Code Sections 3-60A-1 et seq. NMSA 1978
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Real Property tax : $25,493.73 Personal Property tax : $0.00	$83,324.14	$31,536.58	$15,004.62	$39,374.96	$38,074.40
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	none	none	none	none	none	none
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A	N/A	N/A	N/A	N/A	N/A

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Abating Agency Name	City of Albuquerque	City of Albuquerque	City of Albuquerque	City of Albuquerque	City of Albuquerque	City of Albuquerque
Abating Agency Type	Local Government	Local Government	Local Government	Local Government	Local Government	Local Government
Tax Abatement Agreement Name	MRA	MRA	IRB	IRB	IRB	IRB
Name of agency affected by abatement agreement (Affected Agency)	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools
Agency number of Affected Agency	7002	7002	7002	7002	7002	7002
Agency type of Affected Agency	School District	School District	School District	School District	School District	School District
Recipient(s) of tax abatement	Bank of the West Center Project	705 COPPER AVE NW ALBUQUERQUE NM 87102 /// 205 7th St NW Albuquerque NM 87102	Hotel Andaluz (La Posada)	Netflix Studios	Hotel Blue/ARRIVE	Hotel Parq (Memorial Ventures, LLC)
Tax abatement program (name and brief description)						
Specific Tax(es) Being Abated	Property Taxes	Property Taxes	Property Taxes	Property Taxes	Property Taxes	Property Taxes
Authority under which abated tax would have been paid to Affected Agency	Metropolitan Redevelopment Code Sections 3-60A-1 et seq. NMSA 1978	Metropolitan Redevelopment Code Sections 3-60A-1 et seq. NMSA 1978	Article VIII Property taxes	Article VIII Property taxes	Article VIII Property taxes	Article VIII Property taxes
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	$101,512.18	$7,949.83	$10,818.47	$4,663.51	$12,799.78	$14,900.42
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	none	none	none	none	none	none
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A	N/A	N/A	N/A	N/A	N/A

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Abating Agency Name	City of Albuquerque	City of Albuquerque	City of Albuquerque	City of Albuquerque	City of Albuquerque	City of Albuquerque
Abating Agency Type	Local Government	Local Government	Local Government	Local Government	Local Government	Local Government
Tax Abatement Agreement Name	IRB	IRB	IRB	IRB	IRB	IRB
Name of agency affected by abatement agreement (Affected Agency)	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools
Agency number of Affected Agency	7002	7002	7002	7002	7002	7003
Agency type of Affected Agency	School District	School District	School District	School District	School District	School District
Recipient(s) of tax abatement	Ktech (Air Products)	Kairos Hawking Dr SE 87106	International School 2660 EASTMAN CROSSING SE	MENAUL SCHOOL 301 MENAUL BLVD NE	Affordable Solar 3900 SINGER BLVD NE	Jabil Nypro 3801 University Blvd
Tax abatement program (name and brief description)						
Specific Tax(es) Being Abated	Property Taxes	Property Taxes	Property Taxes	Property Taxes	Property Taxes	Property Taxes
Authority under which abated tax would have been paid to Affected Agency	Article VIII Property taxes	Article VIII Property taxes	Article VIII Property taxes	Article VIII Property taxes	Article VIII Property taxes	Article VIII Property taxes
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	$42,201.91	$166,239.74	$6,809.57	$47,546.98	$20,814.06	$39,670.08
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	none	none	none	none	none	none
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A	N/A	N/A	N/A	N/A	N/A

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Abating Agency Name	City of Albuquerque	City of Albuquerque	City of Rio Rancho	City of Rio Rancho	City of Rio Rancho	City of Rio Rancho
Abating Agency Type	Local Government	Local Government	Municipality (Home Rule)	Municipality (Home Rule)	Municipality (Home Rule)	Municipality (Home Rule)
Tax Abatement Agreement Name	IRB	IRB	Industrial Revenue Bond Project-Lease Agreement	Industrial Revenue Bond Project-Lease Agreement	Industrial Revenue Bond Project-Lease Agreement	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools
Agency number of Affected Agency	7004	7005	7002	7002	7002	7002
Agency type of Affected Agency	School District	School District	School District	School District	School District	School District
Recipient(s) of tax abatement	1715 5th St Heritage Agenda	2001 4th St Bueno	Atrisco Energy Storage Project	Atrisco Solar Project	Quail Ranch Energy Storage	Quail Rancho Solar Energy
Tax abatement program (name and brief description)			Atrisco Energy Storage LLC will issue up to $420,000,000 million in Industrial Revenue Bonds to acquire solar energy storage equipment and facilities located within the corporate boundaries of the City of Rio Rancho, NM, to be used for the storage of electrical energy.	Atrisco Solar LLC will issue up to $430,000,000 million in Industrial Revenue Bonds to acquire solar energy power generation equipment and facilities within the corporate boundaries of the City of Rio Rancho, NM.	Quail Ranch Energy Storage LLC will issue up to $140,000,000 million in Industrial Revenue Bonds to acquire solar energy storage equipment and facilities located within the corporate boundaries of the City of Rio Rancho, NM, to be used for the storage of electrical energy.	Quail Ranch Solar Energy LLC will issue up to $110,000,000 million in Industrial Revenue Bonds to acquire solar energy storage equipment and facilities located within the corporate boundaries of the City of Rio Rancho, NM, to be used for the storage of electrical energy.
Specific Tax(es) Being Abated	Property Taxes	Property Taxes	Property Taxes, Gross Receipts and Compensating Tax	Property Taxes, Gross Receipts and Compensating Tax	Property Taxes, Gross Receipts and Compensating Tax	Property Taxes, Gross Receipts and Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	Article VIII Property taxes	Article VIII Property taxes	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	$4,668.41	$11,174.91	$17.52	$17.93	$5.84	$4.59
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	none	none	$9,423.79	$9,648.17	PILOT Payments to begin in FY2026	PILOT Payments to begin in FY2026
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A	N/A	N/A	N/A	N/A	N/A

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Abating Agency Name	New Mexico Hospital Equipment Loan Council	New Mexico Hospital Equipment Loan Council	Sandoval County
Abating Agency Type	State Agency	State Agency	County Government
Tax Abatement Agreement Name	Lease Agreement (New Mexico Hospital Equipment Loan Council/Lovelace Health System, Inc. dated 12/1/2007; 'Lovelace Women's Hospital Project')	Lease Agreement (New Mexico Hospital Equipment Loan Council/Lovelace Health System, Inc. dated 10/1/2011; 'Lovelace Heart Hospital')	Ordinance 10-25-23.10A
Name of agency affected by abatement agreement (Affected Agency)	Albuquerque Public Schools	Albuquerque Public Schools	Albuquerque Public Schools
Agency number of Affected Agency	7002	7002	7002
Agency type of Affected Agency	School District	School District	School District
Recipient(s) of tax abatement	Lovelace Health System, Inc.	Lovelace Health System, Inc.	NMRD Data Center VI - TAD
Tax abatement program (name and brief description)	New Mexico Hospital Equipment Loan Act (New Mexico Statue 58-23-29)	New Mexico Hospital Equipment Loan Act (New Mexico Statue 58-23-29)	Sandoval County Industrial Revenue Bond Ordinance which allows eligible companies to request certain tax abatements. County Ordinance Sec. 2 -68 "Industrial Revenue Bond Ordinance"
Specific Tax(es) Being Abated	Property Tax	Property Tax	Ad Valorum property taxes and certain Gross Receipts and Compensating Taxes
Authority under which abated tax would have been paid to Affected Agency	NMSA 7-38	NMSA 7-38	NMSA § 4-59-1 through 4-59-16 (County Industrial Revenue Bond "Act")
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	This cannot be determined by the New Mexico Hospital Equipment Loan Council as the abating agency. The Council is not a taxing authority, nor does it provide for valuation of qualifying property.	This cannot be determined by the New Mexico Hospital Equipment Loan Council as the abating agency. The Council is not a taxing authority, nor does it provide for valuation of qualifying property. Valuation of property is determined by Bernalillo County. However, the following values are based on what has been determined by Bernalillo County. The Council does not confirm nor validate these amounts. Property Tax = $61,834.45	Sandoval County Operational: $665,041.67; ,Sandoval County Debt: $99,366.67; State of New Mexico: $124,666.67; Rio Rancho SD Debt Service: $709,500; Rio Rancho SD Operating: $42,441.67; Rio Rancho SD Tech Fund: $125,583.33; Rio Rancho SD Cap Imp $169,858.33 UNM SRMC $122,100; Soil & Water District: $91,666.67. This is based on total IRB taxable amount of $91,666,666.67.00 times mill rates for 31 OUT NR
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	none	none	$116.86
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A	N/A	N/A

Note 18 – Joint Powers Agreements

1. The District has entered into Joint Use Agreements with the City of Albuquerque (the City) to develop, improve, and maintain Joint Use Parks for use by the City as public parks and by the District as public school grounds. The District has exclusive use of the facilities during regular school operating hours. At all other times, the City may use the facilities. The City currently has responsibility for the maintenance of 20 of these Joint Use Parks and charges the District for its 35% share of the maintenance costs on a quarterly basis (approximately $241,500 per year). The majority of these agreements have been renewed for an additional 5 years, through December 31, 2025, adding aerial outlines and checklists to create a seamless process to effectively maximize our resources as it relates to these real properties.

2. The District entered into a Joint Powers Agreement with the City of Albuquerque (the City) on April 21, 1976, for the construction and maintenance of an indoor swimming pool at Highland High School. The District paid approximately $300,000 and the City paid for the balance of the total design and construction cost of approximately $670,000. The City is responsible, at its sole expense, for the maintenance, operation, and custodial care of the facility. The District has first priority in using the facility during regular school hours during the regular school year and for a period of one and one-half hours after regular school hours during the competitive swimming season. The City has the right to use the facility on a space available basis during this time. The District has second priority to use the facility for school-related purposes at other times. The term of this agreement shall expire 75 years from the date of completion and acceptance of the facility. Upon termination, the City's rights in the facility shall cease and the District shall be the sole owner thereof.

3. The District entered into a Joint Powers Agreement with the County of Bernalillo (the County) on March 17, 1976, for the construction and maintenance of an indoor swimming pool at Rio Grande High School. The County paid $250,000 and the District paid for the balance of the total design and construction cost of approximately $680,000. The County is responsible, at its sole expense, for the maintenance, operation, and custodial care of the facility. The District has priority in using the facility during regular school hours during the regular school year and for a period of one and one-half hours after regular school hours during the competitive swimming season. The County has the right to use the facility on a space available basis during this time. The District has second priority to use the facility for school related purposes at other times. The term of this agreement shall expire 75 years from the date of completion and acceptance of the facility. Upon termination, the County's rights in the facility shall cease, and the District shall be the sole owner thereof.

4. The District entered into a Joint Powers Agreement with the City of Albuquerque (the City) on August 1, 1987, for the construction and maintenance of an indoor swimming pool at Sandia High School. The City and the District each paid half of the total design and construction cost of approximately $1,000,000. The City is responsible, at its sole expense, for the maintenance, operation and custodial care of the facility. The District has first priority in using the facility during regular school hours during the regular school year and for a period of one and one-half hours after regular school hours during the competitive swimming season. The City has the right to use the facility on a space available basis during this time. The District has second priority to use the facility for school related purposes at other times. The term of this agreement shall expire 75 years from the date of completion and acceptance of the facility. Upon termination, the City's rights in the facility shall cease, and the District shall be the sole owner thereof.

Note 18 – Joint Powers Agreements (continued)

5. The District entered into an Intergovernmental Agreement with the City of Albuquerque (the City) on April 20, 1965, for the construction and maintenance of an indoor swimming pool at Valley High School. The term of the agreement will be 50 years from the effective date. The agreement was renewed on July 11, 2022, for a maximum total engagement of 50 years.

6. The District entered into a Lease Agreement with the City of Albuquerque (the City) on November 8, 1978, for the construction and maintenance of an outdoor swimming pool at Eisenhower Middle School. The term of the agreement will be 50 years from the effective date.

7. The District entered into a Joint Powers Agreement with the City of Albuquerque (the City) on November 6, 1981, for the construction and maintenance of a soccer field/play area at Osuna Elementary School. The City paid approximately $93,500, and the District paid approximately $30,000 of the total design and construction cost of approximately $123,500. The City is responsible, at its sole expense, for the maintenance, operation and custodial care of the facility. The District has first priority in using the facility during regular school hours during the school year. The District has second priority to use the facility at other times. The term of this agreement shall expire 75 years from the date of completion and acceptance of the facility. Upon termination, the City's rights in the facility shall cease, and the District shall be the sole owner thereof.

8. The District entered into an Intergovernmental Agreement with the City of Albuquerque (the City) on October 4, 2000, providing for operation by the City of a community center at McKinley Middle School. The term of the agreement will be 50 years from the effective date. The agreement provides for the joint use of the facility by the City and the District. The City has sole responsibility for maintenance, operation, and custodial care of the community center. The District has exclusive use of the facility during regular school hours. The City has exclusive use of the facility outside of school hours. The City also has access to McKinley Middle School facilities including the gymnasium, cafeteria, and restrooms for community center program use outside of regular school hours. The City owns the community center facility and associated improvements, and the District owns the site. Upon termination of the agreement the District will assume ownership of the facility.

9. A supplement to the McKinley Middle School Community Center Intergovernmental Agreement entered into June 30, 2003, provided for the addition of a sports and fitness center to be built, managed, and operated by the City at the McKinley Middle School site.

Note 18 – Joint Powers Agreements (continued)

Charter Schools

10. The District entered into an agreement with Robert F. Kennedy Charter School (RFK) on October 12, 2014, regarding use of 27 portable buildings at 4300 Blake Road SW, Albuquerque, NM, and two permanent buildings at 1021 Isleta Boulevard SW, Albuquerque, NM for purposes related to the operation of the RFK School. The District is responsible for major repairs. RFK is responsible for any cost related to operating and maintaining the site. The District billed RFK $279,343 for the rental of these facilities during the 2024-2025 school year. This agreement is effective as along as RFK's charter has not been revoked and RFK remains in compliance with the terms of the agreement. The District entered an additional agreement with RFK on July 1, 2014, to establish responsibilities and procedures between the parties related to the execution of the HB-55 legislative appropriation projects concerning the purchase of land for RFK Charter School.

11. The District entered into a lease agreement with Public Academy of Performing Arts (PAPA) on October 3, 2016, effective July 1, 2016, regarding the site located at 11800 Princess Jeanne Avenue NE, Albuquerque, NM for purposes related to the operation of the PAPA school. The District is responsible for the cost of any major repairs on the site. PAPA is responsible for any cost related to operating and maintaining the site. The District billed PAPA $361,719 for the rental of these facilities during the 2024-2025 school year. This agreement is effective as long as PAPA's charter has not been revoked and PAPA remains in compliance with the terms of the agreement.

12. The District entered into a lease agreement with Montessori of the Rio Grande Charter School (MRGC) on May 20, 2013, effective July 1, 2013, regarding the site located at 1650 Gabaldon Drive NW, Albuquerque, NM for purposes related to the operation of the MRGC School. The District is responsible for the cost of any major repairs on the site. MRGC is responsible for any cost related to operating and maintaining the site. The District billed MRGC $178,616 for the rental of these facilities during the 2024-2025 school year. This agreement is effective as long as MRG's charter has not been revoked and MRGC remains in compliance with the terms of the agreement.

13. The District entered into a lease agreement with Digital Arts & Technology Academy (DATA), effective April 10, 2025, regarding the site located at 1011 Lamberton Place NE, Albuquerque, NM for purposes related to the operation of the DATA School. The District is responsible for any property improvements and/or major repairs. DATA is responsible for any cost related to operating and maintaining the site. The District billed DATA $168,492 for the rental of these facilities during the 2024-2025 school year. This agreement is effective as long as DATA's charter has not been revoked and DATA remains in compliance with the terms of the agreement. 1011 Lamberton was purchased by the District on June 15, 2018, for $2,227,251.

Note 18 – Joint Powers Agreements (continued)

14. The District entered into an agreement with South Valley Academy (SVA) on June 6, 2013, effective July 1, 2013, regarding the use of certain school facilities including 16 acres of land, permanent buildings, and portable buildings at 3426 Blake Road SW, Albuquerque, NM. The District is responsible for any property improvements and/or major repairs. SVA is responsible for any cost related to operating and maintaining the site. SVA will be responsible for all costs of removing any portable buildings. The District billed SVA $492,622 for the rental of these facilities during the 2024-2025 school year. This agreement is effective as long as SVA's charter has not been revoked and SVA remains in compliance with the terms of the agreement.

15. The District entered into an agreement with The Albuquerque Sign Language Academy (ASLA) on June 26, 2023, regarding the facility rental at 225 Griegos Road NW Albuquerque, NM. The lease shall be for two (2) years, commencing July 1, 2023, and ending midnight June 30, 2025. With one (1) additional one-year option to extend the term of this Lease. Lessor is responsible for maintenance, upkeep, and major repairs of the property leased. The District billed ASLA $120,301 for the rental of these facilities during the 2024-2025 school year. This agreement is effective as long as ASLA's charter has not been revoked and ASLA remains in compliance with the terms of the agreement.

16. The District entered into an agreement with Technology Leadership High School on August 23, 2024, effective August 23, 2024, through May 29, 2025, regarding the use of a portion of Wilson Middle School that includes portables, the parking area in front of the portables, and the field directly to the east of the portables. The District is responsible for any property improvements and/or major repairs. Technology Leadership High School is responsible for any cost related to operating and maintaining the site. The District billed Technology Leadership High School $45,326.64 for the rental of these facilities during the 2024-2025 school year.

Childhood Development Centers

17. The District and the City of Albuquerque cooperate in the operation of Childhood Development Centers at 7 APS Schools, to provide early childhood education and full-day, year-round child day care for children from lower-income families located on school sites. The City has provided for the purchase and any necessary modifications of portable classrooms, development of playground areas and other expenditures required for the establishment of the centers. The District has provided space for the installation of the classrooms and retained title to the facilities. The City provides for the staffing and general operation of the centers. This original Agreement for 13 sites was executed in 1997. A new comprehensive Joint Use Agreement was executed in 2020. A First Amendment was executed on March 25, 2025, eliminating 6 of the original 13 sites.

Head Start Program

18. A Memorandum of Agreement between the District and the Youth Development, Inc. (YDI), dated 1990 provides for the operation of Head Start Programs at 7 District school locations. A new Joint Use Agreement was executed in May of 2024 for a term of 23 months. YDI assumed costs associated for the purchase of buildings, transportation, site development, playground construction, utility extensions, meters, and operating expenses.

Note 18 – Joint Powers Agreements (continued)

Buildings and materials are the property of YDI. APS provides space at the sites. YDI is responsible for maintenance of the facilities. YDI provides Head Start services on a long-term basis for the duration of the Head Start contract with the U.S. Department of Health and Human Services.

Museum of Natural History and Science

19. The District entered into a Joint Powers & Lease Agreement with the Museum of Natural History and Science, a division of the Department of Cultural Affairs, State of New Mexico (the Museum) in September of 1999, to develop, improve, operate and maintain an environmental education center that offers educational programs to public and private schools in the state. The Museum shall provide and conduct educational programs at the facility for students and teachers from APS and other school districts. The Museum will be responsible for the everyday routine maintenance of the facility. The District shall provide an Environmental Education Resource Teacher at the Center and will be responsible for non-routine major maintenance for the facility. The Board must approve major maintenance expenditures over $2,500. The District retains ownership and use of all water and water rights at the facility. A new comprehensive Joint Use Agreement was executed in 2022 for a term of five years with the option for renewal at the end of each term for an additional five years.

Note 19 – Subsequent Accounting Standard Pronouncements and Subsequent Events

Subsequent Accounting Standard Pronouncements
GASB has issued the following statements, which are applicable in future years. Management has not determined the impact, if any, these future pronouncements will have on the District.

The GASB issued Statement No. 103, *Financial Reporting Model Improvements,* in April 2024. This Statement enhances key components of the financial reporting model such as Management's Discussion and Analysis, Unusual or Infrequent Items, Presentation of the Proprietary Fund Statement of Revenues, Expenditures, and Changes in Net Position, Major Component Unit Information, and Budgetary Comparison Information. The requirements of this Statement are effective for periods beginning after June 15, 2025.

The GASB issued Statement No. 104, *Disclosure of Certain Capital Assets,* in September 2024. The objective of this Statement is to provide users of government financial statements with essential information about certain types of capital assets. The requirements of this Statement are effective for periods beginning after June 15, 2025.

Subsequent Events

Bond Sale
On August 1, 2025, the District issued $46,220,000 in General Obligation Refunding Bonds, Series 2025B. Proceeds from the sale of the Series 2025B Bonds will be used to finance the cost of (i) refunding, and refinancing the District's General Obligation School Building Bonds, Series 2015 (the "Series 2015 Bonds") maturing on and after August 1, 2026 (the "Refunding Project") on the Date of Delivery of the Series 2025B Bonds, and (ii) paying expenses related to issuance of the Series 2025B Bonds.. The bonds bear an interest rate of 5.00% and mature annually through August 1, 2030.

Note 19 – Subsequent Accounting Standard Pronouncements and Subsequent Events (continued)

Proceeds from the bond issuance will be used in accordance with voter authorization from the 2021 Bond Election. The bond sale does not affect the financial position of the District as of June 30, 2025, and accordingly has not been recorded in these financial statements.

Opioid Litigation Settlements
During March 2022, nationwide settlements were reached to resolve all opioids litigation brought by states and local political subdivisions against the three largest pharmaceutical distributors: McKesson, Cardinal Health and AmerisourceBergen ("Distributors"), and manufacturer Janssen Pharmaceuticals, Inc. and its parent company Johnson & Johnson (collectively, "J&J"). These settlements will provide substantial funds to states and local governments for abatement of the opioids epidemic across the country and will impose transformative changes in the way the settling defendants conduct their business. Under the terms of the settlement, the Distributors will pay a maximum of $21 billion over 18 years, while J&J will pay a maximum of $5 billion over no more than nine years, with approximately $22.8 billion in settlement proceeds payable to state and local subdivisions. Of the funds going directly to participating states and subdivisions, at least 85% must be used for abatement of the opioid Epidemic, with the overwhelming bulk of the proceeds restricted to funding future abatement efforts by state and local governments.

The first year of this allocation is fiscal year ending June 30, 2026. The scope is to support the implementation of the Crossroads Program to provide direct counseling and prevention services to APS students, implement substance use prevention programming in middle and high schools, and offer staff training.

No other material subsequent events requiring disclosure were identified.

Note 20- Accounting Changes

Change in Accounting Principle
Effective July 1, 2025, the District implemented GASB Statement No. 101, Compensated Absences. This statement updated the recognition and measurement guidance for compensated absences and associated salary-related payments and amended certain previously required disclosures. As a result of the implementation of this standard, the compensated absences liability as of July 1, 2024 was understated by $6,105,592.

Change in Fund Presentation from Major to Nonmajor
The Food Service special revenue fund and Capital Improvements SB-9 Local capital projects fund previously met the definition of major funds. However, for the year end June 30, 2025, these funds no longer meet that definition and are reported as nonmajor governmental funds.

The effect of these changes are shown in the table below:

	June 30, 2024 As Previously Reported	Change to or Within the Financial Reporting Entity	Change In Accounting Principle	June 30, 2024 As Adjusted
Government-Wide:				
Governmental Activities	$ (340,308,770)	$ -	$ (6,105,592)	$ (346,414,362)
Total Primary Government	$ (340,308,770)	$ -	$ (6,105,592)	$ (346,414,362)
Governmental Funds:				
Major Fund:				
Food Service - 21000	$ 36,959,029	$ (36,959,029)	$ -	$ -
Capital Improvements SB-9 Local - 31701	62,063,626	(62,063,626)	-	-
Other Governmental Funds	129,567,559	99,022,655	-	228,590,214
Total Governmental Funds	$ 228,590,214	$ -	$ -	$ 228,590,214

Note 21 – Other

The District will issue the Single Audit Report under separate cover. This report will be forthcoming once the final version of the Uniform Guidance Compliance Supplement has been officially released.

Note 22 – Component Unit – Albuquerque Public Schools Foundation

Definition of Reporting Entity

The Albuquerque Public Schools Foundation (the Foundation), a component unit of the Albuquerque Public Schools (the District), is a non-profit organization incorporated under laws of the State of New Mexico on April 25, 1995. The Foundation was established to solicit, receive, and manage private voluntary support for the benefit and on behalf of the District. The Foundation itself has no component units.

The Foundation is governed by a board of directors, which has the responsibility for determining policy and for the execution and evaluation of programs and activities conducted by the Foundation. The board consists of no less than three members and no more than 25 members. Board members represent government, business, public sector, private individuals, and organizations that are interested in supporting programs and services of the District. The term served by board members is three years.

A Memorandum of Agreement (Memorandum) between the Foundation and the District was signed and executed on October 7, 2009. In accordance with the Memorandum, the District formally recognizes the Foundation as a separate corporate entity established for the sole purpose of soliciting, managing, and distribution of private gifts and donations for the benefits of the District. The Memorandum further stipulates that Foundation creates and encourages an opportunity for private individuals and organizations to invest in the support of the District programs and services. The Foundation is subject to Financial Accounting Standards Board (FASB) reporting because the District does not appoint a voting majority to the Foundation’s Board, and the District is not able to unilaterally dissolve the Foundation and take possession of the remaining assets.

Summary of Significant Accounting Policies

Use of Estimates in Preparing Financial Statements

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. Significant estimates and assumptions made by management include the benefit interest in remainder trust and fair value measurements of investments.

Financial Statement Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 958, Not-for-Profit Entities. Under ASC 958, the Foundation is required to report information regarding its financial position and activities according to two classes of net assets.

Note 22 – Component Unit – Albuquerque Public Schools Foundation (continued)

Net Assets without Donor Restrictions
These assets represent sources whose use is not limited to or restricted by donors. Unrestricted net assets have arisen from exchange transactions, receipt of unrestricted contributions and expirations or satisfaction of existing restrictions.

The Foundation treats restricted contributions whose restrictions are satisfied during the same fiscal year as unrestricted support. All contributions made to the Foundation are considered to be available for unrestricted use unless specifically restricted by the donor.

Net Assets with Donor Restrictions
Net assets subject to donor-imposed stipulations that either expire by passage of time or can be fulfilled and removed by actions of the Foundation pursuant to those stipulations. Other donor restrictions are perpetual in nature whereby the donor has stipulated the funds be maintained in perpetuity.

Cash and Cash Equivalents
The Foundation considers all highly liquid investments with original maturities of three months or less to be cash equivalents. Cash equivalents consist of cash on deposit with financial institutions and money market accounts.

Investments
The Foundation records brokerage investments at fair value and certificates of deposit at cost.

Beneficial Interest in Remainder Trusts
A charitable remainder trust is an arrangement in which a donor establishes and funds a trust with specified distributions to be made to a designated beneficiary or beneficiaries over the trust's term. Upon termination of the trust, the Foundation receives a percentage of the assets remaining in the trust. Beneficial interest in remainder trusts represent the present value of estimated future cash receipts from the trust's assets. Contribution revenue is recognized in the period in which the trust is established. In subsequent years, income earned on trust assets, recognized gains and losses, and distributions paid will be recognized. Revaluation of the present value of the estimated future payments and changes in actuarial assumptions will be recognized in the statement of activities and changes in net assets.

Income Taxes
The Foundation is a non-profit corporation and qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code (IRC) and is classified as other than a private foundation. As such, their normal activities do not result in any income tax liability. The Foundation pays taxes on unrelated business income.

The Foundation would recognize accrued interest related to unrecognized tax benefits in interest expense and penalties in operating expenses. There were no such interest or penalties recorded for the year ended June 30, 2025.

The Foundation files informational tax returns as prescribed by the tax laws of the jurisdictions in which it operates. In the normal course of business, the Foundation is subject to examination by federal, state, local, and foreign jurisdictions, where applicable.

Note 22 – Component Unit – Albuquerque Public Schools Foundation (continued)

Revenue Recognition
The Foundation is accounted for as a non-profit organization, and it follows revenue recognition rules as defined below:

Unconditional Promises to Give
Unconditional promises to give are recognized as revenues in the period the promise to give is made as assets, or decreases in liabilities or expenses, depending on the form of the benefits to be received. Conditional promises to give are recognized as revenues when the conditions on which they depend are substantially met. The allowance for uncollectible promises to give is based on past pledge loss experience and other factors that management considers necessary in estimating pledge losses.

Contributions – The Foundation reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated purpose restriction is accomplished, the restricted net assets are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. If the restriction is satisfied in the same period the contribution is received, the contribution is reported as without donor restriction.

Contributions of services are recognized in the financial statements of the Foundation only if the services received (a) create or enhance non-financial assets of the Foundation, and (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation.

Special Events – The Foundation recognizes income for special events, which includes sponsorships, tables and other day of event benefits, on the day of the event. Any amount received prior to the date of the event is recorded as deferred revenue until the date of the event and then recognized as revenue.

Advertising Costs
The Foundation expenses advertising costs as incurred. Expenses incurred for the year ended June 30, 2025, were approximately $24,434.

Functional Allocation of Expenses
The costs of providing program and supporting services have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among program and supporting services benefitted. These costs are solely made up of salaries and wages, which were allocated based on estimates of time and effort.

Investments

Investment Policy Statement (IPS)
In December 2002, the Foundation Board of Directors adopted an IPS, revised in May 2025, to assist in the supervising, monitoring, and evaluating the Foundation’s investments. The IPS is to provide financial stability for the Foundation operations and an increasing stream of income for future program growth. All investment assets are held with Merrill Lynch.

Note 22 – Component Unit – Albuquerque Public Schools Foundation (continued)

The Foundation shall be responsible for:

- Overseeing the Foundation investment portfolio.
- Defining the investment objectives and policies of the portfolio.
- Directing the investment manager to make changes in investment policy and to oversee and to approve or disapprove investment manager recommendations with regard to policy, guidelines, objectives, and specific investments.
- Providing the investment manager with all relevant information on its financial conditions and risk tolerances and notifying the Investment Manager promptly of any changes to this information.

The Foundation agrees that investment discretion can be delegated to qualified, professional investment specialists or private portfolio managers (investment managers) that would be identified by the Foundation's finance committee resulting from an extensive quantitative and qualitative process of diligence.

Guidelines for the investment manager are that the investment of the Foundation's investment portfolio shall be limited to individual marketable securities or packaged products (e.g., mutual funds) in the following categories:

- Cash and cash equivalents
- Fixed Income – Domestic bonds
- Fixed Income – Non-U.S. bonds
- Fixed Income – High yield
- Equities – U.S. and Non-U.S. within an international portfolio

Fair Value of Financial Instruments
The Foundation follows Statement ASC 820-10, *Fair Value Measurements*, which provides a framework for measuring fair value under GAAP and expands disclosures about fair value measurement. ASC 820-10 defines fair value as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. ASC 820-10 requires that valuation techniques maximize the use of observable inputs and minimize the use of unobservable inputs. ASC 820-10 also establishes a fair value hierarchy, which prioritizes the valuation inputs into three broad levels. The three levels defined by the ASC 820-10 hierarchy are as follows:

Level 1 – Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 – Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly. This include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the asset or liability, or inputs that are derived principally from or corroborated by observable market data.

Note 22 – Component Unit – Albuquerque Public Schools Foundation (continued)

Level 3 – Inputs are unobservable for the asset or liability. Unobservable inputs reflect the reporting entity's own assumptions about the assumptions that market participants would use in pricing the asset or liability developed based on the best information available in the circumstances.

Following is a description of the valuation methodologies used for assets measured at fair value:

Fixed Income – Valued using pricing models maximizing the use of observable inputs for similar securities, which includes basing value on yield currently available on comparable securities of issuers with similar credit ratings.

Equity Mutual Funds – Valued at the daily closing price as reported by the fund. These funds are required to publish their daily net asset value (NAV) and to transact at that price. The funds held by the Foundation are deemed to be actively traded. Mutual funds held by the entity are open-end equity mutual funds that are registered with the U.S. Securities and Exchange Commission.

The following table presents assets and liabilities measured at fair value by classification within the fair value hierarchy as of June 30, 2025:

	Fair Value Measurements Using			
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Total
Investments				
Equity Mutual Funds	$ 1,822,492			$ 1,822,492
Fixed Income		2,003,455		2,003,455
Certificates of Deposit		110,845		110,845
Total Investments	1,822,492	2,114,300	-	3,936,792
Beneficial Interest in Remainder Trust	-	-	2,303,785	2,303,785
Total	$ 1,822,492	$ 2,114,300	$ 2,303,785	$ 6,240,577

Unrealized gains and losses applicable to instruments valued using significant unobservable inputs (Level 3) are included in the statement of activities for the year ended June 30, 2025.

Note 22 – Component Unit – Albuquerque Public Schools Foundation (continued)

Beneficial Interest in Remainder Trusts

On May 11, 2001, the Foundation was awarded an interest in the William H. and Lilian Dolde Charitable Trust (Trust) for the purpose of funding fine arts programs in the Albuquerque Public Schools Foundation. The Bank of America administers the Trust. The Trust was originally funded in the amount of $2,000,000. The Trust document calls for the annual distribution of an amount equal to 5% of the Trust's net position. This annual distribution will expire on December 31, 2051. Upon termination of the Trust, the Foundation is entitled to a portion of the remaining assets in order to establish a permanent endowment for the fine arts. The Foundation is irrevocably entitled to 90% of all annual distributions and 90% of the remaining Trust net position upon termination. The Foundation's interest in the Trust's assets is recorded at fair market value with adjustments made annually for increases or decreases in value. The present value of the Trust agreement was initially calculated using a discount rate of 5% with annual distributions to be received of $90,000 (90% of $100,000) for 49.5 years. The present value of the Trust's net position at termination was initially estimated using a value of $1,800,000 in remaining net position (90% of $2,000,000) with a discount rate of 5% for 50 years. During the fiscal year ended June 30, 2025, the Trust made distributions of $24,921 to the Foundation. The present value of the Trust increased by $5,174 during the fiscal year ended June 30, 2025. This resulted in the recording of the beneficial interest in the Trust in the amount of $2,303,785 for the year ended June 30, 2025

Contributed Non-financial Assets

The Foundation received the following contributions of non-financial assets for the year ended June 30, 2025:

Salaries and Related Expenses	$	423,808
Event Production		61,819
Event Gift Cards and Raffle Items		57,348
Goodwill Shoe Vouchers		51,291
Professional Services		38,263
General Administrative Expenses		30,245
Supplies		1,505
Total	$	664,279

Administrative and event salaries are valued at actual cost to the District, as the District provides employee services for no charge for administration of the Foundation. Professional services including event production and advertising are valued at the cost for receiving similar services or the hourly rate of the professional, usually provided by the service provider. Goodwill vouchers, redeemed at Goodwill Stores in support of the District Clothing Banks, are valued at the average voucher redemption amount for the fiscal year. Gifts for participants are valued at the replacement cost of the received goods for a price publicly available on a website or in a local store. General administrative expenses and use of office furniture and equipment are valued at actual cost incurred by the District.

Note 22 – Component Unit – Albuquerque Public Schools Foundation (continued)

Related Parties

District programs are the primary beneficiaries of funds donated to the Foundation. The Foundation has no employees of its own. During the year ended June 30, 2025, all Foundation staff members were employees of the District. Certain District employees whose services were contributed to the Foundation also served as Foundation board members in an ex-officio capacity. Certain voting board members were affiliated with the District or with other entities served through the Foundation.

During the year ended June 30, 2025, the Foundation received non-cash contributions from the District with a market value of approximately $493,822 and contributions from board members in the amount of $343,915. The non-cash contributions included employee services, contracted services, and supplies.

The Foundation has no employees of its own. During the year ended June 30, 2025, all Foundation staff members were employees of the District.

Net Assets with Donor Restrictions

Net assets with donor restrictions consisted of the following at June 30, 2025:

	Restricted by Purpose or Time	Restricted in Perpetuity	Total
Purpose			
District Programs	$ 3,741,183	$ -	$ 3,741,183
Dolde Trust	-	2,303,785	2,303,785
Nursing Services - Vision Care	1,083,999	-	1,083,999
Transformative Idea Grant	415,727	-	415,727
Other	110,111	-	110,111
Marketing Expenses and Teacher Awards	58,343	-	58,343
McKinney-Vento Program	47,906	-	47,906
Literacy Programs	44,361	-	44,361
Chief Operations Office	40,565	-	40,565
District Seeds of Learning Program	-	34,020	34,020
Varsity Scholarships	33,468	-	33,468
Total	$ 5,575,663	$ 2,337,805	$ 7,913,468

Net assets are released from restrictions by incurring expenses satisfying the restricted purposes. Net assets released from restrictions were comprised of the following:

Purpose	
Literacy Programs	$ 35,000
McKinney-Vento Program	11,574
Chief Operations Office	10,504
Marketing Expenses and Teacher Awards	700
Other	106
Total	$ 57,884

Note 22 – Component Unit – Albuquerque Public Schools Foundation (continued)

Concentration of Credit Risk

The Foundation maintains cash depository accounts with various financial institutions. These deposits are insured by the Federal Deposit Insurance Corporation (FDIC) up to $250,000. Balances in these accounts may at times exceed the federally insured amount. At June 30, 2025, the checking account balances over the FDIC insured limit is $4,723,825. The Foundation has not experienced, and its management believes it is not exposed to, significant credit risk from excess deposits. The Foundation's deposits are maintained in institutions with strong financial performance. If any of the financial institutions with whom the Foundation does business were to be placed into receivership, the Foundation may be unable to access the cash it has on deposit with such institutions. If the Foundation is unable to access its cash and cash equivalents as needed, the financial position and ability to operate the business could be adversely affected.

Liquidity and Availability of Resources

The Foundation strives to maintain 150 days of normal operating expenses, which are, on average, approximately $458,000. The Foundation has an informal no debt policy and invests cash in excess of daily requirements in various cash equivalents to generate unrestricted investment income for additional reserves. As of June 30, 2025, financial assets available for general expenditure within one year of the statement of financial position date are comprised of the following:

Financial Assets	
Cash and cash equivalents	$ 5,460,233
Investments	3,936,792
Grants Receivable, Current	450,000
Total	9,847,025
Less: Financial Assets with Donor Restriction	(5,609,683)
Financial Assets Available within One Year to Meet Cash Needs for General Expenditures within One Year	$ 4,237,342

In addition to financial assets available to meet general expenditures within one year, the Foundation operates with a balanced budget and anticipates collecting sufficient revenue to cover general expenditures not covered by resources with donor restrictions.

Restatement

Unconditional grants receivable awarded to the Foundation in the amount of $362,000 and $500,000, as of and for the years ended June 30, 2024 and 2023, respectively, were not properly recognized in the years awarded. As of June 30, 2024, $481,000 of unconditional grants receivable were outstanding.

Note 23 – Component Unit – Charter Schools

Definition of Reporting Entity

The following are dependent Charter Schools formed under NMSA 1978 22-8A and, as such, are presented here as discrete component units of Albuquerque Municipal School District No. 12:

- ACE Leadership High School
- Albuquerque Charter Academy
- Albuquerque Talent Development Academy
- Alice King Community School
- Christine Duncan Heritage Academy
- Cien Aguas International School
- Coral Community Charter School
- Corrales International Charter School
- Digital Arts & Technology Academy
- El Camino Real Academy
- East Mountain High School
- Gilbert L. Sena Charter High School
- Gordon Bernell Charter School
- Health Leadership High School
- International School at Mesa del Sol
- La Academia de Esperanza
- Los Puentes Charter School
- Montessori of the Rio Grande
- Mountain Mahogany Community School
- Native American Community Academy
- New Mexico International School
- Mark Armijo Academy
- Public Academy for Performing Arts
- Robert F. Kennedy Charter School
- Siembra Leadership High School
- South Valley Academy
- Technology Leadership High School
- The New American School
- Voz Collegiate Preparatory School
- William W. and Josephine Dorn Community School (Closed as of FY24)

Cash and Cash Equivalents

State statutes authorize the investment of charter school funds in a wide variety of instruments, including certificates of deposit and other similar obligations, state investment pool, money market accounts, and United States Government obligations. All invested funds of the Charter Schools properly followed state investment requirements as of June 30, 2025.

Deposits of funds may be made in interest or noninterest bearing checking accounts in one or more banks or savings and loan associations within the geographical boundaries of the Charter School. Deposits may be made to the extent that they are insured by an agency of the United States or by collateral deposited as security or by bond given by the financial institution. The types of collateral allowed are limited to direct obligations of the United States Government and all bonds issued by any agency, district or political subdivision of the State of New Mexico.

The rate of interest in nondemand interest-bearing accounts shall be set by the State Board of Finance, but in no case shall the rate of interest be less than 100% of the asked price on United States treasury bills of the same maturity on the day of deposit.

Excess of funds may be temporarily invested in securities which are issued by the State or by the United States government, or by their departments or agencies, and which are either direct obligations of the State or the United States or are backed by the full faith and credit of those governments. According to the Federal Deposit Insurance Corporation, public unit deposits are funds owned by the public unit. Time deposits, savings deposits, and interest-bearing NOW accounts of a public unit in an institution in the same state will be insured up to $250,000 in aggregate and separate from the $250,000 coverage for public unit demand deposits at the same institution.

Note 23 - Component Unit – Charter Schools (continued)

Deposits

New Mexico State Statutes require collateral pledged for deposits in excess of the federal deposit insurance to be delivered, or a joint safekeeping receipt be issued, to the Schools for at least one-half of the amount on deposit with the institution. The Schedule of Pledged Collateral listed in the financial statements of each school will meet the State of New Mexico Office of the State Auditor's requirements in reporting the insured portion of the deposits.

Capital Assets

A summary of capital assets and changes occurring during the year ended June 30, 2025, follows. Land and construction in process are not subject to depreciation.

	June 30, 2024	Additions	Deletions	June 30, 2025
Capital Assets Not Being Depreciated:				
Land and Land Improvements	$ 18,210,728	$ 4,588,108	$ -	$ 22,798,836
Construction in Process	1,357,161	1,692,508	-	3,049,669
Capital Assets Being Depreciated:				
Building and Building Improvements	92,877,912	13,407,281	(66,010)	106,219,183
Leasehold and Land Improvements	3,038,208	781,954	(247,016)	3,573,146
Vehicles	503,211	378,050	-	881,261
Furniture, Fixtures, and Equipment	9,753,060	1,567,293	(126,804)	11,193,549
Total Capital Assets	125,740,280	22,415,194	(439,830)	147,715,644
Less: Accumulated Depreciation:				
Building and Building Improvements	(22,169,066)	(4,090,758)	32,582	(26,227,242)
Leasehold and Land Improvements	(980,709)	(161,990)	247,016	(895,683)
Vehicles	(198,485)	(218,357)	-	(416,842)
Furniture, Fixtures, and Equipment	(5,066,545)	(736,682)	63,095	(5,740,132)
Total Accumulated Depreciation	(28,414,805)	(5,207,787)	342,693	(33,279,899)
Capital Assets, Net	$ 97,325,475	$ 17,207,407	$ (97,137)	$ 114,435,745

	June 30, 2024	Additions	Adjustments/ Deletions	June 30, 2025
Right-to-Use Assets Being Amortized:				
Building and Building Improvements	$ 12,791,293	$ 2,441,268	$ (317,741)	$ 14,914,820
Vehicles	-	-	-	-
Furniture, Fixtures, and Equipment	1,679,716	370,368	(822,383)	1,227,701
Total Right-to-Use Assets	14,471,009	2,811,636	(1,140,124)	16,142,521
Less: Accumulated Amortization:				
Building and Building Improvements	(2,027,492)	(941,559)	317,741	(2,651,310)
Vehicles	-	-	-	-
Furniture, Fixtures, and Equipment	(1,127,077)	(270,872)	818,264	(579,685)
Total Accumulated Amortization	(3,154,569)	(1,212,431)	1,136,005	(3,230,995)
Right-to-Use Assets, Net	$ 11,316,440	$ 1,599,205	(4,119)	$ 12,911,526

	June 30, 2024	Additions	Adjustments/ Deletions	June 30, 2025
Subscription Assets Being Amortized:				
Subscription Assets	$ 4,819,640	$ 204,054	$ (4,742,549)	$ 281,145
Total Subscription Assets	4,819,640	204,054	(4,742,549)	281,145
Less: Accumulated Amortization:				
Subscription Assets	(1,736,399)	(76,016)	1,723,007	(89,408)
Total Accumulated Amortization	(1,736,399)	(76,016)	1,723,007	(89,408)
Subscription Assets, Net	$ 3,083,241	$ 128,038	$ (3,019,542)	$ 191,737

Note 23 - Component Unit – Charter Schools (continued)

Long-Term Liabilities

A summary of changes of long-term debt for the year ended June 30, 2025, is as follows.

	Restated Balance June 30, 2024	Additions	Deletions	Balance June 30, 2025	Due Within One Year
Compensated Absences	$ 2,835,522	$ 523,785	$ (102,405)	$ 3,256,902	$ 2,081,838
Lease Liabilities	11,926,033	2,752,090	(733,250)	13,944,873	944,983
SBITA Liabilities	2,938,752	100,164	(2,970,859)	68,057	33,371
Bonds/Other Long-Term Payables, Net of Premiums and Discounts	64,172,082	10,611,065	(5,948,716)	68,834,431	4,098,089
Total	$ 81,872,389	$ 13,987,104	$ (9,755,230)	$ 86,104,263	$ 7,158,281

Future principal and interest payments are as follows:

Year Ending June 30,	Principal	Interest	Total
2026	$ 5,076,443	$ 5,185,795	$ 10,262,238
2027	3,941,488	4,923,404	8,864,892
2028	3,914,750	4,688,877	8,603,627
2029	4,450,172	4,451,522	8,901,694
2030	3,548,305	4,214,661	7,762,966
2031 - 2035	17,423,472	17,879,780	35,303,252
2036 - 2040	19,713,365	11,673,653	31,387,018
2041 - 2045	10,643,385	6,570,163	17,213,548
2046 - 2050	10,627,784	2,926,644	13,554,428
2051 - 2055	3,508,197	337,003	3,845,200
Total	$ 82,847,361	$ 62,851,502	$ 145,698,863

Pensions

General Information about the Pension Plan (see Note 13)

Disability Benefit

An NMERB member is eligible for disability benefits if they have acquired at least 10 years of earned service credit and is found totally disabled. The disability benefit is equal to 2% of the member's Final Average Salary (FAS) multiplied by the number of years of total service credits. However, the disability benefit shall not be less than the smaller of (a) one-third of the member's FAS or (b) 2% of the member's FAS multiplied by total years of service credit projected to age 60.

Note 23 - Component Unit – Charter Schools (continued)

Cost of Living Adjustment (COLA)
All retired members and beneficiaries receiving benefits receive an automatic adjustment in their benefit on July 1 following the later of 1) the year a member retires or 2) the year a member reaches age 65 (Tier 1 and Tier 2) or age 67 (Tier 3 and Tier 4). If a member is eligible for a COLA, the amount depends on the annual change in the Consumer Price Index (CPI) and whether the fund is fully funded (that is, the fund's funded ratio is 100%). Accordingly, if there is no increase in the CPI, or the CPI is negative, the amount of the COLA will be zero (if the CPI is negative, retirement benefits will not be decreased).

When CPI has increased and the fund is fully funded, the COLA will be the same amount as the increase in the CPI except as follows: If the increase in the CPI is 2% or greater, the COLA will be one-half of the CPI increase, not to exceed 4% or to be less than 2%.

However, while the fund is not fully funded, the COLA for retirees will be reduced based on the median annual retirement benefit, calculated after the end of each fiscal year:

- When the funded ratio is 90% or less, the COLA for retirees whose annuity is at or below the median and who have 25 or more years of service credit at retirement will be reduced by 10%. For retirees whose annuity is either greater than the median or who have less than 25 years of service credit at retirement, the COLA will be reduced by 20%.
- When the funded ratio exceeds 90% but is less than 100%, the COLA for retirees whose annuity is at or below the median adjusted annuity and who had 25 or more years of service credit at retirement and will be reduced by 5%. For retirees whose annuity is either greater than the median or who have less than 25 years of service credit at retirement, the COLA will be reduced by 10%.

Members on disability retirement are entitled to a COLA commencing on July 1 of the third full year following disability retirement. A member on regular retirement who can prove retirement because of a disability may qualify for a COLA beginning July 1 in the third full year of retirement.

Refund of Contributions
Members may withdraw their contributions only when they terminate covered employment in the State and their former employer(s) certification determination has been received by NMERB. Interest is paid to members when they withdraw their contributions following termination of employment at a rate set by the Board. Interest is not earned on contributions credited to accounts prior to July 1, 1971, or for contributions held for less than one year.

Contributions
For the fiscal years ended June 30, 2025 and 2024, educational employers contributed to the Pension Plan based on the following rate schedule.

Fiscal Year	Date Range	Wage Category	Member Rate	Employer Rate	Combined Rate	Increase Over Prior Year
2025	7/1/24 to 6/30/25	Over $24k	10.70%	18.15%	28.85%	1.00%
2025	7/1/24 to 6/30/25	$24k or less	7.90%	18.15%	26.05%	1.00%
2024	7/1/23 to 6/30/24	Over $24k	10.70%	18.15%	28.85%	1.00%
2024	7/1/23 to 6/30/24	$24k or less	7.90%	18.15%	26.05%	1.00%

Note 23 - Component Unit – Charter Schools (continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

The total ERB pension liability, net pension liability, and sensitivity information were based on an annual actuarial valuation performed as of June 30, 2024. The total ERB pension liability was rolled forward from the valuation date to the Plan year ending June 30, 2023, using generally accepted actuarial principles. Therefore, the employer's portion was established as of the measurement date of June 30, 2024. At June 30, 2025, the Component Units reported a liability of $156,731,264 for its proportionate share of the net pension liability. The Component Unit'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, 2024. The contribution amounts were defined by Section 22-11-21, NMSA 1978.

At June 30, 2025, the Component Unit's proportion was 1.7835%, which was an increase from its proportion of 1.7628% measured as of June 30, 2024.

For the year ended June 30, 2025, the Component Units recognized pension expense of $8,953,272. As of June 30, 2025, the Component Units reported deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	$ 12,780,560	$ 347,471
Changes of Assumptions	-	4,107,514
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	4,747,687
Changes in Proportion and Differences Between the Contributions and Proportionate Share of Contributions and Proportionate Share of Contributions	11,284,929	7,080,119
The Component Units' Contributions Subsequent to the Measurement Date	14,384,835	-
Total	$ 38,450,324	$ 16,282,791

$14,384,835 reported as deferred outflows of resources related to pensions resulting from the Component Units' contributions subsequent to the measurement date of June 30, 2024 will be recognized as a reduction of the net pension liability in the measurement period ended June 30, 2025. 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 Ending June 30,	Amount
2026	$ 533,368
2027	8,518,174
2028	16,648
2029	(1,285,492)
Thereafter	-
Total	$ 7,782,698

Note 23 - Component Unit – Charter Schools (continued)

Actuarial Assumptions
The actuarial assumptions used in the June 30, 2023 valuation were based on the assumptions adopted by the board on April 17, 2020 in conjunction with the six-year actuarial experience study for the period ending June 30, 2019.

The total pension liability, net pension liability, and certain sensitivity information were based on an actuarial valuation performed as of June 30, 2023. The total pension liability was rolled forward from the valuation date to the Plan's year ended June 30, 2024 using generally accepted actuarial principles. The roll-forward incorporated the recent legislation changes that were not available for the actuarial valuation performed as of June 30, 2022, but were made during the fiscal year.

The actuarial methods and assumptions used to determine contribution rates included in the measurement are as follows:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll
Remaining Amortization Period	Amortized over a closed 30-year period from June 30, 2019, ending June 30, 2049
Actuarial Asset Valuation Method	5-year smoothed market
Inflation	2.30%
Salary Increases	Composition: 2.30% inflation, plus 0.70% productivity increase rate, plus step-rate promotional increases for members with less than 10 years of service
Investment Rate of Return	7.00%
Retirement Age	Experience based table of rates based on age and service. Adopted by NMERB Board on April 17, 2020 in conjunction with the six-year experience study for the period ended June 30, 2019
Mortality	Healthy Males – 2020 GRS Southwest Region Teacher Mortality Table, set back one year and scaled at 95%. Generational mortality improvements in accordance with the ultimate MP scales are projected from the year 2020.
	Healthy Females – 2020 GRS Southwest Region Teacher Mortality Table, set back one-year, generational mortality improvements in accordance with scale BB from the table's base year of 2020

The target long-term expected rate of return on pension plan investments is determined annually using a building-block approach that includes the following:

- Rate of return projections are the sum of current yield plus projected changes in price (valuation, defaults, etc.).
- Application of key economic projections (inflation, real growth, dividends, etc.).
- Structural themes (supply and demand imbalances, capital flows, etc.) developed for each major asset class.

Note 23 - Component Unit – Charter Schools (continued)

NMERB has adopted a strategic Asset Allocation Plan containing weights, ranges, and benchmarks for each asset class. Over time, this strategy is expected to achieve NMERB's assumed overall rate of return on Plan assets of 7.00%. Achieving the target weights is a long-term goal.

Asset Class	Target Allocation	Long-Term Expected Rate of Return
Equities	28.0 %	
Fixed Income	24.0	
Alternatives	47.0	
Cash	1.0	
Total	100.0 %	7.0 %

Sensitivity of the District'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 measurement date of June 30, 2024. In particular, the table presents the Component Unit's net pension liability under the current single rate assumption, as if it were calculated using a discount rate one percentage point lower (6%) or one percentage point higher (8%) than the single discount rate.

	1% Decrease (6.%)	Current Discount Rate (7%)	1% Increase (8%)
The Component Units' Proportionate Share of the Net Pension Liability	$ 215,514,289	$ 156,731,264	$ 108,081,205

Pension Plan Fiduciary Net Position

Detailed information about the ERB's fiduciary net position is available in the separately issued audited financial statements as of and for June 30, 2024 and 2023, which are publicly available at www.nmerb.org.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

The total OPEB liability, net OPEB liability, and sensitivity information were based on an annual actuarial valuation performed as of June 30, 2024. Therefore, the employer's portion was established as of the measurement date June 30, 2024. At June 30, 2024, the Component Units reported a liability of $21,169,256 for its proportionate share of the net OPEB liability. The Component Unit's proportion of the net OPEB liability is based on the employer contributing entity's percentage of total employer contributions for the fiscal year ended June 30, 2024. The contribution amounts were defined by Section 10-7C-15, NMSA 1978. At June 30, 2024, the Component Unit's proportion was 1.1861%, an increase from the 1.1978% as of June 30, 2023.

Note 23 - Component Unit – Charter Schools (continued)

For the year ended June 30, 2025, the Component Units recognized OPEB expense (income) of ($3,206,114). As of June 30, 2025, the Component Units reported deferred outflows of resources and deferred inflows or resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	$ 226,871	$ 2,211,220
Changes of Assumptions	3,961,299	13,424,207
Net Difference Between Projected and Actual Earnings on OPEB Plan Investments	189,230	-
Changes in Proportion	6,310,476	3,735,181
The Component Units' Contributions Subsequent to the Measurement Date	1,577,117	-
Total	$ 12,264,993	$ 19,370,608

Amounts reported as deferred outflows of resources related to OPEB resulting from contributions subsequent to the measurement date June 30, 2024 will be recognized as a reduction of the net OPEB liability in the measurement period ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending June 30,	Amount
2026	$ (2,381,796)
2027	(3,666,976)
2028	(2,324,985)
2029	(619,162)
Thereafter	310,187
Total	$ (8,682,732)

Actuarial Assumptions

The total OPEB liability was determined by an actuarial valuation using the following actuarial assumptions:

Valuation Date June 30, 2024	
Actuarial Cost Method	Entry age normal, level percent of pay, calculated on individual employee basis
Asset Valuation Method	Market value of assets
Actuarial Assumptions:	
Inflation	2.30% for ERB; 2.50% for PERA
Projected Payroll Increases	3.00% to 13.00% based on years of service, including inflation
Investment Rate of Return	7.00%, net of OPEB plan investment expense and margin for adverse deviation including inflation
Health Care Cost Trend Rate	8% graded down to 4.5% over 14 years for Non-Medicare medical plan costs and 7.5% graded down to 4.5% over 16 years for Medicare medical plan costs

Note 23 - Component Unit – Charter Schools Policies (continued)

Mortality	ERB members: 2020 GRS Southwest Region Teacher Mortality Table, set back one year (and scaled at 95% for males). Generational mortality improvements in accordance with the Ultimate MP scales are projected from the year 2020. PERA members: Headcount-Weighted RP-2014 Blue Collar Annuitant Mortality, set forward one year for females, projected generationally with Scale MP-2017 times 60%.

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which the expected future real rates of return (net of investment fees and inflation) are developed for each major asset class. These returns are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage, adding expected inflation, and subtracting expected investment expenses and a risk margin. The target allocation and projected arithmetic real rates of return for each major asset class, after deducting inflation, but before investment expenses, used in the derivation of the long-term expected investment rate of return assumptions. The best estimates for the long-term expected rate of return is summarized as follows:

Asset Class	Target Allocation	Long-Term Rate of Return
U.S. Core Fixed Income	20.0 %	1.6 %
U.S. Equity - Large Cap	14.0 %	6.9 %
Non U.S. - Emerging Markets	10.0 %	8.7 %
Non U.S. - Developed Equities	14.0 %	7.2 %
Private Equity	10.0 %	10.0 %
Credit and Structured Finance	15.0 %	3.7 %
Real Estate	10.0 %	3.6 %
Absolute Return	5.0 %	3.2 %
U.S. Equity - Small/Mid Cap	2.0 %	6.9 %

The discount rate used to measure the total OPEB liability is 7% as of June 30, 2024. The projection of cash flows used to determine the discount rate assumed that employer contributions will be made at rates proportional to the actuary determined contribution rates. For this purpose, employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs for future plan members and their beneficiaries are not included. Based on those assumptions, the Authority's fiduciary net position was projected to be available to make all projected future benefit payments for current plan members through the fiscal year ending June 30, 2070. The 7.00% discount rate, which includes the assumed inflation rate of 2.30% for ERB members and 2.50% for PERA members, was used to calculate the net OPEB liability through 2070.

Note 23 - Component Unit – Charter Schools (continued)

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate and Healthcare Cost Trend Rates

The following presents the net OPEB liability of the School, as well as what the School's net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (6%) or one percentage point higher (8%) than the current discount rate:

	1% Decrease (6.%)	Current Discount Rate (7%)	1% Increase (8%)
The Component Units' Proportionate Share of the OPEB Liability	$ 26,695,819	$ 21,169,256	$ 16,638,891

The following presents the net OPEB liability of the School, as well as what the School's net OPEB liability would be if it were calculated using healthcare cost trend rates that are one percentage point lower or one percentage point higher than the current healthcare cost trend rates:

	1% Decrease	Current Rate	1% Increase
The Component Units' Proportionate Share of the OPEB Liability	$ 16,359,369	$ 21,169,256	$ 33,521,637

OPEB Plan Fiduciary Net Position

Detailed information about the NMRHCA's fiduciary net position is available in the separately issued audited financial statements, which are publicly available at NMRHCA's website.

Deposits

New Mexico Statutes require collateral pledged for deposits in excess of the federal deposit insurance to be delivered, or a joint safekeeping receipt be issued, to the schools for a least one half of the amount on deposit with the institution. The various discretely presented components have deposits with various financial institutions in the state. The following schedule reports the total deposits of the aggregate discretely presented component units and related Federal Deposit Insurance Corporation coverage amounts and pledged collateral:

Total Amount on Deposit	$ 66,486,929
Less: FDIC	(11,468,785)
Uninsured Public Funds	55,018,144
50% Collateral Requirement	27,509,072
Total Pledged	48,263,748
(Under) Pledged	-
Over Pledged	$ 20,754,676
Total Amount Uninsured and Uncollateralized	$ 11,699,068

Note 23 - Component Unit – Charter Schools (continued)

In addition, the following discretely presented component units have significant deposits that are both uninsured and undercollateralized as of June 30, 2025:

School	Amount Uninsured and Uncollateralized
Corrales International School	$ 1,978,798
La Academia de Esperanza Charter School	$ 1,051,399
Health Leadership High School	$ 1,091,279
Native American Community Academy	$ 1,719,348

Restatements and Adjustments

The beginning net position of the aggregate discretely presented component units was restated and adjusted as follows:

Beginning Net Position *	$ (82,463,687)
Restatements - GASB 101	(2,504,734)
Restatement - Correction of Errors	739,265
Exclusion/Inclusion of Foundations*	185,596
Beginning Net Position, as Restated	$ (84,043,560)

* This amount also reflects the reclassification on certain foundations from discrete to blended.

Debt Issuance

On January 6, 2025, Albuquerque Charter Academy entered into a 6 year $4,113,423 lease purchase agreement with a private party. The agreement required an initial payment of $1,457,500, five additional principal payments of $205,500 and monthly payments of $32,255.

On May 5, 2025, New American School entered into a 2 year $883,033 lease purchase agreement with a private party. The agreement required an initial payment of $683,033 and monthly payments of $9,000.

On May 15, 2024, Technology Leadership High School entered into a 25 year $11,750,000 lease purchase agreement with a private party. The agreement required an initial payment of $2,200,000 and monthly payments of $70,550 starting on July 1, 2024.

Going Concern

Voz Collegiate Preparatory Charter School (School) presented ending fund balance of $10,451 for all funds (excluding the blended component unit Voz Collegiate Foundation) and deficit fund balance for the operational fund of $52,281 as of June 30, 2025. Voz Collegiate Foundation has a promissory note of $200,000 due April 1, 2026 and has insufficient financial resources to retire the promissory note. Possible effects of these conditions includes inability to pay obligations in a timely fashion, reduction of workforce and/or extension of the promissory note. Management evaluated the financial conditions as of June 30, 2025 and believes the school will be able to improve it's financial condition. Management plans to reduce non-essential expenditures, seek donated equipment and materials and to request certain vendors to reduce their monthly service charges. Management also plans to obtain a grant or donation in order to retire the promissory note. In the opinion of management, these plans are sufficient to enable the school to continue as a going concern.

Required Supplementary Information

State of New Mexico
Albuquerque Municipal School District No. 12
Required Supplementary Information

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
Educational Retirement Plan (ERP)
Last 10 Fiscal Years (unaudited)

Fiscal Year	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Measurement Date	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Proportion of the Net Pension Liability (Asset)	16.59177%	16.60933%	17.13008%	17.05367%	17.44943%	16.95288%	16.88279%	16.95818%	17.15120%	17.02108%
Proportionate Share of the Net Pension Liability (Assets)	$ 1,458,083,990	$ 1,442,401,566	$ 1,442,645,914	$ 1,208,673,186	$ 3,536,282,260	$ 1,284,568,723	$ 2,007,588,437	$ 1,884,641,943	$ 1,234,274,713	$ 1,102,500,679
Covered Payroll	$ 703,109,653	$ 642,618,888	$ 579,702,747	$ 546,199,991	$ 556,105,698	$ 494,501,144	$ 472,060,151	$ 482,936,302	$ 489,843,986	$ 483,851,223
Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	207.3765%	224.4568%	248.8596%	221.2877%	635.9011%	259.7706%	425.2823%	390.2465%	251.9730%	227.8594%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	66.57%	65.19%	64.87%	69.77%	39.11%	64.13%	52.17%	52.95%	61.58%	63.97%

SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS
Educational Retirement Plan (ERP)
Last 10 Fiscal Years (unaudited)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Contractually Required Contribution	$ 129,848,134	$ 127,614,402	$ 110,209,139	$ 87,824,974	$ 77,285,776	$ 78,688,956	$ 68,735,659	$ 65,616,361	$ 67,128,146	$ 68,088,314
Contributions in Relation to the Contractually Required Contribution	129,848,134	127,614,402	110,209,139	87,824,974	77,285,776	78,688,956	68,735,659	65,616,361	67,128,146	68,088,314
Contribution Deficiency (Excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Covered Payroll	$ 703,109,653	$ 642,618,888	$ 579,702,747	$ 546,199,991	$ 556,105,698	$ 494,501,144	$ 472,060,151	$ 482,936,302	$ 489,843,986	$ 483,851,223
Contributions as a Percentage of Covered Payroll	18.47%	19.86%	19.01%	16.08%	13.90%	13.90%	13.90%	13.90%	13.90%	13.90%

State of New Mexico
Albuquerque Municipal School District No. 12
Required Supplementary Information

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
Retiree Health Care Authority (RHCA) Plan
Last 10 Fiscal Years * (unaudited)

Fiscal Year	2025	2024	2023	2022	2021	2020	2019	2018
Measurement Date	2024	2023	2022	2021	2020	2019	2018	2017
Proportion of the Net OPEB Liability	11.06081%	11.20895%	11.44154%	11.31696%	11.55674%	11.19745%	11.05068%	11.25223%
Proportionate Share of the Net OPEB Liability	$ 197,413,350	$ 190,881,162	$ 264,483,025	$ 372,367,571	$ 485,256,882	$ 363,064,860	$ 480,522,776	$ 509,914,271
Covered Payroll	$ 703,123,433	$ 642,833,460	$ 579,557,450	$ 482,254,513	$ 555,945,900	$ 494,334,750	$ 471,943,850	$ 468,728,220
Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	28.0766%	29.6937%	45.6353%	77.2139%	87.2849%	73.4451%	101.8178%	108.7868%
Plan Fiduciary Net OPEB Liability as a Percentage of the Total OPEB Liability	46.99%	44.16%	33.33%	25.39%	16.50%	18.92%	13.14%	11.34%

* This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full10-year trend is compiled, the District will continue to present information for years the information is available.

SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS
Retiree Health Care Authority (RHCA) Plan
Last 10 Fiscal Years * (unaudited)

	2025	2024	2023	2022	2021	2020	2019	2018
Contractually Required Contribution	$ 14,310,324	$ 14,062,469	$ 12,856,669	$ 11,591,149	$ 10,229,607	$ 11,118,918	$ 9,886,695	$ 9,438,877
Contributions in Relation to the Contractually Required Contribution	14,310,324	14,062,469	12,856,669	11,591,149	10,229,607	11,118,918	9,886,695	9,438,877
Contribution Deficiency (Excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Covered Payroll	$ 715,516,200	$ 703,123,433	$ 642,833,460	$ 579,557,450	$ 482,254,513	$ 555,945,900	$ 494,334,750	$ 471,943,850
Contributions as a Percentage of Covered Payroll	2.00%	2.00%	2.00%	2.00%	2.12%	2.00%	2.00%	2.00%

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State of New Mexico
Albuquerque Municipal School District No. 12
Required Supplementary Information

SCHEDULE OF THE DISCRETELY PRESENTED COMPONENT UNITS
PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
Educational Retirement Plan (ERP)
Last 10 Fiscal Years (unaudited)

Fiscal Year	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Measurement Date	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Proportion of the Net Pension Liability (Asset)	1.78350%	1.77528%	1.79594%	1.73456%	1.71730%	1.52084%	1.48384%	1.37367%	1.90046%	1.85027%
Proportionate Share of the Net Pension Liability (Assets)	$ 156,731,264	$ 154,170,373	$ 125,847,185	$ 351,524,019	$ 130,135,622	$ 185,237,213	$ 164,870,524	$ 98,855,259	$ 84,541,279	$ 72,119,443
Covered Payroll	$ 76,221,873	$ 63,700,163	$ 57,095,306	$ 55,680,403	$ 50,213,629	$ 43,711,119	$ 41,589,118	$ 38,304,258	$ 35,828,538	$ 33,194,944
Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	205.63%	242.0251%	220.4160%	631.3245%	259.1639%	423.7760%	396.4271%	258.0790%	235.9607%	217.2603%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	66.57%	69.77%	64.87%	69.77%	39.11%	64.13%	52.17%	52.95%	61.58%	63.97%

SCHEDULE OF THE DISCRETELY PRESENTED COMPONENT UNITS CONTRIBUTIONS
Educational Retirement Plan (ERP)
Last 10 Fiscal Years (unaudited)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Contractually Required Contribution	$ 14,384,835	$ 13,834,270	$ 9,656,034	$ 8,037,539	$ 7,851,470	$ 6,506,959	$ 6,071,801	$ 5,872,458	$ 5,434,240	$ 5,061,592
Contributions in Relation to the Contractually Required Contribution	14,384,835	13,834,270	9,656,034	8,037,539	7,851,470	78,688,956	68,735,659	65,616,361	67,128,146	68,088,314
Contribution Deficiency (Excess)	$ -	$ -	$ -	$ -	$ -	$ (72,181,997)	$ (62,663,858)	$ (59,743,903)	$ (61,693,906)	$ (63,026,722)
Covered Payroll	$ 79,255,289	$ 76,221,873	$ 63,700,163	$ 57,095,306	$ 55,680,403	$ 50,213,629	$ 43,711,119	$ 41,589,118	$ 38,304,258	$ 35,828,538
Contributions as a Percentage of Covered Payroll	18.15%	18.15%	15.16%	14.08%	14.10%	13.90%	13.90%	13.90%	13.90%	13.90%

State of New Mexico
Albuquerque Municipal School District No. 12
Required Supplementary Information

SCHEDULE OF THE DISCRETELY PRESENTED COMPONENT UNITS
PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
Retiree Health Care Authority (RHCA) Plan
Last 10 Fiscal Years * (unaudited)

Fiscal Year	2025	2024	2023	2022	2021	2020	2019	2018
Measurement Date	2024	2023	2022	2021	2020	2019	2018	2017
Proportion of the Net OPEB Liability	1.18610%	1.19431%	1.71449%	1.17840%	1.14787%	1.14071%	1.03324%	1.00142%
Proportionate Share of the Net OPEB Liability	$ 21,316,106	$ 20,397,963	$ 30,043,746	$ 39,253,437	$ 50,071,418	$ 37,507,740	$ 45,743,900	$ 46,017,552
Covered Payroll	$ 76,054,300	$ 73,677,339	$ 62,560,050	$ 55,089,100	$ 49,953,200	$ 78,909,750	$ 73,937,300	$ 41,588,124
Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	28.0275%	27.6855%	48.0239%	71.2545%	100.2367%	47.5325%	61.8685%	110.6507%
Plan Fiduciary Net OPEB Liability as a Percentage of the Total OPEB Liability	46.99%	44.16%	33.33%	25.39%	16.50%	18.92%	13.14%	11.34%

* This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full10-year trend is compiled, the District will continue to present information for years the information is available.

SCHEDULE OF THE DISCRETELY PRESENTED COMPONENT UNITS CONTRIBUTIONS
Retiree Health Care Authority (RHCA) Plan
Last 10 Fiscal Years * (unaudited)

	2025	2024	2023	2022	2021	2020	2019	2018
Contractually Required Contribution	$ 1,577,117	$ 1,521,086	$ 1,473,547	$ 1,251,201	$ 1,101,782	$ 999,064	$ 1,578,195	$ 1,478,746
Contributions in Relation to the Contractually Required Contribution	1,577,117	1,521,086	1,473,547	1,251,201	1,101,782	999,064	1,578,195	1,478,746
Contribution Deficiency (Excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Covered Payroll	$ 78,855,850	$ 76,054,300	$ 73,677,339	$ 62,560,050	$ 55,089,100	$ 49,953,200	$ 78,909,750	$ 73,937,300
Contributions as a Percentage of Covered Payroll	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%

* This schedule is presented to illustrate the requirements to show information for 10 years. However, until a full 10-year trend is compiled, the District will continue to present information for years the information is available.

Changes of Assumptions – Net Pension Liability

Year Ending June 30:

2024: The change in assumption includes updates to mortality assumptions and tables, termination rates, retirement rates, wage inflation rates, and assumed administrative expense rates.
2021: The change in assumption includes the change in discount rate from 3.89% to 7.00%.
2020: The change in assumption includes the reduction in discount rate from 7.00 to 3.89%.
2019: The change in assumption includes the change in discount rate from 5.69% to 7.25%.
2018: The change in assumption includes the reduction in discount rate from 5.90% to 5.69%.
2017: The change in assumption includes the change in discount rate from 7.75% to 5.90%.

Actuarial Methods and Assumptions Used – Net Pension Liability

Actuarial Cost Method: Entry age normal
Amortization Method: Level percent of payroll
Remaining Amortization Period: Amortized over a closed 30-year period from June 30, 2019, ending June 30, 2049
Asset Valuation Method: 5-Year Smoothed Market

Investment rate of return 7.00%
Inflation rate 2.30%
Salary increases Composed of 2.30% inflation, .70% productivity increase rate, plus step-rate promotional increases for less than 15 years of service

Other Post-Employment Benefits (OPEB)

In the total OPEB liability measured as of June 30, 2024, changes in assumption include adjustments resulting from a decrease in the discount rate from 6.22% to 7.00%.
See also the Actuarial Assumptions subsection of the financial statements note disclosure, *General Information on the Pension Plan and Other Post-Employment Benefits (OPEB).*

Changes of Assumptions – Net OPEB Liability

Changes in assumptions consist primarily of the effects of changes in the discount rate each year and the items noted below:

2024: Changes in assumptions include updates to the valuation year per capita health costs, including drug rebates and EGWP revenue on the Medicare plans and removal of the excise tax thresholds on benefits.

2019: Changes in assumptions include decrease in expected participation rates for future retirees from 75% to 60%, and a decrease in the spousal coverage rate for future male retirees from 55% to 35%.

Actuarial Methods and Assumptions Used – Net OPEB Liability

Actuarial Cost Method: Entry age, level percent of pay
Amortization Method: Level percent of payroll
Remaining Amortization Period: 30 years open (nondecreasing)
Asset Valuation Method: Market value of assets

Investment rate of return 7.00%
Inflation rate 2.50%
Salary increases 3.00%-13.00%

Supplementary Information

Non-Major Governmental Funds

State of New Mexico
Albuquerque Municipal School District No. 12
Combining Balance Sheets
Non-Major Governmental Funds
June 30, 2025

Statement A-1

	Special Revenue	Capital Projects	Total
ASSETS			
Current assets			
Restricted cash and cash equivalents	$ 85,392,273	$ 126,061,255	$ 211,453,528
Investments - US Treasuries	-	20,147,656	20,147,656
Inventory	3,229,941	-	3,229,941
Restricted accounts receivable	44,380,267	15,040,037	59,420,304
Total assets	$ 133,002,481	$ 161,248,948	$ 294,251,429
LIABILITIES			
Interfund payables	$ 31,922,294	$ 8,953,698	$ 40,875,992
Liabilities payable from restricted assets	1,830,363	6,685,761	8,516,124
Total liabilities	33,752,657	15,639,459	49,392,116
DEFERRED INFLOWS OF RESOURCES			
Property taxes	-	1,819,221	1,819,221
Total deferred inflows of resources	-	1,819,221	1,819,221
FUND BALANCES			
Non Spendable for			
Inventory	3,229,941	-	3,229,941
Restricted for			
Restricted by grantor	58,539,502	-	58,539,502
Athletic program	260,074	-	260,074
Food service	37,220,307	-	37,220,307
Capital projects	-	143,790,268	143,790,268
Total fund balances	99,249,824	143,790,268	243,040,092
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 133,002,481	$ 161,248,948	$ 294,251,429

State of New Mexico
Statement A-2

Albuquerque Municipal School District No. 12
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-Major Governmental Funds
For the Year Ended June 30, 2025

	Special Revenue	Capital Projects	Total
REVENUES			
Property taxes	$ -	$ 33,436,480	$ 33,436,480
State grants	71,822,367	17,274,839	89,097,206
Federal grants	162,482,780	17,166,586	179,649,366
Miscellaneous	18,435,074	517,415	18,952,489
Interest	1,542,172	5,800,553	7,342,725
Total revenues	254,282,393	74,195,873	328,478,266
EXPENDITURES			
Current			
Instruction	84,980,894	-	84,980,894
Support services			
Students	31,708,766	-	31,708,766
Instruction	9,076,880	-	9,076,880
General administration	5,174,810	336,450	5,511,260
School administration	9,586,839	-	9,586,839
Central services	11,809,846	-	11,809,846
Operation & maintenance of plant	6,872,583	-	6,872,583
Student transportation	28,374,793	-	28,374,793
Other support services	-	-	-
Food services operations	48,959,539	-	48,959,539
Facilities, supplies & services	2,580,884	38,666,720	41,247,604
Debt service			
Principal	-	670,377	670,377
Interest	-	117,054	117,054
Bond issuance costs	-	-	-
Capital outlay	9,144,696	32,066,813	41,211,509
Total expenditures	248,270,530	71,857,414	320,127,944
Excess (deficiency) of revenues over (under) expenditures	6,011,863	2,338,459	8,350,322
OTHER FINANCING SOURCES (USES)			
Transfers in (out)	-	-	-
Proceeds from sale of capital assets	-	6,099,556	6,099,556
Total other financing sources (uses)	-	6,099,556	6,099,556
Net changes in fund balances	6,011,863	8,438,015	14,449,878
Fund balances - beginning of year	56,278,932	73,288,627	129,567,559
Adjustment	36,959,029	62,063,626	99,022,655
Fund balances - beginning adjusted	93,237,961	135,352,253	228,590,214
Fund balances - end of year	$ 99,249,824	$ 143,790,268	$ 243,040,092

Non-Major Special Revenue Funds

Special Revenue Funds Descriptions

The Special Revenue Funds are used to account for federal, state, and local funded grants. These grants are awarded to the District with the purpose of accomplishing specific educational tasks. Grants accounted for in the Special Revenue Funds include:

Pupil Transportation (13000) – This fund is used to account for the State Equalization, received from the Public Education Department (PED). Which is used to pay for the costs associated with transporting school age children.

Instructional Materials (14000) – This fund is used to account for the purchase of textbooks and supplementary instructional materials adopted by the Public Education Department. This fund was established by the Instructional Materials Act, section 22-15-9, NMSA 1978.

Food Services (21000) - is used to account for the cost of operating a student breakfast, lunch, snack bar, and summer lunch program and is financed with federal grants, fees paid by program users, and through New Mexico's Healthy Universal School Meals (HUSM) program, enacted in 2023, which provides free breakfast and lunch to all public-school students regardless of income.

Athletics (22000) – This fund is used to account for fees generated at athletic activities throughout the School District. The gate receipts are obtained from the general public and are expended in this fund. The authority for creation of this fund is 6.20.2 NMAC.

Non-Instructional Support (23000) – This fund is used to account for fundraising performed by the students and fees generated at the individual school site level. Authority for the creation of this fund is 6.20.2 NMAC.

IASA Title I Fund (24101) – This fund is used to provide compensatory education services to educationally deprived schoolchildren (including private school pupils) in low-income areas (PL 103-382).

IDEA-B Entitlement Fund (24106) – This fund is used to account for federal resources administered by the Public Education Department to provide for special educational needs of handicapped 6-21 year olds (PL 94 142 & PL 99-457).

Preschool IDEA-B (24109) – The objective of the Assistance to States for the Education of Handicapped Children Program is to assist in providing free, appropriate public education to all handicapped children from ages three to five. Federal revenues accounted for in this fund are allocated to the District through the New Mexico Department of Children, Youth and Families. Authority for creation of this fund is Public Law 105-17.

Education of Homeless (24113) – To reduce barriers to public education for homeless children and youth (P.L. 100-77).

IDEA-B Private School Share (24115) – A proportionate allocation subtracted from the total IDEA-B Entitlement (24106) award to the Private schools' students with disabilities.

Fresh Fruit and Vegetables (24118) – Funds will be used to acquire, prepare, and serve fresh fruits and vegetables to students during the school day.

IDEA B Risk Pool (24120) – Funds awarded from the PED from unspent statewide IDEA-B funds. Funds are used for the education of students with disabilities.

Title I 1003g Grant (24124) – To be used in conjunction with school improvement strategies and activities to help the District improve academic achievement.

English Language Acquisition (24153) – Funds will be used to support Alternative Language Services. Funding will support professional development for teachers and principals, ESL summer schools, and consulting services (P.L. 100-77).

Teacher/Principal Training and Recruiting (24154) – To improve the skills of teachers and the quality of instruction in mathematics and science, and also to increase the accessibility of such instruction to all students.

Carl D Perkins (Secondary Current) (24174) – The objective of this grant is to provide secondary and post-secondary educational institutions the opportunity to develop, implement, and operate programs using different models of curricula that integrate vocational and academic learning. Funds are acquired from federal sources through the New Mexico Department of Education. Authority for creation of this fund is Carl D. Perkins Vocational and Applied Technology Education Act of 1990, as amended (P.L. 105-332).

Carl D Perkins Secondary Redistribution (24176) – Federal flow-through for secondary-level Career and Technical Education (CTE) programs.

USDA 2010 Equipment Assistance Program (24183) – Federal flow-through funding for CTE equipment assistance.

Student Support and Academic Enrichment (24189) – Promotes the expense of federal funds to support students and schools in three domains: well-rounded education, safe and healthy students, and effective use of technology.

Title I – Comprehensive Support and Improvement (24190) – To provide targeted, planned intervention in state identified schools, in order to promote school wide positive results.

Stronger Connections Grant (24196) – Federal funding in alignment with Title IV supporting the physical and mental health of students.

CTE Non Trad Coach (24198) – Federal flow-through funding for CTE programs.

CARES Act FY20–21 (24301) – Federal funding aid in response to the COVID-19 pandemic, distributed with the general purpose of assisting with the funding shortages due to reduced economic output and increased health-related requirements.

ARP ESSER III Fund (24330) – American Rescue Plan Act Funding for Education (24330) is the third round of federal funding support to education with emphasis on the educational pandemic loss recovery (PL 117 2).

ESSER III/Near Peer Tutoring ALN 84.425D (24333) – American Rescue Plan Act Funding allocated by the State Agency specifically for additional tailored educational recovery.

ARP-Homeless Emergency Rescue Fund 2 (ARP-HCY 2) (24355) – American Rescue Plan Act. Federal funding in support of homeless students negatively affected by the pandemic.

Collaborative Research & Development (25112) – To facilitate productivity, improving research and development and application of advanced construction technologies through collaborative research and development, field demonstration, licensing agreements, and other means of commercialization and technology transfer.

Title XX Health & Social Services (25129) – To provide an environment specifically geared to assist expectant teenage mothers during their pregnancy at the same time keeping them in school and on track for graduation.

Johnson O'Malley (25131) – To account for revenues and expenditures funded by the Department of Interior, Bureau of Indian Affairs, through the Navajo Tribe provided to supplement programs in special education and other special needs for New Mexico public schools where eligible Indian children are enrolled. The fund was created by the authority of federal grant provisions (P.L. 103-382).

Impact Aid (25145 – Special Education and 25147 – Indian Education) – To account for funding of a federal program to provide financial assistance to local educational agencies (LEAs) where enrollments or availability of revenue are adversely affected by federal activities, i.e., where the tax base of a District is reduced through the federal acquisition of real property (Section 2), or where there are a significant number of children who reside on federal (including Indian) lands and/or children whose parents are employed on federal property or in the Uniformed Services (Section 3(a) and 3(b)) where there is a significant decrease (Section 3(c)) or a sudden and substantial increase (Section 4) in school enrollment as the result of federal activities; to provide disaster assistance for reduced or increased operating costs (Section 7(a)), for replacing or repairing damaged or destroyed supplies, equipment, and books, and for repairing minor damage to facilities (P.L. 81-874).

Title XIX MEDICAID 3/21 years (25153) – To account for a program providing school-based screening, diagnostic services, and other related health services and administrative activities in conformance with the approved Medicaid State Plan in order to improve health and developmental outcomes for children.

Magnet Schools Assistance – Engineering the Future Project (25180) – Establish two new magnet schools and to strengthen one existing magnet school in order to create a K-12 STEM magnet pathway in a low-income, majority Hispanic neighborhood of Albuquerque. All of the proposed project schools will implement proven, innovative whole-schools STEM programs, which will engage each student, each day in each class.

Indian Education Formula Grant (25184) – To account for a program funded by a federal grant to develop and carry out supplementary elementary and secondary school programs designed to meet the special educational and culturally related academic needs of Indian children, for example to: 1) Improve academic performance; 2) Reduce school dropout rates and improve attendance; and 3) Integrate the value of cultural education into the school curriculum for Indian children. Funding authorized by Indian Education Act of 1988, Title V, Part C, Subpart 1, as amended, Public Law 100-297 and 93-638, 25 U.S.C. 2601-2606.

Public Health Services/Health Ed (25222) – Grant funded through the Center for Disease Control to promote sexual education and health in public schools.

Native American Program (25248) – Federal funding to support State/Tribal educational partnership Dine language program

REC/District Fiscal Agent (26107) – State funding flowing through RECs as fiscal agent.

ABEC – Job Mentor (26118) – Provides at-risk high school students with guidance pertaining to job force futures.

Corporation for Public Broadcasting (26161) – This grant will support production distribution and program acquisition fees for radio station KANW-FM**.**

General Mills Foundation (26166) – This grant is to partially fund the Alameda Counts program which will develop a strong academic culture of excellence in math.

ABC Community Schools Partnership (26186) – Fund allocated specifically to track the state funded grants that flow through the partnership of Albuquerque Public Schools, Bernalillo County and City of Albuquerque (ABC Partnership).

APS Foundation (26190) – Afterschool program for Kirtland ES that focuses on reading, literacy, and mathematics while addressing resiliency and behavior.

APS Homeless Project (26210) – This fund supports the homeless students in the APS District. It is a cash fund supported by donations and is used for tutoring, counseling, and the purchase of supplies for homeless students in the District.

2012 GO Bonds Student Library SB-66 (27107) – Statute specifies that the funds are available to acquire library books, equipment and library resources for public school libraries.

Instructional Materials FY20 (27109) – State allocation meant as a boost to the instructional materials regular allocation in an effort to bring up to date the schools' resources.

Structured Literacy and Early Literacy (27114) – State funding supporting literacy targeted initiatives.

Community Schools Planning Grant (27126) – Delayed allocation that is geared toward assisting with the planning phase of new community schools.

Community Schools Implementation Grant (27127) – State funding supporting the implementation of new and developing community schools.

Pre-K Initiative (27149) – To account for monies received from the State of New Mexico to be used to provide direct services to 20 four-year-old children in Pre-Kindergarten programs at Mariposa Elementary, and Tome Elementary.

Indian Education School District Initiative Grant (27150) – Indian Education District initiative grant serving American Indian students for a summer cultural enrichment program.

School Buses (27178) - State funding to support the purchase of school buses.

New Mexico Grown Fresh Fruits and Vegetables (27183) – This funding is to be used in promoting a healthy nutrition plan while stimulating local economy.

Indigenous Education Initiatives (27199) – State funding to support initiatives designed to improve outcomes for Native American students.

State Directed Activities (27200) – State funded and identified initiatives, used mostly to gather, track, and analyze data.

Intergovernmental Agreement (27400) – State funding for specific projects, established through IGAs, and billed outside OBMS.

2020 School Bus Cameras (27405) – Capital funds allocation for the purchase and equipment of school bus cameras on existing buses.

K5P Pilot 140 (27406) – State funded pilot program that funds the extension of the school day and implements a Transformational plan in designated schools.

Family Income Index (27407) – State formula grant allocation for elementary schools as part of a two-year pilot with emphasis on intervention on math and literacy.

K-12+ Program Grant (27409) – State funding to support TOPs Schools.

Out of School Time (OST) (27416) – State funding appropriation in support of OST initiatives.

Next Gen Career & Technical Edu (CTE) (27502) – Pilot program funding to help respond to the evolution of CTE education in relation to changing markets.

FY25 FY26 Before & After School Programming Middle Schools at APS FY25-FY26 (27503) – State funding supporting out of school time programs.

High-Dosage Tutoring HB2 FY25 (27512) – State funding supporting high dosage tutoring programs.

FY25-FY26 Turnaround Pilot Projects APS (27518) – State funding supporting district identified projects for targeted improvement.

Secondary Disciplinary Literacy (27523) – State funding supporting secondary literacy efforts.

Community School and Family Engagement Initiatives (27528) – State funding supporting community schools' initiatives.

Neer Peer Tutoring (27533) – State funding for pilot CTE programs.

Summer Reading Program Transportation Reimbursement Fund (27536) – State funding reimbursement for reported attendance to the Summer Reading Program.

Innovation Zones (27552) – State funding appropriation in support of CTE Initiatives.

Behavioral Health Support Laws of 2023, 1st Session, Chapter 210, Section 5, p. 219-222 (27583) – State funded appropriation supporting initiatives related to student behavior health.

Attendance Success Initiative reg2023, HB2, pages 219-222 item 183 (27584) – State funding targeting student truancy.

Indian Education Act Funding HB2 regular 2023 (27901) – State funded initiative meant to support Native American students.

Native Language Fellows HB2 regular 2023 (27902) – State funding for additional costs associated with certified Native American language teachers.

Native American Community Based Immersion Schools Prek-12 HB2 regular 2023 (27903) – State funded initiative meant to support Native American students.

Indigenous Education Initiative (IEI) HB2 regular 202 (27906) – State funded initiative meant to support Native American students.

Native American Language and Culture Support Grant HB2 regular 2023 (27909) – State funded initiative meant to support Native American students.

MRCOG GRO Appropriation #2 OST (28101) – State direct funding supporting out-of-school programs.

MRCOG GRO Appropriation #1 OST (28102) – State direct funding supporting out-of-school programs.

NMDOT – Local Government Road Funds Coop Agreement (28120) – This grant is for the design and improvements to paving overlays on parking areas and reconstruction with miscellaneous construction on school District campuses.

Youth at Risk CYFD (28143) – State direct funding to support transportation needs related to foster care students.

NM Econ Dev Dept (28210) – State direct funding to support the preservation of outdoor recreational trails initiatives as affiliated with APS.

NM Schools COVID-19 Testing Program DOH (28211) – State funding allocated by NMDOH in support of early identification and support of COVID-19 cases in schools.

Law Enforcement Protection Fund (LEFP) (28218) – State direct funding awarded to support the District Law Enforcement Department.

Private Direct Grants (Categorical) (29102) – To account for local grants awarded to provide additional funding for specific projects.

City/County Grants (29107) – To account for city and county grants awarded to provide additional funding for specific projects.

School Based Health Center (29130) – Planning funding awarded by New Mexico Alliance for School-Based Health Care (NMASBHC) to assist in opening one pilot location.

Behavioral Health Services-Med Asst Div/DOH (29131) – NMDOH collaborative support and initiatives.

Note: Many of the above described funds are actually reporting on multiple grants. These funds are associated with internal APS Grant Numbers, and are identifiable on the Statement of Revenues, Expenditures, and Changes in Fund Balance Budget (Non-GAAP Budgetary Basis) and Actual. The New Mexico Public Education Department defines the fund number in the upper right-hand corner. APS' grant numbers are in parentheses after the name of the fund on each page.

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	Pupil Transportation 13000	Instructional Materials 14000	*(Formerly Major Fund for the Year Ended June 30, 2024)* Food Service 21000
ASSETS			
Cash and cash equivalents	$ -	$ -	$ -
Inventory	-	-	3,229,941
Restricted cash and cash equivalents	-	-	29,079,798
Restricted accounts receivable	-	-	8,975,944
TOTAL ASSETS	$ -	$ -	$ 41,285,683
LIABILITIES			
Interfund payables	$ -	$ -	$ -
Liabilities payable from restricted assets	-	-	835,435
Total liabilities	-	-	835,435
DEFERRED INFLOWS OF RESOURCES	-	-	-
FUND BALANCES			
Non spendable for Inventory	-	-	3,229,941
Restricted by grantor	-	-	-
Restricted for athletics program	-	-	-
Restricted for food service	-	-	37,220,307
Total fund balances	-	-	40,450,248
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ -	$ -	$ 41,285,683

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	Athletics 22000	Non Instructional Support 23000	*(Formerly Major Fund for the Year Ended June 30, 2024)* Title I IASA 24101	*(Formerly Major Fund for the Year Ended June 30, 2024)* IDEA-B Entitlement 24106	Preschool IDEA-B 24109
ASSETS					
Cash and cash equivalents	$ -	$ -	$ -	$ -	$ -
Inventory	-	-	-	-	-
Restricted cash and cash equivalents	260,074	8,845,766	-	-	-
Restricted accounts receivable	-	-	7,730,641	6,522,062	48,083
TOTAL ASSETS	$ 260,074	$ 8,845,766	$ 7,730,641	$ 6,522,062	$ 48,083
LIABILITIES					
Interfund payables	$ -	$ -	$ 7,724,476	$ 6,493,597	$ 48,083
Liabilities payable from restricted assets	-	-	6,165	28,465	-
Total liabilities	-	-	7,730,641	6,522,062	48,083
DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-
FUND BALANCES					
Non spendable for Inventory	-	-	-	-	-
Restricted by grantor	-	8,845,766	-	-	-
Restricted for athletics program	260,074	-	-	-	-
Restricted for food service	-	-	-	-	-
Total fund balances	260,074	8,845,766	-	-	-
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 260,074	$ 8,845,766	$ 7,730,641	$ 6,522,062	$ 48,083

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	Education of Homeless 24113	IDEA-B Private School Proportionate Share 24115	Fresh Fruit & Vegetables 24118	IDEA-B Risk Pool 24120	SIG Title I 1003g Grant 24124
ASSETS					
Cash and cash equivalents	$ -	$ -	$ -	$ -	$ -
Inventory	-	-	-	-	-
Restricted cash and cash equivalents	-	-	-	-	207
Restricted accounts receivable	50,402	233,845	158,095	203,910	-
TOTAL ASSETS	$ 50,402	$ 233,845	$ 158,095	$ 203,910	$ 207
LIABILITIES					
Interfund payables	$ 50,402	$ 233,845	$ 158,095	$ 203,910	$ -
Liabilities payable from restricted assets	-	-	-	-	-
Total liabilities	50,402	233,845	158,095	203,910	-
DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-
FUND BALANCES					
Non spendable for Inventory	-	-	-	-	-
Restricted by grantor	-	-	-	-	207
Restricted for athletics program	-	-	-	-	-
Restricted for food service	-	-	-	-	-
Total fund balances	-	-	-	-	207
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 50,402	$ 233,845	$ 158,095	$ 203,910	$ 207

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	English Language Acquisition 24153	Teacher/Principal Training 24154	Carl D Perkins Secondary Current Year 24174	Carl D Perkins Secondary Redistribution 24176	USDA Equipment Assistance Grant 24183
ASSETS					
Cash and cash equivalents	$ -	$ -	$ -	$ -	$ -
Inventory	-	-	-	-	-
Restricted cash and cash equivalents	-	-	-	-	-
Restricted accounts receivable	258,691	1,635,477	711,229	12,977	-
TOTAL ASSETS	$ 258,691	$ 1,635,477	$ 711,229	$ 12,977	$ -
LIABILITIES					
Interfund payables	$ 258,691	$ 1,624,936	$ 711,229	$ 12,977	$ -
Liabilities payable from restricted assets	-	10,541	-	-	-
Total liabilities	258,691	1,635,477	711,229	12,977	-
DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-
FUND BALANCES					
Non spendable for Inventory	-	-	-	-	-
Restricted by grantor	-	-	-	-	-
Restricted for athletics program	-	-	-	-	-
Restricted for food service	-	-	-	-	-
Total fund balances	-	-	-	-	-
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 258,691	$ 1,635,477	$ 711,229	$ 12,977	$ -

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	Student Support and Academic Enrichment 24189	School Improvement (CSI) 24190	Stronger Connections Grant 24196	CTE Non Trad Coach 24198	CARES ACT 24301
ASSETS					
Cash and cash equivalents	$ -	$ -	$ -	$ -	$ -
Inventory	-	-	-	-	-
Restricted cash and cash equivalents	-	-	-	-	9,000
Restricted accounts receivable	567,452	1,944,339	4,783	15,729	-
TOTAL ASSETS	$ 567,452	$ 1,944,339	$ 4,783	$ 15,729	$ 9,000
LIABILITIES					
Interfund payables	$ 567,452	$ 1,928,479	$ 4,783	$ 15,729	$ -
Liabilities payable from restricted assets	-	15,860	-	-	-
Total liabilities	567,452	1,944,339	4,783	15,729	-
DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-
FUND BALANCES					
Non spendable for Inventory	-	-	-	-	-
Restricted by grantor	-	-	-	-	9,000
Restricted for athletics program	-	-	-	-	-
Restricted for food service	-	-	-	-	-
Total fund balances	-	-	-	-	9,000
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 567,452	$ 1,944,339	$ 4,783	$ 15,729	$ 9,000

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	(Formerly Major Fund for the Year Ended June 30, 2024) American Rescue Plan Act 24330	ESSER Near Peer Tutoring Program 24333	ARPA Homeless Emergency Rescue Fund 24355	Collaborative Research Starbase La Luz 25112	Title XX Health & Social Instruction 25129
ASSETS					
Cash and cash equivalents	$ -	$ -	$ -	$ -	$ -
Inventory	-	-	-	-	-
Restricted cash and cash equivalents	52,007	-	-	-	-
Restricted accounts receivable	-	-	2,339	21,204	34,207
TOTAL ASSETS	$ 52,007	$ -	$ 2,339	$ 21,204	$ 34,207
LIABILITIES					
Interfund payables	$ -	$ -	$ 2,339	$ 21,204	$ 34,207
Liabilities payable from restricted assets	-	-	-	-	-
Total liabilities	-	-	2,339	21,204	34,207
DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-
FUND BALANCES					
Non spendable for Inventory	-	-	-	-	-
Restricted by grantor	52,007	-	-	-	-
Restricted for athletics program	-	-	-	-	-
Restricted for food service	-	-	-	-	-
Total fund balances	52,007	-	-	-	-
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 52,007	$ -	$ 2,339	$ 21,204	$ 34,207

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	Johnson O'Malley 25131	Impact Aid Special Education 25145	Impact Aid Indian Education 25147	Title XIX Medicaid 25153	Engineering the Future Project/Magnet Schools Assistance 25180
ASSETS					
Cash and cash equivalents	$ -	$ -	$ -	$ -	$ -
Inventory	-	-	-	-	-
Restricted cash and cash equivalents	-	209,546	177,170	43,215,714	-
Restricted accounts receivable	126,388	-	-	2,248,759	435,068
TOTAL ASSETS	$ 126,388	$ 209,546	$ 177,170	$ 45,464,473	$ 435,068
LIABILITIES					
Interfund payables	$ 123,424	$ -	$ -	$ -	$ 402,327
Liabilities payable from restricted assets	2,964	-	-	134,391	32,741
Total liabilities	126,388	-	-	134,391	435,068
DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-
FUND BALANCES					
Non spendable for Inventory	-	-	-	-	-
Restricted by grantor	-	209,546	177,170	45,330,082	-
Restricted for athletics program	-	-	-	-	-
Restricted for food service	-	-	-	-	-
Total fund balances	-	209,546	177,170	45,330,082	-
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 126,388	$ 209,546	$ 177,170	$ 45,464,473	$ 435,068

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	Indian Education Formula Grant 25184	Adolescent Health Prevention (CDC) 25222	Native American Program 25248	REGION 9/ Del Norte/ Ed Fellows 26107	ABEC- Job Mentor Instruction 26118
ASSETS					
Cash and cash equivalents	$ -	$ -	$ -	$ -	$ -
Inventory	-	-	-	-	-
Restricted cash and cash equivalents	-	-	-	-	-
Restricted accounts receivable	297,318	167,758	40,957	641,594	108,157
TOTAL ASSETS	$ 297,318	$ 167,758	$ 40,957	$ 641,594	$ 108,157
LIABILITIES					
Interfund payables	$ 297,318	$ 167,758	$ 40,957	$ 450,591	$ 108,157
Liabilities payable from restricted assets	-	-	-	185	-
Total liabilities	297,318	167,758	40,957	450,776	108,157
DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-
FUND BALANCES					
Non spendable for Inventory	-	-	-	-	-
Restricted by grantor	-	-	-	190,818	-
Restricted for athletics program	-	-	-	-	-
Restricted for food service	-	-	-	-	-
Total fund balances	-	-	-	190,818	-
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 297,318	$ 167,758	$ 40,957	$ 641,594	$ 108,157

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	Corporation for Public Broadcasting 26161	Corporation for Public Broadcasting 26166	ABC Community Partnership Schools 26186	APS Foundation 26190	APS Homeless Project 26210
ASSETS					
Cash and cash equivalents	$ -	$ -	$ -	$ -	$ -
Inventory	-	-	-	-	-
Restricted cash and cash equivalents	537,149	-	-	176,566	-
Restricted accounts receivable	-	-	1,186,467	-	194,520
TOTAL ASSETS	$ 537,149	$ -	$ 1,186,467	$ 176,566	$ 194,520
LIABILITIES					
Interfund payables	$ -	$ -	$ 1,186,467	$ -	$ 194,520
Liabilities payable from restricted assets	10,418	-	-	-	-
Total liabilities	10,418	-	1,186,467	-	194,520
DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-
FUND BALANCES					
Non spendable for Inventory	-	-	-	-	-
Restricted by grantor	526,731	-	-	176,566	-
Restricted for athletics program	-	-	-	-	-
Restricted for food service	-	-	-	-	-
Total fund balances	526,731	-	-	176,566	-
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 537,149	$ -	$ 1,186,467	$ 176,566	$ 194,520

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	2012 GOB Public School Library Award 27107	Instructional Materials FY20 27109	Early Literacy and Reading Support 27114	Community Schools Planning Grant 27126	Community Schools Implementation Grant 27127
ASSETS					
Cash and cash equivalents	$ -	$ -	$ -	$ -	$ -
Inventory	-	-	-	-	-
Restricted cash and cash equivalents	-	1,281,814	-	-	41,586
Restricted accounts receivable	354,859	-	791,017	471	-
TOTAL ASSETS	$ 354,859	$ 1,281,814	$ 791,017	$ 471	$ 41,586
LIABILITIES					
Interfund payables	$ 354,859	$ -	$ 791,017	$ 471	$ -
Liabilities payable from restricted assets	-	-	-	-	-
Total liabilities	354,859	-	791,017	471	-
DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-
FUND BALANCES					
Non spendable for Inventory	-	-	-	-	-
Restricted by grantor	-	1,281,814	-	-	41,586
Restricted for athletics program	-	-	-	-	-
Restricted for food service	-	-	-	-	-
Total fund balances	-	1,281,814	-	-	41,586
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 354,859	$ 1,281,814	$ 791,017	$ 471	$ 41,586

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	Pre-K Initiative 27149	Indian Education Initiate Grant 27150	School Buses 27178	NM Grown Fruit/Veg 27183	Indigenous Education Initiatives 27199
ASSETS					
Cash and cash equivalents	$ -	$ -	$ -	$ -	$ -
Inventory	-	-	-	-	-
Restricted cash and cash equivalents	-	170	-	-	-
Restricted accounts receivable	3,539,067	-	981,483	1	3,111
TOTAL ASSETS	$ 3,539,067	$ 170	$ 981,483	$ 1	$ 3,111
LIABILITIES					
Interfund payables	$ 3,539,067	$ -	$ 245,371	$ 1	$ 3,111
Liabilities payable from restricted assets	-	-	736,112	-	-
Total liabilities	3,539,067	-	981,483	1	3,111
DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-
FUND BALANCES					
Non spendable for Inventory	-	-	-	-	-
Restricted by grantor	-	170	-	-	-
Restricted for athletics program	-	-	-	-	-
Restricted for food service	-	-	-	-	-
Total fund balances	-	170	-	-	-
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 3,539,067	$ 170	$ 981,483	$ 1	$ 3,111

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	State Directed Activities 27200	Intergovernmental Agreement 27400	District Owned Sch Bus Cameras Legislative FY20 HB-349 FY22 27405	Transformational Plan 27406	Family Index Pilot FY22 27407
ASSETS					
Cash and cash equivalents	$ -	$ -	$ -	$ -	$ -
Inventory	-	-	-	-	-
Restricted cash and cash equivalents	968,647	-	-	84,022	-
Restricted accounts receivable	-	257,775	67,473	-	579,444
TOTAL ASSETS	$ 968,647	$ 257,775	$ 67,473	$ 84,022	$ 579,444
LIABILITIES					
Interfund payables	$ -	$ 257,775	$ 67,473	$ -	$ 579,444
Liabilities payable from restricted assets	-	-	-	-	-
Total liabilities	-	257,775	67,473	-	579,444
DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-
FUND BALANCES					
Non spendable for Inventory	-	-	-	-	-
Restricted by grantor	968,647	-	-	84,022	-
Restricted for athletics program	-	-	-	-	-
Restricted for food service	-	-	-	-	-
Total fund balances	968,647	-	-	84,022	-
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 968,647	$ 257,775	$ 67,473	$ 84,022	$ 579,444

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	K-12+ Program Grant 27409	Equity Dept Out Of School Time FY 24 27416	Next Gen Career & Technical Edu (CTE) 27502	Before & After School Programming Middle Schools at APS FY25-FY26 27503	High-Dosage Tutoring HB2 FY25 27512
ASSETS					
Cash and cash equivalents	$ -	$ -	$ -	$ -	$ -
Inventory	-	-	-	-	-
Restricted cash and cash equivalents	-	-	-	-	-
Restricted accounts receivable	151	1,389	469,206	10,000	108,511
TOTAL ASSETS	$ 151	$ 1,389	$ 469,206	$ 10,000	$ 108,511
LIABILITIES					
Interfund payables	$ 151	$ 1,389	$ 469,206	$ 10,000	$ 108,511
Liabilities payable from restricted assets	-	-	-	-	-
Total liabilities	151	1,389	469,206	10,000	108,511
DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-
FUND BALANCES					
Non spendable for Inventory	-	-	-	-	-
Restricted by grantor	-	-	-	-	-
Restricted for athletics program	-	-	-	-	-
Restricted for food service	-	-	-	-	-
Total fund balances	-	-	-	-	-
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 151	$ 1,389	$ 469,206	$ 10,000	$ 108,511

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	FY25-FY26 Turnaround Pilot Projects APS 27518	Secondary Disciplinary Literacy 27523	Community School and Family Engagement Initiatives 27528	Neer Peer Tutoring 27533	Summer Reading Program Transportation Reimbursement Fund 27536
ASSETS					
Cash and cash equivalents	$ -	$ -	$ -	$ -	$ -
Inventory	-	-	-	-	-
Restricted cash and cash equivalents	-	-	-	-	90,620
Restricted accounts receivable	442,879	-	317,926	60,537	-
TOTAL ASSETS	$ 442,879	$ -	$ 317,926	$ 60,537	$ 90,620
LIABILITIES					
Interfund payables	$ 438,096	$ -	$ 317,926	$ 60,537	$ -
Liabilities payable from restricted assets	4,783	-	-	-	-
Total liabilities	442,879	-	317,926	60,537	-
DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-
FUND BALANCES					
Non spendable for Inventory	-	-	-	-	-
Restricted by grantor	-	-	-	-	90,620
Restricted for athletics program	-	-	-	-	-
Restricted for food service	-	-	-	-	-
Total fund balances	-	-	-	-	90,620
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 442,879	$ -	$ 317,926	$ 60,537	$ 90,620

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	CEC/CTE Dept Innovation Zones FY 24 27552	SEL Mini and Wellness Room Grant 27583	Attendance Success Initiative FY 24 27584	Improving educational and cultural outcomes for Native American Students 27901	Native American Language Fellow Grant 27902
ASSETS					
Cash and cash equivalents	$ -	$ -	$ -	$ -	$ -
Inventory	-	-	-	-	-
Restricted cash and cash equivalents	-	54	-	-	-
Restricted accounts receivable	797,518	-	185,779	9,034	86,620
TOTAL ASSETS	$ 797,518	$ 54	$ 185,779	$ 9,034	$ 86,620
LIABILITIES					
Interfund payables	$ 797,518	$ -	$ 178,065	$ 9,034	$ 86,620
Liabilities payable from restricted assets	-	-	7,714	-	-
Total liabilities	797,518	-	185,779	9,034	86,620
DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-
FUND BALANCES					
Non spendable for Inventory	-	-	-	-	-
Restricted by grantor	-	54	-	-	-
Restricted for athletics program	-	-	-	-	-
Restricted for food service	-	-	-	-	-
Total fund balances	-	54	-	-	-
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 797,518	$ 54	$ 185,779	$ 9,034	$ 86,620

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	Native American Community Based Immersion Schools PreK-12 Grant 27903	Indigenous Education Initiative 27906	Language and Culture Support to Preserve and Maintain Native Languages in NM 27909	MRCOG GRO Appropriation #2 OST 28101	MRCOG GRO Appropriation #1 OST 28102
ASSETS					
Cash and cash equivalents	$ -	$ -	$ -	$ -	$ -
Inventory	-	-	-	-	-
Restricted cash and cash equivalents	-	-	138,870	-	-
Restricted accounts receivable	40,276	48,721	-	139,002	195,819
TOTAL ASSETS	$ 40,276	$ 48,721	$ 138,870	$ 139,002	$ 195,819
LIABILITIES					
Interfund payables	$ 40,276	$ 48,721	$ -	$ 139,002	$ 195,819
Liabilities payable from restricted assets	-	-	-	-	-
Total liabilities	40,276	48,721	-	139,002	195,819
DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-
FUND BALANCES					
Non spendable for Inventory	-	-	-	-	-
Restricted by grantor	-	-	138,870	-	-
Restricted for athletics program	-	-	-	-	-
Restricted for food service	-	-	-	-	-
Total fund balances	-	-	138,870	-	-
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 40,276	$ 48,721	$ 138,870	$ 139,002	$ 195,819

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	NMDOT 28120	Youth at Risk CYFD 28143	Outdoor Recreation Trails 28210	NM DOH COVID-19 Testing FY22 28211	Law Enforcement Protection Fund (LEPF) 28218
ASSETS					
Cash and cash equivalents	$ -	$ -	$ -	$ -	$ -
Inventory	-	-	-	-	-
Restricted cash and cash equivalents	-	-	-	107,011	-
Restricted accounts receivable	89,405	4,573	22,903	-	-
TOTAL ASSETS	$ 89,405	$ 4,573	$ 22,903	$ 107,011	$ -
LIABILITIES					
Interfund payables	$ 89,405	$ 4,573	$ 22,903	$ -	$ -
Liabilities payable from restricted assets	-	-	-	-	-
Total liabilities	89,405	4,573	22,903	-	-
DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-
FUND BALANCES					
Non spendable for					
Inventory	-	-	-	-	-
Restricted by grantor	-	-	-	107,011	-
Restricted for athletics program	-	-	-	-	-
Restricted for food service	-	-	-	-	-
Total fund balances	-	-	-	107,011	-
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 89,405	$ 4,573	$ 22,903	$ 107,011	$ -

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Non-Major Special Revenue Funds
June 30, 2025

	Private Direct Grants (Categorical) 29102	City/County Grants 29107	School Based Health Center 29130	NM Youth Peer 2 Peer Helper Program NM DOH Health Services 29131	Total
ASSETS					
Cash and cash equivalents	$ -	$ -	$ -	$ -	$ -
Inventory	-	-	-	-	3,229,941
Restricted cash and cash equivalents	52,687	29,475	18,000	16,320	85,392,273
Restricted accounts receivable	50,277	146,645	-	-	44,380,267
TOTAL ASSETS	$ 102,964	$ 176,120	$ 18,000	$ 16,320	$ 133,002,481
LIABILITIES					
Interfund payables	$ -	$ -	$ -	$ -	$ 31,922,294
Liabilities payable from restricted assets	-	4,589	-	-	1,830,363
Total liabilities	-	4,589	-	-	33,752,657
DEFERRED INFLOWS OF RESOURCES	-	-	-	-	-
FUND BALANCES					
Non spendable for Inventory	-	-	-	-	3,229,941
Restricted by grantor	102,964	171,531	18,000	16,320	58,539,502
Restricted for athletics program	-	-	-	-	260,074
Restricted for food service	-	-	-	-	37,220,307
Total fund balances	102,964	171,531	18,000	16,320	99,249,824
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 102,964	$ 176,120	$ 18,000	$ 16,320	$ 133,002,481

State of New Mexico
Albuquerque Municipal School District No. 12
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-Major Special Revenue Funds
For the Year Ended June 30, 2025

	Pupil Transportation 13000	Instructional Materials 14000	*(Formerly Major Fund for the Year Ended June 30, 2024)* Food Service 21000	Athletics 22000	Non Instructional Support 23000
REVENUES					
Property taxes	$ -	$ -	$ -	$ -	$ -
State grants	24,281,529	-	12,434,622	-	-
Federal grants	-	-	33,801,515	-	-
Miscellaneous	-	-	3,572,532	1,049,573	9,478,100
Interest	103,796	-	1,376,445	30,262	31,669
Total revenues	24,385,325	-	51,185,114	1,079,835	9,509,769
EXPENDITURES					
Current					
Instruction	-	114,249	-	1,472,095	9,075,501
Support services					
Students	-	-	-	-	-
Instruction	-	-	-	-	141,363
General administration	-	-	-	-	-
School administration	-	-	-	-	-
Central services	-	-	-	-	-
Operation & maintenance of plant	-	-	-	-	-
Student transportation	24,442,083	-	-	-	-
Food services operations	-	-	47,693,895	-	-
Facilities, supplies and materials	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	24,442,083	114,249	47,693,895	1,472,095	9,216,864
Excess (deficiency) of revenues over (under) expenditures	(56,758)	(114,249)	3,491,219	(392,260)	292,905
OTHER FINANCING SOURCES (USES)					
Transfers in (out)	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Bond issuance premiums	-	-	-	-	-
Debt issuance	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Net changes in fund balances	(56,758)	(114,249)	3,491,219	(392,260)	292,905
Fund balances - beginning of year	56,758	114,249		652,334	8,552,861
Adjustment			36,959,029		
Fund balances - beginning, as adjusted	56,758	114,249	36,959,029	652,334	8,552,861
Fund balances - end of year	$ -	$ -	$ 40,450,248	$ 260,074	$ 8,845,766

State of New Mexico
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Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-Major Special Revenue Funds
For the Year Ended June 30, 2025

	(Formerly Major Fund for the Year Ended June 30, 2024) Title I IASA 24101	*(Formerly Major Fund for the Year Ended June 30, 2024)* IDEA-B Entitlement 24106	Preschool IDEA-B 24109	Education of Homeless 24113	IDEA-B Private School Proportionate Share 24115
REVENUES					
Property taxes	$ -	$ -	$ -	$ -	$ -
State grants	-	-	-	-	-
Federal grants	33,827,812	27,075,667	586,068	146,095	326,847
Miscellaneous	-	-	-	-	-
Interest	-	-	-	-	-
Total revenues	33,827,812	27,075,667	586,068	146,095	326,847
EXPENDITURES					
Current					
Instruction	21,842,554	9,595,223	310,555	119,982	-
Support services					
Students	4,225,359	6,336,214	255,601	3,343	233,663
Instruction	1,292,800	408,717	-	15,103	93,184
General administration	1,430,356	1,140,752	-	-	-
School administration	378,466	6,733,865	-	-	-
Central services	4,658,277	2,860,896	19,912	7,667	-
Operation & maintenance of plant	-	-	-	-	-
Student transportation	-	-	-	-	-
Food services operations	-	-	-	-	-
Facilities, supplies and materials	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	33,827,812	27,075,667	586,068	146,095	326,847
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-	-
OTHER FINANCING SOURCES (USES)					
Transfers in (out)	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Bond issuance premiums	-	-	-	-	-
Debt issuance	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Net changes in fund balances	-	-	-	-	-
Fund balances - beginning of year	-	-	-	-	-
Adjustment					
Fund balances - beginning, as adjusted	-	-	-	-	-
Fund balances - end of year	$ -	$ -	$ -	$ -	$ -

State of New Mexico
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Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-Major Special Revenue Funds
For the Year Ended June 30, 2025

	Fresh Fruit & Vegetables 24118	IDEA-B Reallocation Charters 24120	SIG Section 1003g Emerson/ Eubank 24124	English Language Acquisition 24153	Teacher/Principal Training 24154
REVENUES					
Property taxes	$ -	$ -	$ -		$ -
State grants	-	-	-	-	-
Federal grants	849,189	203,910	-	1,141,670	3,839,447
Miscellaneous	-	-	-	-	-
Interest	-	-	-	-	-
Total revenues	849,189	203,910	-	1,141,670	3,839,447
EXPENDITURES					
Current					
Instruction	-	-	-	774,080	782,234
Support services					
Students	-	-	-	182,303	-
Instruction	-	-	-	107,450	2,274,758
General administration	-	-	-	49,481	164,394
School administration	-	-	-	-	172,811
Central services	-	203,910	-	17,788	445,250
Operation & maintenance of plant	-	-	-	-	-
Student transportation	-	-	-	10,568	-
Food services operations	849,189	-	-	-	-
Facilities, supplies and materials	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	849,189	203,910	-	1,141,670	3,839,447
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-	-
OTHER FINANCING SOURCES (USES)					
Transfers in (out)	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Bond issuance premiums	-	-	-	-	-
Debt issuance	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Net changes in fund balances	-	-	-	-	-
Fund balances - beginning of year	-	-	207	-	-
Adjustment					
Fund balances - beginning, as adjusted	-	-	207	-	-
Fund balances - end of year	$ -	$ -	$ 207	$ -	$ -

State of New Mexico
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Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-Major Special Revenue Funds
For the Year Ended June 30, 2025

	Carl D Perkins Secondary Current Year 24174	Carl D Perkins Secondary Redistribution 24176	USDA Equipment Assistance Grant 24183	Student Support and Academic Enrichment 24189	School Improvement (CSI) 24190
REVENUES					
Property taxes	$ -	$ -	$ -	$ -	$ -
State grants	-	-	-	-	-
Federal grants	738,727	12,977	10,400	2,802,401	5,298,597
Miscellaneous	-	-	-	-	-
Interest	-	-	-	-	-
Total revenues	738,727	12,977	10,400	2,802,401	5,298,597
EXPENDITURES					
Current					
Instruction	514,571	-	-	703,093	2,387,337
Support services					
Students	75,518	-	-	1,893,858	106,045
Instruction	70,509	-	-	28,404	974,539
General administration	-	-	-	119,209	-
School administration	-	-	-	57,837	6,972
Central services	78,129	12,977	10,400	-	1,823,704
Operation & maintenance of plant	-	-	-	-	-
Student transportation	-	-	-	-	-
Food services operations	-	-	-	-	-
Facilities, supplies and materials	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	738,727	12,977	10,400	2,802,401	5,298,597
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-	-
OTHER FINANCING SOURCES (USES)					
Transfers in (out)	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Bond issuance premiums	-	-	-	-	-
Debt issuance	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Net changes in fund balances	-	-	-	-	-
Fund balances - beginning of year	-	-	-	-	-
Adjustment					
Fund balances - beginning, as adjusted	-	-	-	-	-
Fund balances - end of year	$ -	$ -	$ -	$ -	$ -

State of New Mexico
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Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-Major Special Revenue Funds
For the Year Ended June 30, 2025

	Stronger Connections Grant 24196	CTE Non Trad Coach 24198	CARES ACT 24301	*(Formerly Major Fund for the Year Ended June 30, 2024)* American Rescue Plan Act 24330	ESSER Near Peer Tutoring Program 24333
REVENUES					
Property taxes	$ -	$ -	$ -	$ -	$ -
State grants	-	-	-	-	-
Federal grants	11,083	15,729	-	28,513,358	23,130
Miscellaneous	-	-	-	-	-
Interest	-	-	-	-	-
Total revenues	11,083	15,729	-	28,513,358	23,130
EXPENDITURES					
Current					
Instruction	-	-	-	9,206,376	23,130
Support services					
Students	-	-	-	977,526	-
Instruction	-	-	-	333,801	-
General administration	-	-	-	448,961	-
School administration	-	-	-	152,302	-
Central services	11,083	15,729	-	183,513	-
Operation & maintenance of plant	-	-	-	6,047,303	-
Student transportation	-	-	-	27,462	-
Food services operations	-	-	-	-	-
Facilities, supplies and materials	-	-	-	2,580,884	-
Capital outlay	-	-	-	8,503,223	-
Total expenditures	11,083	15,729	-	28,461,351	23,130
Excess (deficiency) of revenues over (under) expenditures	-	-	-	52,007	-
OTHER FINANCING SOURCES (USES)					
Transfers in (out)	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Bond issuance premiums	-	-	-	-	-
Debt issuance	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Net changes in fund balances	-	-	-	52,007	-
Fund balances - beginning of year	-	-	9,000	-	-
Adjustment					
Fund balances - beginning, as adjusted	-	-	9,000	-	-
Fund balances - end of year	$ -	$ -	$ 9,000	$ 52,007	$ -

State of New Mexico
Albuquerque Municipal School District No. 12
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-Major Special Revenue Funds
For the Year Ended June 30, 2025

	ARPA (ESSER III) Homeless Children and Youth II 24355	Collaborative Research Starbase La Luz 25112	Title XX Health & Social Instruction 25129	Johnson O'Malley 25131	Impact Aid Special Education 25145
REVENUES					
Property taxes	$ -	$ -	$ -	$ -	$ -
State grants	-	-	-	-	-
Federal grants	371,360	50,210	411,214	368,958	103,278
Miscellaneous	-	-	-	-	-
Interest	-	-	-	-	-
Total revenues	371,360	50,210	411,214	368,958	103,278
EXPENDITURES					
Current					
Instruction	200,619	50,210	345,956	206,464	19,279
Support services					
Students	20,336	-	71,861	132,817	-
Instruction	-	-	-	1,268	-
General administration	-	-	-	14,237	-
School administration	-	-	-	14,172	-
Central services	26,943	-	-	-	-
Operation & maintenance of plant	-	-	-	-	-
Student transportation	-	-	-	-	-
Food services operations	-	-	-	-	-
Facilities, supplies and materials	-	-	-	-	-
Capital outlay	123,462	-	-	-	-
Total expenditures	371,360	50,210	417,817	368,958	19,279
Excess (deficiency) of revenues over (under) expenditures	-	-	(6,603)	-	83,999
OTHER FINANCING SOURCES (USES)					
Transfers in (out)	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Bond issuance premiums	-	-	-	-	-
Debt issuance	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Net changes in fund balances	-	-	(6,603)	-	83,999
Fund balances - beginning of year	-	-	6,603	-	125,547
Adjustment					
Fund balances - beginning, as adjusted	-	-	6,603	-	125,547
Fund balances - end of year	$ -	$ -	$ -	$ -	$ 209,546

State of New Mexico
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Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-Major Special Revenue Funds
For the Year Ended June 30, 2025

	Impact Aid Indian Education 25147	Title XIX Medicaid 25153	Engineering the Future Project/Magnet Schools Assistance 25180	Indian Education Formula Grant 25184	Adolescent Health Prevention (CDC) 25222
REVENUES					
Property taxes	$ -	$ -	$ -	$ -	$ -
State grants	-	-	-	-	-
Federal grants	141,827	18,597,808	1,843,567	1,127,863	201,116
Miscellaneous	-	-	-	-	-
Interest	-	-	-	-	-
Total revenues	141,827	18,597,808	1,843,567	1,127,863	201,116
EXPENDITURES					
Current					
Instruction	1,225	3,428,109	435,222	1,036,702	1,794
Support services					
Students	11,646	12,131,867	761,499	32,079	-
Instruction	-	14,160	121,356	6,712	-
General administration	-	712,089	79,878	50,191	13,691
School administration	-	18,161	445,612	-	-
Central services	-	309	-	-	185,631
Operation & maintenance of plant	-	-	-	2,179	-
Student transportation	-	-	-	-	-
Food services operations	-	-	-	-	-
Facilities, supplies and materials	-	-	-	-	-
Capital outlay	-	78,187	-	-	-
Total expenditures	12,871	16,382,882	1,843,567	1,127,863	201,116
Excess (deficiency) of revenues over (under) expenditures	128,956	2,214,926	-	-	-
OTHER FINANCING SOURCES (USES)					
Transfers in (out)	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Bond issuance premiums	-	-	-	-	-
Debt issuance	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Net changes in fund balances	128,956	2,214,926	-	-	-
Fund balances - beginning of year	48,214	43,115,156	-	-	-
Adjustment					
Fund balances - beginning, as adjusted	48,214	43,115,156	-	-	-
Fund balances - end of year	$ 177,170	$ 45,330,082	$ -	$ -	$ -

State of New Mexico
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Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-Major Special Revenue Funds
For the Year Ended June 30, 2025

	Native American Program 25248	REGION 9/ Del Norte/ Ed Fellows 26107	ABEC- Job Mentor Instruction 26118	Corporation for Public Broadcasting 26161	General Mills Foundation 26166
REVENUES					
Property taxes	$ -	$ -	$ -	$ -	$ -
State grants	-	-	-	-	-
Federal grants	40,957	-	-	-	-
Miscellaneous	-	1,798,302	165,651	250,242	-
Interest	-	-	-	-	-
Total revenues	40,957	1,798,302	165,651	250,242	-
EXPENDITURES					
Current					
Instruction	40,957	1,438,530	158,113	-	9,827
Support services					
Students	-	168,954	-	326,064	-
Instruction	-	-	-	-	-
General administration	-	-	-	-	-
School administration	-	-	-	-	-
Central services	-	-	7,538	-	-
Operation & maintenance of plant	-	-	-	-	-
Student transportation	-	-	-	-	-
Food services operations	-	-	-	-	-
Facilities, supplies and materials	-	-	-	-	-
Capital outlay	-	-	-	292,831	-
Total expenditures	40,957	1,607,484	165,651	618,895	9,827
Excess (deficiency) of revenues over (under) expenditures	-	190,818	-	(368,653)	(9,827)
OTHER FINANCING SOURCES (USES)					
Transfers in (out)	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Bond issuance premiums	-	-	-	-	-
Debt issuance	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Net changes in fund balances	-	190,818	-	(368,653)	(9,827)
Fund balances - beginning of year	-	-	-	895,384	9,827
Adjustment					
Fund balances - beginning, as adjusted	-	-	-	895,384	9,827
Fund balances - end of year	$ -	$ 190,818	$ -	$ 526,731	$ -

State of New Mexico
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Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-Major Special Revenue Funds
For the Year Ended June 30, 2025

	ABC Community Partnership Schools 26186	Kirtland Korner 26190	APS Homeless Project 26210	2012 GOB Public School Library Award 27107	Instructional Materials FY20 27109
REVENUES					
Property taxes	$ -	$ -	$ -	$ -	$ -
State grants	-	-	-	539,224	-
Federal grants	-	-	-	-	-
Miscellaneous	1,609,454	-	144,589	-	-
Interest	-	-	-	-	-
Total revenues	1,609,454	-	144,589	539,224	-
EXPENDITURES					
Current					
Instruction	750,373	6,199	134,089	-	-
Support services					
Students	773,858	-	110,851	-	-
Instruction	12,142	-	-	539,224	-
General administration	-	-	-	-	-
School administration	-	-	-	-	-
Central services	73,081	-	-	-	-
Operation & maintenance of plant	-	-	-	-	-
Student transportation	-	-	-	-	-
Food services operations	-	-	-	-	-
Facilities, supplies and materials	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	1,609,454	6,199	244,940	539,224	-
Excess (deficiency) of revenues over (under) expenditures	-	(6,199)	(100,351)	-	-
OTHER FINANCING SOURCES (USES)					
Transfers in (out)	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Bond issuance premiums	-	-	-	-	-
Debt issuance	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Net changes in fund balances	-	(6,199)	(100,351)	-	-
Fund balances - beginning of year	-	182,765	100,351	-	1,281,814
Adjustment					
Fund balances - beginning, as adjusted	-	182,765	100,351	-	1,281,814
Fund balances - end of year	$ -	$ 176,566	$ -	$ -	$ 1,281,814

State of New Mexico
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Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-Major Special Revenue Funds
For the Year Ended June 30, 2025

	Early Literacy and Reading Support 27114	Community Schools Planning Grant 27126	Community Schools Implementation Grant 27127	Pre-K Initiative 27149	Indian Education Initiate Grant 27150
REVENUES					
Property taxes	$ -	$ -	$ -	$ -	$ -
State grants	410,605	-	41,586	19,986,935	170
Federal grants	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Interest	-	-	-	-	-
Total revenues	410,605	-	41,586	19,986,935	170
EXPENDITURES					
Current					
Instruction	358,313	-	-	14,867,812	-
Support services					
Students	8,346	-	-	1,002,914	-
Instruction	43,946	-	-	543,761	-
General administration	-	-	-	951,571	-
School administration	-	-	-	919,170	-
Central services	-	-	-	1,167,109	-
Operation & maintenance of plant	-	-	-	534,598	-
Student transportation	-	-	-	-	-
Food services operations	-	-	-	-	-
Facilities, supplies and materials	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	410,605	-	-	19,986,935	-
Excess (deficiency) of revenues over (under) expenditures	-	-	41,586	-	170
OTHER FINANCING SOURCES (USES)					
Transfers in (out)	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Bond issuance premiums	-	-	-	-	-
Debt issuance	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Net changes in fund balances	-	-	41,586	-	170
Fund balances - beginning of year	-	-	-	-	-
Adjustment					
Fund balances - beginning, as adjusted	-	-	-	-	-
Fund balances - end of year	$ -	$ -	$ 41,586	$ -	$ 170

State of New Mexico
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Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-Major Special Revenue Funds
For the Year Ended June 30, 2025

	School Buses 27178	NM Grown Fruit/Veg 27183	Indigenous Education Initiatives 27199	Quality Charter School Authorizing Initiative 27200	IT Additional Resources FY23 27400
REVENUES					
Property taxes	$ -	$ -	$ -	$ -	$ -
State grants	3,827,207	416,455	3,111	519,829	25,000
Federal grants	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Interest	-	-	-	-	-
Total revenues	3,827,207	416,455	3,111	519,829	25,000
EXPENDITURES					
Current					
Instruction	-	-	3,111	-	25,000
Support services					
Students	-	-	-	-	-
Instruction	-	-	-	-	-
General administration	-	-	-	-	-
School administration	-	-	-	-	-
Central services	-	-	-	-	-
Operation & maintenance of plant	-	-	-	-	-
Student transportation	3,827,207	-	-	-	-
Food services operations	-	416,455	-	-	-
Facilities, supplies and materials	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	3,827,207	416,455	3,111	-	25,000
Excess (deficiency) of revenues over (under) expenditures	-	-	-	519,829	-
OTHER FINANCING SOURCES (USES)					
Transfers in (out)	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Bond issuance premiums	-	-	-	-	-
Debt issuance	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Net changes in fund balances	-	-	-	519,829	-
Fund balances - beginning of year	-	-	-	448,818	-
Adjustment					
Fund balances - beginning, as adjusted	-	-	-	448,818	-
Fund balances - end of year	$ -	$ -	$ -	$ 968,647	$ -

State of New Mexico
Albuquerque Municipal School District No. 12
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-Major Special Revenue Funds
For the Year Ended June 30, 2025

	District Owned Sch Bus Cameras Legislative FY20 HB-349 FY22 27405	Transformational Plan 27406	Family Index Pilot FY22 27407	K-12+ Program Grant 27409	Equity Dept Out Of School Time FY 24 27416
REVENUES					
Property taxes	$ -	$ -	$ -	$ -	$ -
State grants	67,463	-	1,024,278	151	17,813
Federal grants	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Interest	-	-	-	-	-
Total revenues	67,463	-	1,024,278	151	17,813
EXPENDITURES					
Current					
Instruction	-	-	944,697	151	17,813
Support services					
Students	-	-	57,332	-	-
Instruction	-	-	22,249	-	-
General administration	-	-	-	-	-
School administration	-	-	-	-	-
Central services	-	-	-	-	-
Operation & maintenance of plant	-	-	-	-	-
Student transportation	67,473	-	-	-	-
Food services operations	-	-	-	-	-
Facilities, supplies and materials	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	67,473	-	1,024,278	151	17,813
Excess (deficiency) of revenues over (under) expenditures	(10)	-	-	-	-
OTHER FINANCING SOURCES (USES)					
Transfers in (out)	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Bond issuance premiums	-	-	-	-	-
Debt issuance	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Net changes in fund balances	(10)	-	-	-	-
Fund balances - beginning of year	10	84,022	-	-	-
Adjustment					
Fund balances - beginning, as adjusted	10	84,022	-	-	-
Fund balances - end of year	$ -	$ 84,022	$ -	$ -	$ -

State of New Mexico
Albuquerque Municipal School District No. 12
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-Major Special Revenue Funds
For the Year Ended June 30, 2025

	Next Gen Career & Technical Edu (CTE) 27502	Before & After School Programming Middle Schools at APS FY25-FY26 27503	High-Dosage Tutoring HB2 FY25 27512	FY25-FY26 Turnaround Pilot Projects APS 27518	Secondary Disciplinary Literacy 27523
REVENUES					
Property taxes	$ -	$ -	$ -	$ -	$ -
State grants	699,678	160,000	125,566	579,229	118,851
Federal grants	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Interest	-	-	-	-	-
Total revenues	699,678	160,000	125,566	579,229	118,851
EXPENDITURES					
Current					
Instruction	555,003	-	125,566	-	118,851
Support services					
Students	93,772	160,000	-	-	-
Instruction	50,903	-	-	-	-
General administration	-	-	-	-	-
School administration	-	-	-	579,229	-
Central services	-	-	-	-	-
Operation & maintenance of plant	-	-	-	-	-
Student transportation	-	-	-	-	-
Food services operations	-	-	-	-	-
Facilities, supplies and materials	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	699,678	160,000	125,566	579,229	118,851
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-	-
OTHER FINANCING SOURCES (USES)					
Transfers in (out)	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Bond issuance premiums	-	-	-	-	-
Debt issuance	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Net changes in fund balances	-	-	-	-	-
Fund balances - beginning of year	-	-	-	-	-
Adjustment					
Fund balances - beginning, as adjusted	-	-	-	-	-
Fund balances - end of year	$ -	$ -	$ -	$ -	$ -

State of New Mexico
Albuquerque Municipal School District No. 12
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-Major Special Revenue Funds
For the Year Ended June 30, 2025

	Community School and Family Engagement Initiatives 27528	Tutoring 27533	Summer Reading Program Transportation Reimbursement Fund 27536	CEC/CTE Dept Innovation Zones FY 24 27552	SEL Mini and Wellness Room Grant 27583
REVENUES					
Property taxes	$ -	$ -	$ -	$ -	$ -
State grants	1,522,414	159,200	90,620	1,279,443	54
Federal grants	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Interest	-	-	-	-	-
Total revenues	1,522,414	159,200	90,620	1,279,443	54
EXPENDITURES					
Current					
Instruction	-	159,200	-	1,075,212	-
Support services					
Students	-	-	-	200,322	-
Instruction	1,522,414	-	-	1,295	-
General administration	-	-	-	-	-
School administration	-	-	-	2,614	-
Central services	-	-	-	-	-
Operation & maintenance of plant	-	-	-	-	-
Student transportation	-	-	-	-	-
Food services operations	-	-	-	-	-
Facilities, supplies and materials	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	1,522,414	159,200	-	1,279,443	-
Excess (deficiency) of revenues over (under) expenditures	-	-	90,620	-	54
OTHER FINANCING SOURCES (USES)					
Transfers in (out)	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Bond issuance premiums	-	-	-	-	-
Debt issuance	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Net changes in fund balances	-	-	90,620	-	54
Fund balances - beginning of year	-	-	-	-	-
Adjustment					
Fund balances - beginning, as adjusted	-	-	-	-	-
Fund balances - end of year	$ -	$ -	$ 90,620	$ -	$ 54

State of New Mexico
Albuquerque Municipal School District No. 12
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-Major Special Revenue Funds
For the Year Ended June 30, 2025

	Attendance Success Initiative FY 24 27584	Improving educational and cultural outcomes for Native American Students 27901	Native American Language Fellow Grant 27902	Native American Community Based Immersion Schools PreK-12 Grant 27903	Indigenous Education Initiative 27906
REVENUES					
Property taxes	$ -	$ -	$ -	$ -	$ -
State grants	541,575	591,673	440,689	139,053	190,038
Federal grants	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Interest	-	-	-	-	-
Total revenues	541,575	591,673	440,689	139,053	190,038
EXPENDITURES					
Current					
Instruction	143,982	493,324	396,732	139,053	140,848
Support services					
Students	-	98,349	39,190	-	49,190
Instruction	397,593	-	4,767	-	-
General administration	-	-	-	-	-
School administration	-	-	-	-	-
Central services	-	-	-	-	-
Operation & maintenance of plant	-	-	-	-	-
Student transportation	-	-	-	-	-
Food services operations	-	-	-	-	-
Facilities, supplies and materials	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	541,575	591,673	440,689	139,053	190,038
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-	-
OTHER FINANCING SOURCES (USES)					
Transfers in (out)	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Bond issuance premiums	-	-	-	-	-
Debt issuance	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Net changes in fund balances	-	-	-	-	-
Fund balances - beginning of year	-	-	-	-	-
Adjustment					
Fund balances - beginning, as adjusted	-	-	-	-	-
Fund balances - end of year	$ -	$ -	$ -	$ -	$ -

State of New Mexico
Albuquerque Municipal School District No. 12
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-Major Special Revenue Funds
For the Year Ended June 30, 2025

	Language and Culture Support to Preserve and Maintain Native Languages in NM 27909	MRCOG GRO Appropriation #2 OST 28101	MRCOG GRO Appropriation #1 OST 28102	NMDOT 28120	Youth at Risk CYFD 28143
REVENUES					
Property taxes	$ -	$ -	$ -	$ -	$ -
State grants	100,000	160,000	320,000	124,239	4,573
Federal grants	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Interest	-	-	-	-	-
Total revenues	100,000	160,000	320,000	124,239	4,573
EXPENDITURES					
Current					
Instruction	100,000	-	-	-	-
Support services					
Students	-	160,000	320,000	-	-
Instruction	-	-	-	-	-
General administration	-	-	-	-	-
School administration	-	-	-	-	-
Central services	-	-	-	-	-
Operation & maintenance of plant	-	-	-	32,756	4,573
Student transportation	-	-	-	-	-
Food services operations	-	-	-	-	-
Facilities, supplies and materials	-	-	-	-	-
Capital outlay	-	-	-	146,993	-
Total expenditures	100,000	160,000	320,000	179,749	4,573
Excess (deficiency) of revenues over (under) expenditures	-	-	-	(55,510)	-
OTHER FINANCING SOURCES (USES)					
Transfers in (out)	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Bond issuance premiums	-	-	-	-	-
Debt issuance	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Net changes in fund balances	-	-	-	(55,510)	-
Fund balances - beginning of year	138,870	-	-	55,510	-
Adjustment					
Fund balances - beginning, as adjusted	138,870	-	-	55,510	-
Fund balances - end of year	$ 138,870	$ -	$ -	$ -	$ -

State of New Mexico
Albuquerque Municipal School District No. 12
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-Major Special Revenue Funds
For the Year Ended June 30, 2025

	Outdoor Recreation Trails 28210	NM DOH COVID-19 Testing FY22 28211	Law Enforcement Protection Fund (LEPF) 28218	Private Direct Grants (Categorical) 29102	City/County Grants 29107
REVENUES					
Property taxes	$ -	$ -	$ -	$ -	$ -
State grants	22,903	-	248,000	-	-
Federal grants	-	-	-	-	-
Miscellaneous	-	-	-	52,777	313,854
Interest	-	-	-	-	-
Total revenues	22,903	-	248,000	52,777	313,854
EXPENDITURES					
Current					
Instruction	25,057	-	-	2,097	104,424
Support services					
Students	-	-	-	2,083	89,335
Instruction	1,500	-	-	52,962	-
General administration	-	-	-	-	-
School administration	-	-	-	105,628	-
Central services	-	-	-	-	-
Operation & maintenance of plant	-	-	251,174	-	-
Student transportation	-	-	-	-	-
Food services operations	-	-	-	-	-
Facilities, supplies and materials	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	26,557	-	251,174	162,770	193,759
Excess (deficiency) of revenues over (under) expenditures	(3,654)	-	(3,174)	(109,993)	120,095
OTHER FINANCING SOURCES (USES)					
Transfers in (out)	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Bond issuance premiums	-	-	-	-	-
Debt issuance	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Net changes in fund balances	(3,654)	-	(3,174)	(109,993)	120,095
Fund balances - beginning of year	3,654	107,011	3,174	212,957	51,436
Adjustment					
Fund balances - beginning, as adjusted	3,654	107,011	3,174	212,957	51,436
Fund balances - end of year	$ -	$ 107,011	$ -	$ 102,964	$ 171,531

State of New Mexico
Albuquerque Municipal School District No. 12
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-Major Special Revenue Funds
For the Year Ended June 30, 2025

	School Based Health Center 29130	NM Youth Peer 2 Peer Helper Program NM DOH Health Services 29131	Total
REVENUES			
Property taxes	$ -	$ -	$ -
State grants	-	608,591	71,822,367
Federal grants	-	-	162,482,780
Miscellaneous	-	-	18,435,074
Interest	-	-	1,542,172
Total revenues	-	608,591	254,282,393
EXPENDITURES			
Current			
Instruction	-	-	84,980,894
Support services			
Students	-	596,671	31,708,766
Instruction	-	-	9,076,880
General administration	-	-	5,174,810
School administration	-	-	9,586,839
Central services	-	-	11,809,846
Operation & maintenance of plant	-	-	6,872,583
Student transportation	-	-	28,374,793
Food services operations	-	-	48,959,539
Facilities, supplies and materials	-	-	2,580,884
Capital outlay	-	-	9,144,696
Total expenditures	-	596,671	248,270,530
Excess (deficiency) of revenues over (under) expenditures	-	11,920	6,011,863
OTHER FINANCING SOURCES (USES)			
Transfers in (out)	-	-	-
Proceeds from sale of capital assets	-	-	-
Bond issuance premiums	-	-	-
Debt issuance	-	-	-
Total other financing sources (uses)	-	-	-
Net changes in fund balances	-	11,920	6,011,863
Fund balances - beginning of year	18,000	4,400	56,278,932
Adjustment			36,959,029
Fund balances - beginning, as adjusted	18,000	4,400	93,237,961
Fund balances - end of year	$ 18,000	$ 16,320	$ 99,249,824

Non-Major Capital Project Funds

State of New Mexico
Albuquerque Municipal School District No. 12

Capital Projects Funds Descriptions

Capital Projects Funds are used to account for financial resources used in the acquisition or construction of major capital facilities.

Public School Capital Outlay (31200) – To account for funding from the Public School Capital Outlay Council. These funds are used to remodel, erect, refurbish, purchase or improve school grounds, or any combination thereof as determined by the PSCOC.

Special Capital Outlay – Local (31300) – To account for revenues that are derived from local sources such as the sale of a building.

Special Capital Outlay – State (31400) – To account for special appropriations monies received from the State of New Mexico under Chapter 4, Laws of 1996.

Special Capital Outlay-Federal (31500) – Federal Direct Capital Outlay funding awarded for the reconstruction of Sandia Base Elementary School.

Capital Improvements S-B9 Fund (31703 & 31701) – The fund is used to account for erecting, remodeling, making additions to and furnishing of school buildings, or purchasing or improving school grounds or any combination thereof as identified by the local school board. Financing is provided by the State of New Mexico's State Equalization Matching and a special tax levy as authorized by the Public School District Capital Improvements Act (22-25-1 to 22-25-10, NMSA 1978). Per the NM Public Education Department state SB-9 funds will be separated by local and state funding sources. State SB-9 funds will use fund number 31700/31703, and local SB-9 funds will use fund number 31701.

Educational Technology Equipment Act Fund (31900) – To account for proceeds of Educational Technology Notes. The proceeds are restricted to the purchase of technology equipment for use in school classrooms.

State of New Mexico
Albuquerque Municipal School District No. 12
Combining Balance Sheets
Non-Major Capital Projects Funds
June 30, 2025

	Public School Capital Outlay 31200	Special Capital Outlay - Local 31300	Special Capital Outlay - State 31400	Special Capital Outlay - Federal 31500
ASSETS				
Restricted cash and cash equivalents	$ 6,131,472	$ 39,592,294	$ -	$ -
Investments - US Treasuries	-	-	-	-
Restricted accounts receivable	-	457,579	2,963,697	8,861,871
TOTAL ASSETS	$ 6,131,472	$ 40,049,873	$ 2,963,697	$ 8,861,871
LIABILITIES				
Interfund payables	$ -	$ -	$ 2,079,512	$ 6,874,186
Liabilities payable from restricted assets	927,249	138,332	884,185	1,987,685
Total liabilities	927,249	138,332	2,963,697	8,861,871
DEFERRED INFLOWS OF RESOURCES				
Property taxes	-	-	-	-
Total deferred inflows of resources	-	-	-	-
FUND BALANCES				
Restricted for capital projects	5,204,223	39,911,541	-	-
Total fund balances	5,204,223	39,911,541	-	-
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 6,131,472	$ 40,049,873	$ 2,963,697	$ 8,861,871

State of New Mexico
Albuquerque Municipal School District No. 12
Combining Balance Sheets
Non-Major Capital Projects Funds
June 30, 2025

	Capital Improvements 31703	*(Formerly Major Fund for the Year Ended June 30, 2024)* Capital Improvements SB-9 Local 31701	Ed Tech Equip Act 31900	Total
ASSETS				
Restricted cash and cash equivalents	$ 16,244,633	$ 39,145,808	$ 24,947,048	$ 126,061,255
Investments - US Treasuries	-	20,147,656	-	20,147,656
Restricted accounts receivable	-	2,646,833	110,057	15,040,037
TOTAL ASSETS	$ 16,244,633	$ 61,940,297	$ 25,057,105	$ 161,248,948
LIABILITIES				
Interfund payables	$ -	$ -	$ -	$ 8,953,698
Liabilities payable from restricted assets	-	2,728,002	20,308	6,685,761
Total liabilities	-	2,728,002	20,308	15,639,459
DEFERRED INFLOWS OF RESOURCES				
Property taxes	-	1,819,221		1,819,221
Total deferred inflows of resources	-	1,819,221	-	1,819,221
FUND BALANCES				
Restricted for capital projects	16,244,633	57,393,074	25,036,797	143,790,268
Total fund balances	16,244,633	57,393,074	25,036,797	143,790,268
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 16,244,633	$ 61,940,297	$ 25,057,105	$ 161,248,948

State of New Mexico
Albuquerque Municipal School District No. 12
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-Major Capital Projects Funds
For the Year Ending June 30, 2025

	Public School Capital Outlay 31200	Special Capital Outlay - Local 31300	Special Capital Outlay - State 31400	Special Capital Outlay - Federal 31500
REVENUES				
Property taxes	$ -	$ -	$ -	$ -
State grants	-	3,613,892	7,156,265	-
Federal grants	-	-	-	17,166,586
Miscellaneous	-	25,327	-	-
Interest	-	1,717,630	-	-
Total revenues	-	5,356,849	7,156,265	17,166,586
EXPENDITURES				
Current				
Support services				
General administration	-	-	-	-
Facilities, supplies and materials	1,204,512	1,038,711	1,586,129	401,558
Capital outlay	2,671,792	723,206	5,570,136	16,765,028
Total expenditures	3,876,304	1,761,917	7,156,265	17,166,586
Excess (deficiency) of revenues over (under) expenditures	(3,876,304)	3,594,932	-	-
OTHER FINANCING SOURCES (USES)				
Transfers in (out)	-	-	-	-
Proceeds from sale of capital assets	-	6,099,556	-	-
Bond issuance premiums	-	-	-	-
Payments to escrow agents	-	-	-	-
Debt Issuance	-	-	-	-
Issuance of refunding debt	-	-	-	-
Total other financing sources (uses)	-	6,099,556	-	-
Net changes in fund balances	(3,876,304)	9,694,488	-	-
Fund balances - beginning of year	9,080,527	30,217,053	-	-
Adjustment	-	-	-	-
Fund balances - beginning of year, Adjusted	9,080,527	30,217,053	-	-
Fund balances - end of year	$ 5,204,223	$ 39,911,541	$ -	$ -

State of New Mexico
Albuquerque Municipal School District No. 12
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Non-Major Capital Projects Funds
For the Year Ending June 30, 2025

	Capital Improvements SB-9 State 31703	Capital Improvements SB-9 Local 31701	Ed Tech Equip Act 31900	Total
REVENUES				
Property taxes	$ -	$ 33,436,480	$ -	$ 33,436,480
State grants	6,504,682	-	-	17,274,839
Federal grants	-	-	-	17,166,586
Miscellaneous	-	-	492,088	517,415
Interest	-	2,949,248	1,133,675	5,800,553
Total revenues	6,504,682	36,385,728	1,625,763	74,195,873
EXPENDITURES				
Current				
Support services				
General administration	-	336,450	-	336,450
Facilities, supplies and materials	-	33,603,143	832,667	38,666,720
Capital outlay	-	6,329,256	7,395	32,066,813
Total expenditures	-	41,056,280	840,062	71,857,414
Excess (deficiency) of revenues over (under) expenditures	6,504,682	(4,670,552)	785,701	2,338,459
OTHER FINANCING SOURCES (USES)				
Transfers in (out)	-	-	-	-
Proceeds from sale of capital assets	-	-	-	6,099,556
Bond issuance premiums	-	-	-	-
Payments to escrow agents	-	-	-	-
Debt Issuance	-	-	-	-
Issuance of refunding debt	-	-	-	-
Total other financing sources (uses)	-	-	-	6,099,556
Net changes in fund balances	6,504,682	(4,670,552)	785,701	8,438,015
Fund balances - beginning of year	9,739,951	-	24,251,096	73,288,627
Adjustment	-	62,063,626	-	62,063,626
Fund balances - beginning of year, Adjusted	9,739,951	62,063,626	24,251,096	135,352,253
Fund balances - end of year	$ 16,244,633	$ 57,393,074	$ 25,036,797	$ 143,790,268

State of New Mexico
Albuquerque Municipal School District No. 12
Bond Building Capital Projects Fund (31100)
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ending June 30, 2025

Statement C-3
Fund 31100

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
REVENUES				
Property taxes	$ -	$ -	$ -	$ -
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	3,222,443	3,222,443	5,738,055	2,515,612
Total revenues	3,222,443	3,222,443	5,738,055	2,515,612
EXPENDITURES				
Current				
Instruction	-	-	-	-
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food services operations	-	-	-	-
Community services	-	-	-	-
Facilities, supplies & services	1,516,256	1,516,256	1,682,905	(166,649)
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	4,257,317	4,257,317	-	4,257,317
Capital outlay	163,274,845	174,354,446	40,947,031	133,407,415
Total expenditures	169,048,418	180,128,019	42,629,936	137,498,083
Excess (deficiency) of revenues over (under) expenditures	(165,825,975)	(176,905,576)	(36,891,881)	140,013,695
Designated cash	115,825,975	176,905,576	-	(176,905,576)
OTHER FINANCING SOURCES (USES)				
Transfers in (out)	-	-	-	-
SBITA financing			-	-
Bond issuance premiums	-	-	-	-
Payments to escrow agents	-	-	-	-
Debt issuance	-	57,000,000	50,000,000	(7,000,000)
Issuance of refunding debt	50,000,000	-	-	-
Total other financing sources (uses)	50,000,000	57,000,000	50,000,000	(7,000,000)
Net changes in fund balances	-	57,000,000	13,108,119	(43,891,881)
Fund balances - beginning of year	-	-	126,905,574	126,905,574
Fund balances - end of year	$ -	$ 57,000,000	140,013,693	$ 83,013,693
RECONCILIATION TO GAAP BASIS				
Reversal of PY adjustments to revenues / expenditures			(3,075,613)	
CY adjustments to revenues			(191,597)	
CY adjustments to expenditures			758,534	
CY accruals of transfers in (out)			-	
Fund balances (GAAP basis)			$ 137,505,017	

State of New Mexico
Albuquerque Municipal School District No. 12
Capital Improvements HB-33 Capital Projects Fund (31600)
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ending June 30, 2025

Statement C-4
Fund 31600

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
REVENUES				
Property taxes	$ 63,083,839	$ 63,083,839	$ 66,639,663	$ 3,555,824
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	-	-
Interest	5,181,059	5,181,059	7,774,724	2,593,665
Total revenues	68,264,898	68,264,898	74,414,387	6,149,489
EXPENDITURES				
Current				
Instruction	-	-	-	-
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General administration	1,261,677	1,261,677	666,364	595,313
School administration	-	-	-	-
Central services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food services operations	-	-	-	-
Community services	-	-	-	-
Facilities, supplies & services	9,531,905	9,531,905	28,733,902	(19,201,997)
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
Capital outlay	203,521,512	232,706,356	29,199,373	203,506,983
Total expenditures	214,315,094	243,499,938	58,599,639	184,900,299
Excess (deficiency) of revenues over (under) expenditures	(146,050,196)	(175,235,040)	15,814,748	191,049,788
Designated cash	146,050,196	175,235,040	-	(175,235,040)
OTHER FINANCING SOURCES (USES)				
Transfers in (out)	-	-	-	-
SBITA financing	-	-	-	-
Bond issuance premiums	-	-	-	-
Payments to escrow agents	-	-	-	-
Debt issuance	-	-	-	-
Issuance of refunding debt	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net changes in fund balances	-	-	15,814,748	15,814,748
Fund balances - beginning of year	-	-	175,235,038	175,235,038
Fund balances - end of year	$ -	$ -	191,049,786	$ 191,049,786
RECONCILIATION TO GAAP BASIS				
Reversal of PY adjustments to revenues / expenditures			(2,367,111)	
CY adjustments to revenues			(358,444)	
CY adjustments to expenditures			1,175,235	
CY accruals of transfers in (out)			-	
Fund balances (GAAP basis)			$ 189,499,466	

* The facilities, supplies & services amount is part of capital outlay (Function 4000) budget and is not considered a deficit.

Debt Service Fund

State of New Mexico
Albuquerque Municipal School District No. 12

Debt Service Fund Description

Debt Service (41000) – To account for the accumulation of resources for, and the payment of, general long-term debt principal and interest. The resources of this fund are generated by a tax levy based upon property values.

State of New Mexico
Albuquerque Municipal School District No. 12
Debt Service Fund (41000)
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Budgetary Basis) and Actual
For the Year Ending June 30, 2025

Statement D-1
Fund 41000

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
REVENUES				
Property taxes	$ 91,955,221	$ 91,955,221	$ 97,849,869	$ 5,894,648
State grants	-	-	-	-
Federal grants	-	-	-	-
Miscellaneous	-	-	1,383,035	1,383,035
Interest	943,817	943,817	1,872,296	928,479
Total revenues	92,899,038	92,899,038	101,105,200	8,206,162
EXPENDITURES				
Current				
Instruction	-	-	-	-
Support services				
Students	-	-	-	-
Instruction	-	-	-	-
General administration	2,068,992	2,695,218	978,348	1,716,870
School administration	-	-	-	-
Central services	-	-	-	-
Operation & maintenance of plant	-	-	-	-
Student transportation	-	-	-	-
Other support services	-	-	-	-
Food services operations	-	-	-	-
Community services	-	-	-	-
Debt service	-			-
Reserve	84,845,984	90,899,426	-	90,899,426
Principal	85,155,000	85,155,000	85,155,000	-
Interest	22,390,014	22,390,014	22,390,014	-
Bond issuance costs	360,219	360,219	172,486	187,733
Capital outlay	-	-	-	-
Total expenditures	194,820,209	201,499,877	108,695,848	92,804,029
Excess (deficiency) of revenues over (under) expenditures	(101,921,171)	(108,600,839)	(7,590,648)	101,010,191
Designated cash	101,921,171	108,600,839	-	(108,600,839)
OTHER FINANCING SOURCES (USES)				
Transfers in (out)	-	-	-	-
Bond Issuance premiums	-	-	1,786,506	1,786,506
Payments to escrow agents	-	-	-	-
Debt issuance	-	-	-	-
Issuance of refunding debt	-	-	-	-
Total other financing sources (uses)	-	-	1,786,506	1,786,506
Net changes in fund balances	101,921,171	108,600,839	(5,804,142)	(5,804,142)
Fund balances - beginning of year	-	-	108,600,839	108,600,839
Fund balances - end of year	$ 101,921,171	$ 108,600,839	102,796,697	$ 102,796,697
RECONCILIATION TO GAAP BASIS				
Reversal of PY adjustments to revenues / expenditures			2,602,436	
CY adjustments to revenues			(523,964)	
CY adjustments to expenditures			-	
CY accruals of transfers in (out)			-	
Fund balances (GAAP basis)			$ 104,875,169	

Supporting Schedules

State of New Mexico
Albuquerque Municipal School District No. 12
Schedule of Collateral Pledged by Depository for Public Funds
June 30, 2025

Schedule I

Amounts are reported in dollars.

CASH IN CHECKING ACCOUNTS AND SAVINGS ACCOUNTS		
Bank of Albuquerque		
Total Deposits	$ 51,189,918	
FDIC Insurance	51,259,865	
Uninsured public funds		(69,947)
50% collateral requirement		(34,974)
Collateral:	Market Value	
FED HOME LN BNK TOPEKA,2.97%,matures 02/25/2026,CUSIP 30309LAJ7	3,236,403	
FED HOME LN BNK TOPEKA, 0.86%,matures 10/01/2027, CUSIP 3140J1TF5	100,641	3,337,044
Over collateralized		$ 3,372,018
Activity Funds & APS Departments - Various Banks *		
Total insured deposits	$ 9,040,964	
FDIC Insurance	$ 9,040,964	
Uninsured public funds		-
50% collateral requirement		-
Under collateralized		$ -

* The FDIC has issued an opinion that, due to the fiduciary nature of these funds, each school is independently insured at each financial institution up to a maximum of $250,000. District policy states that no school can maintain more than $250,000 in any one financial institution.

State of New Mexico
Albuquerque Municipal School District No. 12
Schedule of Cash and Temporary Investment Accounts
June 30, 2025

Schedule II

Amounts are reported in dollars.

Depository/Account Name	Type of Account	Cash Per Bank June 30, 2025	Add: Deposits in Transit	Less: Outstanding Checks/Wires	Adjusted Cash Balance June 30, 2025
Bank of Albuquerque (non-interest bearing)					
Operating	Checking	$ 94,753	$ -	$ -	$ 94,753
ICS Sweep	Checking	51,009,865	-	-	51,009,865
Payroll	Checking	-	-	107,663	(107,663)
Accounts Payable	Checking	-	-	21,370,216	(21,370,216)
Merchant Account	Checking	85,300	-		85,300
Total Bank of Albuquerque		51,189,918	-	21,477,879	29,712,039
Cash on hand	Petty Cash-GES	200	-	-	200
Total cash on hand		200	-	-	200
Cannon Cochran Management Services, Inc.					
Worker's Compensation Claims Fund	Imprest	1,234,254	503,157	237,411	1,500,000
Total Imprest Account		1,234,254	503,157	237,411	1,500,000
Invesco					
Investment	Investment	424,141,544	-	-	424,141,544
Total Invesco		424,141,544	-	-	424,141,544
State of New Mexico - LGIP					
State Treasurer Investment	Investment	230,000,000	-	-	230,000,000
Total State of NM LGIP		230,000,000	-	-	230,000,000
Zions Bank					
US Treasuries	Investment	211,058,172	-	-	211,058,172
Total Zions Bank		211,058,172	-	-	211,058,172
Various Banks					
Activity Funds & Departments	Checking	5,862,864	7,306	217,210	5,652,960
Activity Funds & Departments	CD's and Savings	3,178,101			3,178,101
Activity Funds & Departments	Change Funds	14,705			14,705
Total Activity Funds & Departments		9,055,670	7,306	217,210	8,845,766
Grand Total		$ 926,679,758	$ 510,463	$ 21,932,500	$ 905,257,721

State of New Mexico
Albuquerque Municipal School District No. 12
Schedule of Cash Reconciliation
June 30, 2025

Schedule III

	Operational 11000	Impact Aid Operational 15100	Impact Aid Operational 15200	Enterprise 60000	General Fund Total	Pupil Transportation 13000
June 30, 2024 Cash Available to Budget	$ 79,932,505	$ 490,943	$ 368,379	$ 6,679,796	$ 87,471,623	$ 113,271
2024-2025 Revenue	970,036,802	164,985	6,947,511	3,137,809	980,287,107	24,328,812
2024-2025 Expenditures	(963,653,995)	-	(5,093,259)	(2,784,348)	(971,531,602)	(24,442,083)
Reversions to NMPED	-	-	-	-	-	-
Permanent cash transfers	-	-	-	-	-	-
June 30, 2024 Cash Available to Budget	86,315,312	655,928	2,222,631	7,033,257	96,227,128	-
June 30, 2025 Payroll liabilities	119,775,472	-	-	-	119,775,472	-
June 30, 2025 Temporary outstanding loans	(40,875,992)	-	-	-	(40,875,992)	-
June 30, 2025 Adjustments/Reconciling Differences	2,229,668	-	-	-	2,229,668	-
June 30, 2025 Cash (Book Balance)	$ 167,444,460	$ 655,928	$ 2,222,631	$ 7,033,257	$ 177,356,276	$ -

Reconciliation to PED Cash Report Line 7

June 30, 2025 Cash (Book Balance)	$ 167,444,460	$ 655,928	$ 2,222,631	$ 7,033,257	$ 177,356,276	$ -
June 30, 2025 Payroll liabilities	(119,775,472)	-	-	-	(119,775,472)	-
June 30, 2025 Temporary outstanding loans	40,875,992	-	-	-	40,875,992	-
June 30, 2025 Adjustments/Reconciling Differences	(2,229,668)	-	-	-	(2,229,668)	-
Line 7 PED Cash Report June 30, 2024 *	$ 86,315,312	$ 655,928	$ 2,222,631	$ 7,033,257	$ 96,227,128	$ -

* May include rounding adjustments when compared to PED Cash Report

Schedule III

State of New Mexico
Albuquerque Municipal School District No. 12
Schedule of Cash Reconciliation
June 30, 2025

	Instructional Materials 14000	Food Service 21000	Food Service 21100	Athletics 22000	Non-Instructional 23000	Federal Flowthrough 24000
June 30, 2024 Cash Available to Budget	$ 114,249	$ 32,714,073	$ -	$ 648,719	$ 8,552,861	$ (56,881,207)
2024-2025 Revenue	-	38,016,105	7,357,389	1,083,450	9,509,769	146,222,129
2024-2025 Expenditures	(114,249)	(41,650,380)	(7,357,389)	(1,472,095)	(9,216,864)	(109,318,731)
Reversions to NMPED	-	-	-	-	-	-
Permanent cash transfers	-	-	-	-	-	-
June 30, 2024 Cash Available to Budget	-	29,079,798	-	260,074	8,845,766	(19,977,809)
June 30, 2025 Payroll liabilities	-	-	-	-	-	-
June 30, 2025 Temporary outstanding loans	-	-	-	-	-	20,039,023
June 30, 2025 Adjustments/Reconciling Differences	-	-	-	-	-	-
June 30, 2025 Cash (Book Balance)	$ -	$ 29,079,798	$ -	$ 260,074	$ 8,845,766	$ 61,214

Reconciliation to PED Cash Report Line 7

June 30, 2025 Cash (Book Balance)	$ -	$ 29,079,798	$ -	$ 260,074	$ 8,845,766	$ 61,214
June 30, 2025 Payroll liabilities	-	-	-	-	-	-
June 30, 2025 Temporary outstanding loans	-	-	-	-	-	(20,039,023)
June 30, 2025 Adjustments/Reconciling Differences	-	-	-	-	-	-
Line 7 PED Cash Report June 30, 2024 *	$ -	$ 29,079,798	$ -	$ 260,074	$ 8,845,766	$ (19,977,809)

* May include rounding adjustments when compared to PED Cash Report

State of New Mexico
Albuquerque Municipal School District No. 12
Schedule of Cash Reconciliation
June 30, 2025

	Federal Direct 25000	Local Grants 26000	State Flowthrough 27000	State Direct 28000	Local / State 29000	Bond Building 31100
June 30, 2024 Cash Available to Budget	$ 38,908,913	$ (364,518)	$ (7,083,718)	$ 170,891	$ 286,793	$ 126,905,576
2024-2025 Revenue	23,971,444	3,401,793	33,391,895	428,013	778,300	55,738,053
2024-2025 Expenditures	(20,365,120)	(4,263,295)	(32,102,653)	(943,595)	(948,611)	(42,629,936)
Reversions to NMPED	-	-	-	-	-	-
Permanent cash transfers	-	-	-		-	-
June 30, 2024 Cash Available to Budget	42,515,237	(1,226,020)	(5,794,476)	(344,691)	116,482	140,013,693
June 30, 2025 Payroll liabilities	-	-	-	-	-	-
June 30, 2025 Temporary outstanding loans	1,087,195	1,939,735	8,404,639	451,702	-	-
June 30, 2025 Adjustments/Reconciling Differences	(2)	-	(4,380)	-	-	-
June 30, 2025 Cash (Book Balance)	$ 43,602,430	$ 713,715	$ 2,605,783	$ 107,011	$ 116,482	$ 140,013,693
Reconciliation to PED Cash Report Line 7						
June 30, 2025 Cash (Book Balance)	$ 43,602,430	$ 713,715	$ 2,605,783	$ 107,011	$ 116,482	$ 140,013,693
June 30, 2025 Payroll liabilities	-	-	-	-	-	-
June 30, 2025 Temporary outstanding loans	(1,087,195)	(1,939,735)	(8,404,639)	(451,702)	-	-
June 30, 2025 Adjustments/Reconciling Differences	2	-	4,380	-	-	-
Line 7 PED Cash Report June 30, 2024 *	$ 42,515,237	$ (1,226,020)	$ (5,794,476)	$ (344,691)	$ 116,482	$ 140,013,693

* May include rounding adjustments when compared to PED Cash Report

Schedule III

State of New Mexico
Albuquerque Municipal School District No. 12
Schedule of Cash Reconciliation
June 30, 2025

	Public School Capital Outlay 31200	Special Capital Outlay Local 31300	Special Capital Outlay State 31400	Special Capital Outlay Federal 31500	HB-33 Capital Improvements 31600	SB-9 Capital Improvements Local 31701
June 30, 2024 Cash Available to Budget	$ 9,481,418	$ 29,321,869	$ (14,541,336)	$ (3,771,793)	$ 175,235,040	$ 62,523,901
2024-2025 Revenue		11,939,485	19,263,517	12,893,972	74,414,385	36,713,752
2024-2025 Expenditures	(3,349,946)	(1,669,060)	(6,801,693)	(15,996,365)	(58,599,639)	(39,944,191)
Reversions to NMPED	-	-	-	-	-	-
Permanent cash transfers	-	-	-	-	-	-
June 30, 2024 Cash Available to Budget	6,131,472	39,592,294	(2,079,512)	(6,874,186)	191,049,786	59,293,462
June 30, 2025 Payroll liabilities	-	-	-	-	-	-
June 30, 2025 Temporary outstanding loans	-	-	2,079,512	6,874,186	-	-
June 30, 2025 Adjustments/Reconciling Differences	-	-	-	-	-	2
June 30, 2025 Cash (Book Balance)	$ 6,131,472	$ 39,592,294	$ -	$ -	$ 191,049,786	$ 59,293,464
Reconciliation to PED Cash Report Line 7						
June 30, 2025 Cash (Book Balance)	$ 6,131,472	$ 39,592,294	$ -	$ -	$ 191,049,786	$ 59,293,464
June 30, 2025 Payroll liabilities	-	-	-	-	-	-
June 30, 2025 Temporary outstanding loans	-	-	(2,079,512)	(6,874,186)	-	-
June 30, 2025 Adjustments/Reconciling Differences	-	-	-	-	-	(2)
Line 7 PED Cash Report June 30, 2024 *	$ 6,131,472	$ 39,592,294	$ (2,079,512)	$ (6,874,186)	$ 191,049,786	$ 59,293,462

* May include rounding adjustments when compared to PED Cash Report

Schedule III

State of New Mexico
Albuquerque Municipal School District No. 12
Schedule of Cash Reconciliation
June 30, 2025

	SB-9 Capital Improvements Match 31703	ED. Tech. Equipment 31900	Debt Service 41000	Insurance Reserve 71010	Total All Funds
June 30, 2024 Cash Available to Budget	$ 9,739,951	$ 16,238,213	$ 108,600,839	$ 67,111,455	$ 691,497,083
2024-2025 Revenue	6,504,682	9,537,856	102,891,706	142,354,667	1,741,028,281
2024-2025 Expenditures	-	(833,315)	(108,695,848)	(147,026,037)	(1,649,272,697)
Reversions to NMPED	-	-	-	-	-
Permanent cash transfers	-	-	-	-	-
June 30, 2024 Cash Available to Budget	16,244,633	24,942,754	102,796,697	62,440,085	783,252,667
June 30, 2025 Payroll liabilities	-	-	-	-	119,775,472
June 30, 2025 Temporary outstanding loans	-	-	-	-	-
June 30, 2025 Adjustments/Reconciling Differences	-	4,294	-	-	2,229,582
June 30, 2025 Cash (Book Balance)	$ 16,244,633	$ 24,947,048	$ 102,796,697	$ 62,440,085	$ 905,257,721
				Cash and Cash Equivalents	$ 694,199,550
				Investments	211,058,172
			Total Cash, Cash Equivalents, & Investments Exhibit A-1		$ 905,257,722
Reconciliation to PED Cash Report Line 7					
June 30, 2025 Cash (Book Balance)	$ 16,244,633	$ 24,947,048	$ 102,796,697	$ 62,440,085	$ 905,257,721
June 30, 2025 Payroll liabilities	-	-	-	-	(119,775,472)
June 30, 2025 Temporary outstanding loans	-	-	-	-	-
June 30, 2025 Adjustments/Reconciling Differences	-	(4,294)	-	-	(2,229,582)
Line 7 PED Cash Report June 30, 2024 *	$ 16,244,633	$ 24,942,754	$ 102,796,697	$ 62,440,085	$ 783,252,667

* May include rounding adjustments when compared to PED Cash Report

State of New Mexico
Albuquerque Municipal School District No. 12
Legislative Capital Outlay Appropriations

Schedule IV

Active Appropriation ID	Appropriation Title	Appropriation Period	Funding Source	Original Appropriation	Expenditures to Date	Outstanding Encumbrance	Amounts Reverted	Unencumbered Balance
20-2048	ALBUQUERQUE DISTRICT OFFICE	6/30/2020 - 6/30/2024	STB	$ 195,030	$ 187,974	$ -	$ 7,056	$ -
20-2049	GRANT MIDDLE	6/30/2020 - 6/30/2024	STB	$ 200,000	$ 200,000	$ -	$ -	$ -
20-2050	HAWTHORNE ELEMENTARY	6/30/2020 - 6/30/2024	STB	$ 202,000	$ 201,526	$ -	$ 475	$ -
20-2051	HAYES MIDDLE	6/30/2020 - 6/30/2024	STB	$ 198,666	$ 198,450	$ -	$ 216	$ -
20-2052	Highland Autism Center	6/30/2020 - 6/30/2024	STB	$ 170,000	$ 168,736	$ -	$ 1,264	$ -
20-2053	HUBERT H HUMPHREY ELEMENTARY	6/30/2020 - 6/30/2024	STB	$ 150,000	$ 147,001	$ -	$ 2,999	$ -
20-2054	JACKSON MIDDLE	6/30/2020 - 6/30/2024	STB	$ 130,000	$ 129,116	$ -	$ 884	$ -
20-2055	JEFFERSON MIDDLE	6/30/2020 - 6/30/2024	STB	$ 130,000	$ 125,969	$ -	$ 4,031	$ -
20-2056	KENNEDY MIDDLE	6/30/2020 - 6/30/2024	STB	$ 125,000	$ 123,601	$ -	$ 1,399	$ -
20-2057	LAVALAND ELEMENTARY	6/30/2020 - 6/30/2024	STB	$ 100,000	$ 74,284	$ -	$ 25,716	$ -
20-2058	MANZANO HIGH	6/30/2020 - 6/30/2024	STB	$ 195,000	$ 193,050	$ -	$ 1,950	$ -
20-2059	MONTE VISTA ELEMENTARY	6/30/2020 - 6/30/2024	STB	$ 100,000	$ 99,956	$ -	$ 44	$ -
20-2062	PAINTED SKY ELEMENTARY	6/30/2020 - 6/30/2024	STB	$ 100,000	$ 99,988	$ -	$ 12	$ -
20-2063	RIO GRANDE HIGH	6/30/2020 - 6/30/2024	STB	$ 990,000	$ 990,000	$ -	$ -	$ -
20-2065	TOMASITA ELEMENTARY	6/30/2020 - 6/30/2024	STB	$ 190,000	$ 188,100	$ -	$ 1,900	$ -
20-2066	VALLEY HIGH	6/30/2020 - 6/30/2024	STB	$ 250,000	$ 249,714	$ -	$ 286	$ -
20-2067	WHITTIER ELEMENTARY	6/30/2020 - 6/30/2024	STB	$ 206,712	$ 206,712	$ -	$ -	$ -
20-3009	MADISON MIDDLE	6/30/2020 - 6/30/2024	GF	$ 75,000	$ 73,874	$ -	$ 1,126	$ -
20-3020	ADOBE ACRES ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 5,000	$ 5,000	$ -	$ -	$ -
20-3021	ALAMEDA ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 25,000	$ 25,000	$ -	$ -	$ -
20-3025	ALBUQUERQUE DISTRICT OFFICE	6/30/2020 - 6/30/2024	GF	$ 90,000	$ 89,991	$ -	$ 9	$ -
20-3026	ALBUQUERQUE DISTRICT OFFICE	6/30/2020 - 6/30/2024	GF	$ 380,000	$ 379,280	$ -	$ 720	$ -
20-3029	APACHE ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 130,000	$ 129,990	$ -	$ 10	$ -
20-3030	ARROYO DEL OSO ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 150,000	$ 146,770	$ -	$ 3,230	$ -
20-3031	Atrisco Heritage Academy HS	6/30/2020 - 6/30/2024	GF	$ 80,000	$ 79,900	$ -	$ 100	$ -
20-3033	BANDELIER ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 65,000	$ 65,000	$ -	$ -	$ -
20-3034	BARCELONA ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 5,000	$ 4,872	$ -	$ 128	$ -
20-3035	BEL-AIR ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 30,000	$ 29,890	$ -	$ 110	$ -
20-3038	CARLOS REY ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 5,000	$ 4,521	$ -	$ 479	$ -
20-3039	CHAMIZA ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 25,000	$ 24,999	$ -	$ 1	$ -
20-3040	CHELWOOD ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 70,000	$ 69,965	$ -	$ 35	$ -
20-3042	CLEVELAND MIDDLE	6/30/2020 - 6/30/2024	GF	$ 95,000	$ 93,148	$ -	$ 1,852	$ -
20-3044	COLLET PARK ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 130,000	$ 129,044	$ -	$ 956	$ -
20-3045	COMANCHE ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 80,000	$ 68,921	$ -	$ 11,079	$ -
20-3047	Coyote Willow Family School	6/30/2020 - 6/30/2024	GF	$ 45,000	$ 22,818	$ -	$ 22,182	$ -
20-3049	DEL NORTE HIGH	6/30/2020 - 6/30/2024	GF	$ 130,000	$ 129,985	$ -	$ 15	$ -
20-3050	DENNIS CHAVEZ ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 150,000	$ 149,430	$ -	$ 570	$ -
20-3051	DESERT RIDGE MIDDLE	6/30/2020 - 6/30/2024	GF	$ 55,000	$ 55,000	$ -	$ -	$ -
20-3052	THE FAMILY SCHOOL	6/30/2020 - 6/30/2024	GF	$ 15,000	$ 13,897	$ -	$ 1,103	$ -
20-3053	DOUBLE EAGLE ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 55,000	$ 54,971	$ -	$ 29	$ -
20-3054	DOUGLAS MACARTHUR ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 80,000	$ 78,875	$ -	$ 1,125	$ -
20-3059	Ecademy Virtual High School	6/30/2020 - 6/30/2024	GF	$ 70,000	$ 69,636	$ -	$ 364	$ -
20-3060	EDMUND G ROSS ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 75,000	$ 72,709	$ -	$ 2,291	$ -
20-3062	EISENHOWER MIDDLE	6/30/2020 - 6/30/2024	GF	$ 75,000	$ 74,697	$ -	$ 303	$ -
20-3065	FREEDOM HIGH	6/30/2020 - 6/30/2024	GF	$ 80,000	$ 78,746	$ -	$ 1,254	$ -
20-3068	George I Sanchez	6/30/2020 - 6/30/2024	GF	$ 25,000	$ 24,837	$ -	$ 163	$ -
20-3069	GEORGIA O'KEEFFE ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 55,000	$ 49,598	$ -	$ 5,402	$ -
20-3072	GOV BENT ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 74,000	$ 73,241	$ -	$ 759	$ -
20-3073	GRIEGOS ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 80,000	$ 79,987	$ -	$ 13	$ -
20-3077	Helen Cordero Primary	6/30/2020 - 6/30/2024	GF	$ 10,000	$ 10,000	$ -	$ -	$ -
20-3078	HIGHLAND HIGH	6/30/2020 - 6/30/2024	GF	$ 60,000	$ 42,180	$ -	$ 17,820	$ -
20-3079	HODGIN ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 40,000	$ 38,009	$ -	$ 1,991	$ -
20-3080	HOOVER MIDDLE	6/30/2020 - 6/30/2024	GF	$ 95,000	$ 95,000	$ -	$ -	$ -
20-3081	INEZ ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 40,000	$ 39,996	$ -	$ 4	$ -

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20-3083	JAMES MONROE MIDDLE	6/30/2020 - 6/30/2024	GF	$ 65,000	$ 65,000	$ -	$ -	$ -
20-3084	EUBANK ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 50,000	$ 49,540	$ -	$ 460	$ -
20-3086	JOHN BAKER ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 95,000	$ 86,477	$ -	$ 8,523	$ -
20-3087	KENNEDY MIDDLE	6/30/2020 - 6/30/2024	GF	$ 155,000	$ 154,891	$ -	$ 109	$ -
20-3088	KIRTLAND ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 50,000	$ 49,464	$ -	$ 536	$ -
20-3089	LA CUEVA HIGH	6/30/2020 - 6/30/2024	GF	$ 55,000	$ 54,195	$ -	$ 805	$ -
20-3090	LA LUZ ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 80,000	$ 77,933	$ -	$ 2,067	$ -
20-3091	LA MESA ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 140,000	$ 136,854	$ -	$ 3,146	$ -
20-3092	LOS PADILLAS ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 25,000	$ 24,435	$ -	$ 565	$ -
20-3094	LOS RANCHOS ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 53,000	$ 52,996	$ -	$ 4	$ -
20-3098	MARIE M HUGHES ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 45,000	$ 44,204	$ -	$ 796	$ -
20-3101	MARK TWAIN ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 90,000	$ 89,979	$ -	$ 21	$ -
20-3102	MATHESON PARK ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 80,000	$ 79,937	$ -	$ 63	$ -
20-3103	MCCOLLUM ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 130,000	$ 130,000	$ -	$ -	$ -
20-3107	MONTEZUMA ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 75,000	$ 74,900	$ -	$ 100	$ -
20-3109	MOUNTAIN VIEW ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 5,000	$ 4,914	$ -	$ 86	$ -
20-3110	NAVAJO ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 10,000	$ 10,000	$ -	$ -	$ -
20-3112	NEW FUTURES SCHOOL	6/30/2020 - 6/30/2024	GF	$ 80,000	$ 78,177	$ -	$ 1,823	$ -
20-3116	North Star Elementary	6/30/2020 - 6/30/2024	GF	$ 55,000	$ 52,934	$ -	$ 2,066	$ -
20-3117	ONATE ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 70,000	$ 70,000	$ -	$ -	$ -
20-3118	OSUNA ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 104,000	$ 98,880	$ -	$ 5,120	$ -
20-3119	PAJARITO ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 5,000	$ 4,872	$ -	$ 128	$ -
20-3120	PETROGLYPH ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 138,250	$ 133,832	$ -	$ 4,418	$ -
20-3121	POLK MIDDLE	6/30/2020 - 6/30/2024	GF	$ 25,000	$ 24,925	$ -	$ 75	$ -
20-3124	REGINALD CHAVEZ ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 40,000	$ 39,974	$ -	$ 26	$ -
20-3125	RIO GRANDE HIGH	6/30/2020 - 6/30/2024	GF	$ 10,000	$ 10,000	$ -	$ -	$ -
20-3127	Rudolfo Anaya Elementary	6/30/2020 - 6/30/2024	GF	$ 10,000	$ 10,000	$ -	$ -	$ -
20-3128	S. Y. JACKSON ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 65,000	$ 60,107	$ -	$ 4,893	$ -
20-3129	SANDIA HIGH	6/30/2020 - 6/30/2024	GF	$ 120,000	$ 120,000	$ -	$ -	$ -
20-3131	SEVEN-BAR ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 136,300	$ 106,644	$ -	$ 29,656	$ -
20-3133	SIERRA VISTA ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 45,000	$ 44,079	$ -	$ 921	$ -
20-3134	SOMBRA DEL MONTE ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 104,000	$ 103,345	$ -	$ 655	$ -
20-3136	Sunset View Elementary	6/30/2020 - 6/30/2024	GF	$ 45,000	$ 45,000	$ -	$ -	$ -
20-3137	TAFT MIDDLE	6/30/2020 - 6/30/2024	GF	$ 50,000	$ 49,992	$ -	$ 8	$ -
20-3138	TAYLOR MIDDLE	6/30/2020 - 6/30/2024	GF	$ 75,000	$ 74,928	$ -	$ 72	$ -
20-3139	Tierra Antigua Elementary	6/30/2020 - 6/30/2024	GF	$ 45,000	$ 43,786	$ -	$ 1,214	$ -
20-3140	Tony Hillerman Middle School	6/30/2020 - 6/30/2024	GF	$ 55,000	$ 53,450	$ -	$ 1,550	$ -
20-3141	Tres Volcanes Community Collaborative	6/30/2020 - 6/30/2024	GF	$ 45,000	$ 44,936	$ -	$ 64	$ -
20-3142	TRUMAN MIDDLE	6/30/2020 - 6/30/2024	GF	$ 35,000	$ 24,998	$ -	$ 10,002	$ -
20-3146	VAN BUREN MIDDLE	6/30/2020 - 6/30/2024	GF	$ 180,000	$ 179,993	$ -	$ 7	$ -
20-3147	VENTANA RANCH ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 55,000	$ 51,608	$ -	$ 3,392	$ -
20-3148	Volcano Vista High	6/30/2020 - 6/30/2024	GF	$ 75,000	$ 74,995	$ -	$ 5	$ -
20-3150	WHERRY ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 50,000	$ 49,974	$ -	$ 26	$ -
20-3151	WILSON MIDDLE	6/30/2020 - 6/30/2024	GF	$ 165,000	$ 164,637	$ -	$ 363	$ -
20-3153	ZUNI ELEMENTARY	6/30/2020 - 6/30/2024	GF	$ 50,000	$ 48,613	$ -	$ 1,387	$ -
21-2124	ADOBE ACRES ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 126,000	$ 125,544	$ -	$ -	$ 456
21-2125	ALAMEDA ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 46,000	$ 23,333	$ 19,435	$ -	$ 3,232
21-2126	ALAMOSA ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 55,000	$ 49,619	$ -	$ -	$ 5,381
21-2127	ALAMOSA ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 66,000	$ 65,644	$ -	$ -	$ 356
21-2128	ALBUQUERQUE HIGH	6/30/2021 - 6/30/2025	STB	$ 85,000	$ 84,742	$ -	$ -	$ 258
21-2130	ALVARADO ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 41,000	$ 40,878	$ -	$ -	$ 122
21-2131	APACHE ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 63,000	$ 63,000	$ -	$ -	$ -
21-2132	ARMIJO ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 76,000	$ 69,072	$ -	$ -	$ 6,928
21-2133	ATRISCO ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 90,000	$ 86,171	$ -	$ -	$ 3,829

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21-2134	ATRISCO ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 100,500	$ 97,996	$ 2,382	$ -	$ 121
21-2135	BANDELIER ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 90,000	$ 85,034	$ -	$ -	$ 4,966
21-2136	BARCELONA ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 139,000	$ 138,918	$ -	$ -	$ 82
21-2137	BEL-AIR ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 100,000	$ 99,402	$ -	$ -	$ 598
21-2138	BELLEHAVEN ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 30,000	$ 29,871	$ -	$ -	$ 129
21-2139	CARLOS REY ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 86,500	$ 86,036	$ -	$ -	$ 464
21-2140	CHAMIZA ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 21,600	$ 20,960	$ -	$ -	$ 640
21-2141	CHELWOOD ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 79,000	$ 78,879	$ -	$ -	$ 121
21-2142	CIBOLA HIGH	6/30/2021 - 6/30/2025	STB	$ 10,000	$ 9,517	$ -	$ -	$ 483
21-2144	CLEVELAND MIDDLE	6/30/2021 - 6/30/2025	STB	$ 80,000	$ 57,739	$ 22,151	$ -	$ 110
21-2145	COCHITI ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 87,000	$ 86,298	$ -	$ -	$ 702
21-2146	CORRALES ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 69,000	$ 67,912	$ -	$ -	$ 1,088
21-2147	Coyote Willow Family School	6/30/2021 - 6/30/2025	STB	$ 36,000	$ 27,805	$ -	$ -	$ 8,195
21-2148	DEL NORTE HIGH	6/30/2021 - 6/30/2025	STB	$ 80,600	$ 77,065	$ -	$ -	$ 3,535
21-2149	DENNIS CHAVEZ ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 45,000	$ 44,996	$ -	$ -	$ 4
21-2151	DOUGLAS MACARTHUR ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 36,000	$ 35,988	$ -	$ -	$ 12
21-2152	DURANES ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 83,000	$ 82,337	$ -	$ -	$ 663
21-2153	EAST SAN JOSE ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 55,000	$ 53,025	$ -	$ -	$ 1,975
21-2154	EDMUND G ROSS ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 94,000	$ 93,946	$ -	$ -	$ 54
21-2155	EDWARD GONZALES ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 118,500	$ 116,864	$ -	$ -	$ 1,636
21-2156	EISENHOWER MIDDLE	6/30/2021 - 6/30/2025	STB	$ 20,000	$ 19,771	$ -	$ -	$ 229
21-2157	ELDORADO HIGH	6/30/2021 - 6/30/2025	STB	$ 80,000	$ 67,651	$ -	$ -	$ 12,349
21-2158	EMERSON ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 57,000	$ 56,492	$ -	$ -	$ 508
21-2159	ERNIE PYLE MIDDLE	6/30/2021 - 6/30/2025	STB	$ 105,000	$ 54,962	$ 47,581	$ -	$ 2,457
21-2160	FREEDOM HIGH	6/30/2021 - 6/30/2025	STB	$ 46,500	$ 46,440	$ -	$ -	$ 60
21-2161	GARFIELD MIDDLE	6/30/2021 - 6/30/2025	STB	$ 80,000	$ 77,725	$ -	$ -	$ 2,275
21-2162	George I Sanchez	6/30/2021 - 6/30/2025	STB	$ 31,000	$ 30,753	$ -	$ -	$ 247
21-2165	GOV BENT ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 64,600	$ 64,305	$ -	$ -	$ 295
21-2166	GRANT MIDDLE	6/30/2021 - 6/30/2025	STB	$ 55,000	$ 54,862	$ -	$ -	$ 138
21-2167	GRIEGOS ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 75,000	$ 70,825	$ -	$ -	$ 4,175
21-2168	HARRISON MIDDLE	6/30/2021 - 6/30/2025	STB	$ 152,500	$ 152,384	$ -	$ -	$ 116
21-2169	HAWTHORNE ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 82,000	$ 78,984	$ -	$ -	$ 3,016
21-2170	HAWTHORNE ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 30,000	$ 29,995	$ -	$ -	$ 5
21-2172	Helen Cordero Primary	6/30/2021 - 6/30/2025	STB	$ 50,000	$ 49,973	$ -	$ -	$ 27
21-2173	HIGHLAND HIGH	6/30/2021 - 6/30/2025	STB	$ 120,000	$ 119,751	$ -	$ -	$ 249
21-2174	HODGIN ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 25,000	$ 24,979	$ -	$ -	$ 21
21-2175	HOOVER MIDDLE	6/30/2021 - 6/30/2025	STB	$ 80,000	$ 79,901	$ -	$ -	$ 99
21-2176	INEZ ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 50,000	$ 48,748	$ -	$ -	$ 1,252
21-2178	JACKSON MIDDLE	6/30/2021 - 6/30/2025	STB	$ 35,000	$ 32,679	$ -	$ -	$ 2,321
21-2179	JAMES MONROE MIDDLE	6/30/2021 - 6/30/2025	STB	$ 80,000	$ 78,375	$ -	$ -	$ 1,625
21-2180	JEFFERSON MIDDLE	6/30/2021 - 6/30/2025	STB	$ 65,250	$ 65,012	$ -	$ -	$ 238
21-2181	JIMMY CARTER MIDDLE	6/30/2021 - 6/30/2025	STB	$ 38,000	$ 37,920	$ -	$ -	$ 80
21-2182	JOHN ADAMS MIDDLE	6/30/2021 - 6/30/2025	STB	$ 100,200	$ 100,172	$ -	$ -	$ 28
21-2183	JOHN BAKER ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 80,000	$ 53,756	$ -	$ -	$ 26,244
21-2185	ALBUQUERQUE DISTRICT OFFICE	6/30/2021 - 6/30/2025	STB	$ 20,000	$ 19,198	$ -	$ -	$ 802
21-2186	KIRTLAND ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 23,200	$ 23,188	$ -	$ -	$ 12
21-2187	KIT CARSON ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 51,000	$ 43,782	$ 7,218	$ -	$ -
21-2189	LA LUZ ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 40,000	$ 39,927	$ -	$ -	$ 74
21-2190	LA MESA ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 36,000	$ 33,677	$ -	$ -	$ 2,323
21-2191	LAVALAND ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 80,000	$ 79,399	$ -	$ -	$ 601
21-2192	LEW WALLACE ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 28,500	$ 28,262	$ -	$ -	$ 238
21-2193	LOS PADILLAS ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 128,000	$ 127,728	$ -	$ -	$ 272
21-2194	LOS RANCHOS ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 36,000	$ 33,637	$ 2,334	$ -	$ 29
21-2195	LYNDON B JOHNSON MIDDLE	6/30/2021 - 6/30/2025	STB	$ 48,000	$ 47,938	$ -	$ -	$ 62

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21-2196	MADISON MIDDLE	6/30/2021 - 6/30/2025	STB	$ 87,000	$ 86,981	$ -	$ -	$ 20
21-2197	MANZANO HIGH	6/30/2021 - 6/30/2025	STB	$ 81,000	$ 80,984	$ -	$ -	$ 16
21-2198	MANZANO MESA ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 36,000	$ 34,799	$ -	$ -	$ 1,201
21-2199	MARIE M HUGHES ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 36,000	$ 28,787	$ -	$ -	$ 7,213
21-2200	MARK TWAIN ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 66,000	$ 30,171	$ -	$ -	$ 35,829
21-2201	MARY ANN BINFORD ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 33,000	$ 32,999	$ -	$ -	$ 1
21-2202	MATHESON PARK ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 35,000	$ 16,672	$ -	$ -	$ 18,328
21-2203	MCCOLLUM ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 80,000	$ 79,372	$ -	$ -	$ 628
21-2204	MCKINLEY MIDDLE	6/30/2021 - 6/30/2025	STB	$ 50,000	$ 50,000	$ -	$ -	$ -
21-2205	MISSION AVENUE ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 65,000	$ 64,865	$ -	$ -	$ 135
21-2206	MONTE VISTA ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 80,000	$ 32,425	$ 47,038	$ -	$ 537
21-2207	MONTEZUMA ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 30,000	$ 29,725	$ -	$ -	$ 275
21-2208	MOUNTAIN VIEW ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 39,000	$ 37,005	$ 1,534	$ -	$ 461
21-2209	NAVAJO ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 160,000	$ 159,958	$ -	$ -	$ 42
21-2210	NEW FUTURES SCHOOL	6/30/2021 - 6/30/2025	STB	$ 37,000	$ 17,363	$ 19,108	$ -	$ 529
21-2211	Nex+Gen Academy	6/30/2021 - 6/30/2025	STB	$ 13,200	$ 13,173	$ -	$ -	$ 27
21-2213	ONATE ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 79,000	$ 78,927	$ -	$ -	$ 73
21-2214	OSUNA ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 25,000	$ 24,736	$ -	$ -	$ 264
21-2215	PAINTED SKY ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 36,000	$ 35,788	$ -	$ -	$ 212
21-2216	PAJARITO ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 113,750	$ 34,031	$ -	$ -	$ 79,719
21-2217	PETROGLYPH ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 80,000	$ 70,341	$ -	$ -	$ 9,659
21-2218	POLK MIDDLE	6/30/2021 - 6/30/2025	STB	$ 40,000	$ 39,995	$ -	$ -	$ 5
21-2219	RIO GRANDE HIGH	6/30/2021 - 6/30/2025	STB	$ 191,000	$ 190,908	$ -	$ -	$ 93
21-2221	Rudolfo Anaya Elementary	6/30/2021 - 6/30/2025	STB	$ 110,000	$ 27,478	$ 81,691	$ -	$ 832
21-2222	SANDIA BASE ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 16,000	$ 12,481	$ -	$ -	$ 3,519
21-2223	SANDIA HIGH	6/30/2021 - 6/30/2025	STB	$ 32,000	$ 17,038	$ 14,097	$ -	$ 865
21-2224	ALBUQUERQUE DISTRICT OFFICE	6/30/2021 - 6/30/2025	STB	$ 60,000	$ 56,116	$ -	$ -	$ 3,884
21-2225	SEVEN-BAR ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 20,000	$ 19,906	$ -	$ -	$ 94
21-2226	SIERRA VISTA ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 88,800	$ 88,663	$ -	$ -	$ 137
21-2227	SOMBRA DEL MONTE ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 40,000	$ 27,193	$ 12,748	$ -	$ 59
21-2229	SUSIE R. MARMON ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 98,000	$ 97,651	$ -	$ -	$ 349
21-2231	TAFT MIDDLE	6/30/2021 - 6/30/2025	STB	$ 52,400	$ 33,669	$ 18,713	$ -	$ 18
21-2232	TAYLOR MIDDLE	6/30/2021 - 6/30/2025	STB	$ 81,000	$ 78,645	$ -	$ -	$ 2,356
21-2234	Tierra Antigua Elementary	6/30/2021 - 6/30/2025	STB	$ 135,600	$ 135,483	$ -	$ -	$ 117
21-2235	TOMASITA ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 36,000	$ 35,788	$ -	$ -	$ 212
21-2236	Tony Hillerman Middle School	6/30/2021 - 6/30/2025	STB	$ 54,000	$ 49,645	$ -	$ -	$ 4,355
21-2237	Tres Volcanes Community Collaborative	6/30/2021 - 6/30/2025	STB	$ 77,000	$ 75,948	$ -	$ -	$ 1,052
21-2238	TRUMAN MIDDLE	6/30/2021 - 6/30/2025	STB	$ 100,000	$ 96,311	$ -	$ -	$ 3,689
21-2239	VALLEY HIGH	6/30/2021 - 6/30/2025	STB	$ 65,500	$ 65,344	$ -	$ -	$ 156
21-2240	VENTANA RANCH ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 80,000	$ 77,932	$ -	$ -	$ 2,068
21-2241	Volcano Vista High	6/30/2021 - 6/30/2025	STB	$ 80,000	$ 77,045	$ -	$ -	$ 2,955
21-2242	WEST MESA HIGH	6/30/2021 - 6/30/2025	STB	$ 141,000	$ 138,064	$ -	$ -	$ 2,936
21-2243	WHERRY ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 22,500	$ 22,307	$ 186	$ -	$ 7
21-2244	WHITTIER ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 33,000	$ 32,897	$ -	$ -	$ 103
21-2245	WILSON MIDDLE	6/30/2021 - 6/30/2025	STB	$ 94,000	$ 90,665	$ -	$ -	$ 3,335
21-2246	ZIA ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 105,000	$ 104,944	$ -	$ -	$ 56
21-2247	ZUNI ELEMENTARY	6/30/2021 - 6/30/2025	STB	$ 50,000	$ 48,461	$ -	$ -	$ 1,539
22-2100	RIO GRANDE HIGH	6/30/2022 - 6/30/2026	STB	$ 297,000	$ 139,133	$ 1,346	$ -	$ 156,521
22-2108	ADOBE ACRES ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 25,000	$ 24,942	$ -	$ -	$ 58
22-2109	ALAMEDA ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 25,000	$ 24,985	$ -	$ -	$ 16
22-2110	ALAMOSA ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 70,000	$ 69,939	$ -	$ -	$ 61
22-2111	ALBUQUERQUE HIGH	6/30/2022 - 6/30/2026	STB	$ 50,000	$ 50,000	$ -	$ -	$ -
22-2113	ALVARADO ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 75,000	$ 74,272	$ -	$ -	$ 728
22-2114	APACHE ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 248,096	$ 247,916	$ -	$ -	$ 180

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22-2115	ARMIJO ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 15,000	$ 14,943	$ -	$ -	$ 57
22-2116	ARROYO DEL OSO ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 50,000	$ 49,969	$ -	$ -	$ 31
22-2117	ATRISCO ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 15,000	$ -	$ -	$ -	$ 15,000
22-2118	Atrisco Heritage Academy HS	6/30/2022 - 6/30/2026	STB	$ 50,000	$ -	$ -	$ -	$ 50,000
22-2119	BANDELIER ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 79,000	$ 78,932	$ -	$ -	$ 68
22-2120	BEL-AIR ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 47,000	$ 46,996	$ -	$ -	$ 4
22-2122	CARLOS REY ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 119,215	$ 118,688	$ -	$ -	$ 527
22-2123	CHAMIZA ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 201,346	$ 197,585	$ 1,377	$ -	$ 2,383
22-2124	CHAPARRAL ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 80,829	$ 80,814	$ -	$ -	$ 15
22-2125	CHELWOOD ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 170,275	$ 169,383	$ 754	$ -	$ 138
22-2126	CIBOLA HIGH	6/30/2022 - 6/30/2026	STB	$ 50,000	$ 49,963	$ -	$ -	$ 37
22-2128	CLEVELAND MIDDLE	6/30/2022 - 6/30/2026	STB	$ 20,000	$ 19,938	$ -	$ -	$ 62
22-2129	ALBUQUERQUE DISTRICT OFFICE	6/30/2022 - 6/30/2026	STB	$ 15,000	$ 14,983	$ -	$ -	$ 17
22-2130	COLLET PARK ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 30,000	$ 29,702	$ 277	$ -	$ 22
22-2131	COMANCHE ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 44,000	$ 43,918	$ -	$ -	$ 82
22-2132	Coyote Willow Family School	6/30/2022 - 6/30/2026	STB	$ 88,838	$ 88,341	$ -	$ -	$ 497
22-2133	ALBUQUERQUE DISTRICT OFFICE	6/30/2022 - 6/30/2026	STB	$ 69,601	$ 69,593	$ -	$ -	$ 8
22-2134	DESERT RIDGE MIDDLE	6/30/2022 - 6/30/2026	STB	$ 10,000	$ -	$ -	$ -	$ 10,000
22-2135	THE FAMILY SCHOOL	6/30/2022 - 6/30/2026	STB	$ 30,000	$ 29,949	$ -	$ -	$ 51
22-2136	DOLORES GONZALES ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 15,000	$ 14,802	$ -	$ -	$ 198
22-2137	DOUGLAS MACARTHUR ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 59,000	$ 58,840	$ -	$ -	$ 160
22-2138	DURANES ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 52,000	$ -	$ -	$ -	$ 52,000
22-2139	Ecademy Virtual High School	6/30/2022 - 6/30/2026	STB	$ 40,000	$ 39,879	$ -	$ -	$ 121
22-2140	EDWARD GONZALES ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 80,242	$ 80,235	$ -	$ -	$ 7
22-2141	EISENHOWER MIDDLE	6/30/2022 - 6/30/2026	STB	$ 50,000	$ 47,754	$ -	$ -	$ 2,246
22-2142	ELDORADO HIGH	6/30/2022 - 6/30/2026	STB	$ 80,242	$ 80,235	$ -	$ -	$ 7
22-2143	EMERSON ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 80,000	$ 79,938	$ -	$ -	$ 62
22-2144	ERNIE PYLE MIDDLE	6/30/2022 - 6/30/2026	STB	$ 80,000	$ 79,946	$ -	$ -	$ 54
22-2145	EUGENE FIELD ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 25,000	$ 24,835	$ 86	$ -	$ 79
22-2146	FREEDOM HIGH	6/30/2022 - 6/30/2026	STB	$ 40,000	$ 38,870	$ -	$ -	$ 1,130
22-2147	GARFIELD MIDDLE	6/30/2022 - 6/30/2026	STB	$ 49,000	$ 47,710	$ 993	$ -	$ 297
22-2148	George I Sanchez	6/30/2022 - 6/30/2026	STB	$ 25,000	$ 24,948	$ -	$ -	$ 52
22-2150	GRANT MIDDLE	6/30/2022 - 6/30/2026	STB	$ 150,959	$ 150,845	$ -	$ -	$ 114
22-2151	GRIEGOS ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 28,000	$ 27,952	$ -	$ -	$ 48
22-2152	HARRISON MIDDLE	6/30/2022 - 6/30/2026	STB	$ 50,000	$ 49,914	$ -	$ -	$ 86
22-2153	HAWTHORNE ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 108,000	$ 105,957	$ 1,604	$ -	$ 438
22-2154	Helen Cordero Primary	6/30/2022 - 6/30/2026	STB	$ 95,000	$ 94,607	$ 374	$ -	$ 19
22-2155	HIGHLAND HIGH	6/30/2022 - 6/30/2026	STB	$ 119,958	$ 119,955	$ -	$ -	$ 3
22-2156	HODGIN ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 30,000	$ 29,845	$ -	$ -	$ 155
22-2157	HOOVER MIDDLE	6/30/2022 - 6/30/2026	STB	$ 52,461	$ 49,614	$ -	$ -	$ 2,847
22-2158	HUBERT H HUMPHREY ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 40,000	$ 39,937	$ -	$ -	$ 63
22-2159	INEZ ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 50,000	$ 49,961	$ -	$ -	$ 39
22-2160	JAMES MONROE MIDDLE	6/30/2022 - 6/30/2026	STB	$ 80,242	$ 80,235	$ -	$ -	$ 7
22-2161	EUBANK ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 20,000	$ 19,942	$ -	$ -	$ 58
22-2162	JEFFERSON MIDDLE	6/30/2022 - 6/30/2026	STB	$ 80,000	$ 79,938	$ -	$ -	$ 62
22-2163	JIMMY CARTER MIDDLE	6/30/2022 - 6/30/2026	STB	$ 89,260	$ 88,167	$ -	$ -	$ 1,093
22-2164	JOHN ADAMS MIDDLE	6/30/2022 - 6/30/2026	STB	$ 129,484	$ 127,787	$ -	$ -	$ 1,697
22-2165	JOHN BAKER ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 24,134	$ 24,122	$ -	$ -	$ 12
22-2166	KENNEDY MIDDLE	6/30/2022 - 6/30/2026	STB	$ 235,000	$ 226,556	$ -	$ -	$ 8,444
22-2167	KIRTLAND ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 100,000	$ -	$ -	$ -	$ 100,000
22-2168	KIT CARSON ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 30,000	$ 29,921	$ -	$ -	$ 79
22-2169	LA CUEVA HIGH	6/30/2022 - 6/30/2026	STB	$ 25,000	$ 24,972	$ -	$ -	$ 28
22-2170	ALBUQUERQUE DISTRICT OFFICE	6/30/2022 - 6/30/2026	STB	$ 90,000	$ 89,945	$ -	$ -	$ 55
22-2171	LA MESA ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 149,800	$ 147,860	$ -	$ -	$ 1,940

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22-2172	LOS PADILLAS ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 50,000	$ -	$ -	$ -	$ 50,000
22-2173	LOS RANCHOS ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 45,000	$ 44,682	$ 259	$ -	$ 59
22-2174	LYNDON B JOHNSON MIDDLE	6/30/2022 - 6/30/2026	STB	$ 155,082	$ -	$ -	$ -	$ 155,082
22-2175	MADISON MIDDLE	6/30/2022 - 6/30/2026	STB	$ 45,000	$ 44,983	$ -	$ -	$ 17
22-2176	MANZANO HIGH	6/30/2022 - 6/30/2026	STB	$ 456,000	$ 443,965	$ 3,844	$ -	$ 8,191
22-2177	MANZANO MESA ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 51,974	$ 51,974	$ -	$ -	$ -
22-2178	MARIE M HUGHES ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 80,829	$ 80,814	$ -	$ -	$ 15
22-2179	MARK TWAIN ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 56,600	$ 56,076	$ -	$ -	$ 524
22-2180	MARY ANN BINFORD ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 50,000	$ 49,939	$ -	$ -	$ 61
22-2181	MCKINLEY MIDDLE	6/30/2022 - 6/30/2026	STB	$ 25,000	$ -	$ -	$ -	$ 25,000
22-2182	MISSION AVENUE ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 82,000	$ 81,464	$ -	$ -	$ 536
22-2183	MONTE VISTA ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 105,000	$ -	$ -	$ -	$ 105,000
22-2184	MONTEZUMA ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 22,000	$ 21,954	$ -	$ -	$ 46
22-2185	NAVAJO ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 60,000	$ 59,844	$ -	$ -	$ 156
22-2186	NEW FUTURES SCHOOL	6/30/2022 - 6/30/2026	STB	$ 57,000	$ 50,688	$ -	$ -	$ 6,312
22-2187	Nex+Gen Academy	6/30/2022 - 6/30/2026	STB	$ 30,000	$ 30,000	$ -	$ -	$ -
22-2189	ONATE ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 80,829	$ 80,814	$ -	$ -	$ 15
22-2190	OSUNA ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 80,000	$ 79,930	$ -	$ -	$ 70
22-2191	PAINTED SKY ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 80,829	$ 80,806	$ -	$ -	$ 23
22-2192	PAJARITO ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 25,000	$ 14,143	$ -	$ -	$ 10,857
22-2193	PETROGLYPH ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 150,000	$ 149,433	$ 58	$ -	$ 509
22-2194	POLK MIDDLE	6/30/2022 - 6/30/2026	STB	$ 25,000	$ 24,965	$ -	$ -	$ 35
22-2195	RIO GRANDE HIGH	6/30/2022 - 6/30/2026	STB	$ 150,000	$ 117,440	$ 7,876	$ -	$ 24,683
22-2196	Rudolfo Anaya Elementary	6/30/2022 - 6/30/2026	STB	$ 25,000	$ 24,799	$ -	$ -	$ 201
22-2197	SANDIA BASE ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 50,000	$ 49,899	$ -	$ -	$ 101
22-2198	ALBUQUERQUE DISTRICT OFFICE	6/30/2022 - 6/30/2026	STB	$ 50,000	$ 37,882	$ 6,337	$ -	$ 5,781
22-2199	SCHOOL ON WHEELS	6/30/2022 - 6/30/2026	STB	$ 10,000	$ 9,889	$ 91	$ -	$ 19
22-2200	SEVEN-BAR ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 50,000	$ 49,944	$ -	$ -	$ 56
22-2201	SIERRA VISTA ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 99,611	$ 59,821	$ 38,106	$ -	$ 1,684
22-2203	Sunset View Elementary	6/30/2022 - 6/30/2026	STB	$ 192,391	$ 82,836	$ 62,374	$ -	$ 47,181
22-2204	SUSIE R. MARMON ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 100,000	$ 99,830	$ -	$ -	$ 170
22-2205	TAFT MIDDLE	6/30/2022 - 6/30/2026	STB	$ 75,000	$ 74,988	$ -	$ -	$ 12
22-2206	TAYLOR MIDDLE	6/30/2022 - 6/30/2026	STB	$ 75,000	$ 74,936	$ -	$ -	$ 64
22-2207	Tierra Antigua Elementary	6/30/2022 - 6/30/2026	STB	$ 72,321	$ 72,255	$ -	$ -	$ 66
22-2208	TOMASITA ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 100,000	$ 99,938	$ -	$ -	$ 62
22-2209	Tony Hillerman Middle School	6/30/2022 - 6/30/2026	STB	$ 42,542	$ 42,461	$ -	$ -	$ 81
22-2210	Tres Volcanes Community Collaborative	6/30/2022 - 6/30/2026	STB	$ 49,523	$ 49,433	$ -	$ -	$ 90
22-2211	TRUMAN MIDDLE	6/30/2022 - 6/30/2026	STB	$ 200,000	$ -	$ -	$ -	$ 200,000
22-2212	VALLE VISTA ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 12,000	$ 11,957	$ -	$ -	$ 43
22-2213	VALLEY HIGH	6/30/2022 - 6/30/2026	STB	$ 25,000	$ 24,906	$ 1,346	$ -	$ (1,252)
22-2214	VAN BUREN MIDDLE	6/30/2022 - 6/30/2026	STB	$ 138,700	$ 96,453	$ 41,017	$ -	$ 1,230
22-2215	VENTANA RANCH ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 78,435	$ 78,375	$ -	$ -	$ 60
22-2216	Volcano Vista High	6/30/2022 - 6/30/2026	STB	$ 161,653	$ 161,427	$ 179	$ -	$ 47
22-2217	WEST MESA HIGH	6/30/2022 - 6/30/2026	STB	$ 80,830	$ 80,814	$ -	$ -	$ 16
22-2218	WHERRY ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 30,000	$ 29,972	$ -	$ -	$ 28
22-2219	WHITTIER ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 191,900	$ 190,963	$ -	$ -	$ 937
22-2220	WILSON MIDDLE	6/30/2022 - 6/30/2026	STB	$ 113,300	$ 113,243	$ -	$ -	$ 57
22-2221	ZIA ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 39,200	$ 39,159	$ -	$ -	$ 41
22-2222	ZUNI ELEMENTARY	6/30/2022 - 6/30/2026	STB	$ 20,000	$ 19,985	$ -	$ -	$ 15
23-2172	ADOBE ACRES ELEMENTARY	6/30/2023 - 6/30/2027	GF	$ 100,000	$ -	$ -	$ -	$ 100,000
23-2173	ALAMOSA ELEMENTARY	6/30/2023 - 6/30/2027	GF	$ 150,000	$ -	$ -	$ -	$ 150,000
23-2174	ALBUQUERQUE HIGH	6/30/2023 - 6/30/2027	GF	$ 100,000	$ 45,979	$ -	$ -	$ 54,021
23-2175	ALBUQUERQUE DISTRICT OFFICE	6/30/2023 - 6/30/2027	GF	$ 125,000	$ 119,140	$ -	$ -	$ 5,860
23-2176	ALBUQUERQUE DISTRICT OFFICE	6/30/2023 - 6/30/2027	GF	$ 116,490	$ -	$ -	$ -	$ 116,490

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23-2177	ARMIJO ELEMENTARY	6/30/2023 - 6/30/2027	GF	$ 99,500	$ 72,289	$ -	$ -	$ 27,211
23-2178	ARROYO DEL OSO ELEMENTARY	6/30/2023 - 6/30/2027	GF	$ 90,000	$ -	$ 90,000	$ -	$ -
23-2179	ATRISCO ELEMENTARY	6/30/2023 - 6/30/2027	GF	$ 75,000	$ -	$ -	$ -	$ 75,000
23-2180	Atrisco Heritage Academy HS	6/30/2023 - 6/30/2027	GF	$ 200,000	$ -	$ -	$ -	$ 200,000
23-2181	BELLEHAVEN ELEMENTARY	6/30/2023 - 6/30/2027	GF	$ 40,000	$ -	$ -	$ -	$ 40,000
23-2182	CARLOS REY ELEMENTARY	6/30/2023 - 6/30/2027	GF	$ 247,500	$ 66,988	$ -	$ -	$ 180,512
23-2183	CHAMIZA ELEMENTARY	6/30/2023 - 6/30/2027	GF	$ 103,950	$ -	$ -	$ -	$ 103,950
23-2184	CHAPARRAL ELEMENTARY	6/30/2023 - 6/30/2027	GF	$ 100,000	$ -	$ -	$ -	$ 100,000
23-2185	CHELWOOD ELEMENTARY	6/30/2023 - 6/30/2027	GF	$ 210,820	$ 93,766	$ 8	$ -	$ 117,047
23-2186	CIBOLA HIGH	6/30/2023 - 6/30/2027	GF	$ 150,000	$ -	$ -	$ -	$ 150,000
23-2187	COLLET PARK ELEMENTARY	6/30/2023 - 6/30/2027	GF	$ 90,000	$ -	$ -	$ -	$ 90,000
23-2188	CORRALES ELEMENTARY	6/30/2023 - 6/30/2027	GF	$ 169,290	$ -	$ -	$ -	$ 169,290
23-2189	DEL NORTE HIGH	6/30/2023 6/30/2027	GF	$ 95,000	$ 80,792	$ -	$ -	$ 14,208
23-2190	DENNIS CHAVEZ ELEMENTARY	6/30/2023 6/30/2027	GF	$ 50,000	$ -	$ -	$ -	$ 50,000
23-2193	EAST SAN JOSE ELEMENTARY	6/30/2023 6/30/2027	GF	$ 100,000	$ 83,095	$ -	$ -	$ 16,905
23-2194	EDMUND G ROSS ELEMENTARY	6/30/2023 6/30/2027	GF	$ 75,000	$ 55,807	$ -	$ -	$ 19,193
23-2195	EDWARD GONZALES ELEMENTARY	6/30/2023 6/30/2027	GF	$ 70,000	$ -	$ -	$ -	$ 70,000
23-2196	EISENHOWER MIDDLE	6/30/2023 6/30/2027	GF	$ 85,000	$ -	$ -	$ -	$ 85,000
23-2198	ELDORADO HIGH	6/30/2023 6/30/2027	GF	$ 140,000	$ -	$ -	$ -	$ 140,000
23-2199	EMERSON ELEMENTARY	6/30/2023 6/30/2027	GF	$ 174,240	$ -	$ -	$ -	$ 174,240
23-2200	EUGENE FIELD ELEMENTARY	6/30/2023 6/30/2027	GF	$ 25,000	$ 24,990	$ -	$ -	$ 10
23-2201	GARFIELD MIDDLE	6/30/2023 6/30/2027	GF	$ 185,625	$ 81,979	$ -	$ -	$ 103,646
23-2202	GEORGIA O'KEEFFE ELEMENTARY	6/30/2023 6/30/2027	GF	$ 15,000	$ -	$ -	$ -	$ 15,000
23-2205	GRANT MIDDLE	6/30/2023 6/30/2027	GF	$ 225,000	$ -	$ -	$ -	$ 225,000
23-2206	GRIEGOS ELEMENTARY	6/30/2023 6/30/2027	GF	$ 100,000	$ 99,998	$ -	$ -	$ 2
23-2207	HARRISON MIDDLE	6/30/2023 6/30/2027	GF	$ 200,000	$ 197,400	$ -	$ -	$ 2,600
23-2208	HAWTHORNE ELEMENTARY	6/30/2023 6/30/2027	GF	$ 174,042	$ 159,624	$ -	$ -	$ 14,418
23-2209	HAYES MIDDLE	6/30/2023 6/30/2027	GF	$ 125,000	$ -	$ -	$ -	$ 125,000
23-2210	Helen Cordero Primary	6/30/2023 6/30/2027	GF	$ 100,000	$ 58,474	$ -	$ -	$ 41,526
23-2211	HIGHLAND HIGH	6/30/2023 6/30/2027	GF	$ 133,000	$ -	$ -	$ -	$ 133,000
23-2212	HOOVER MIDDLE	6/30/2023 6/30/2027	GF	$ 65,000	$ -	$ -	$ -	$ 65,000
23-2213	HUBERT H HUMPHREY ELEMENTARY	6/30/2023 6/30/2027	GF	$ 75,000	$ -	$ -	$ -	$ 75,000
23-2214	INEZ ELEMENTARY	6/30/2023 6/30/2027	GF	$ 75,000	$ 12,739	$ -	$ -	$ 62,261
23-2215	JACKSON MIDDLE	6/30/2023 6/30/2027	GF	$ 225,000	$ -	$ -	$ -	$ 225,000
23-2216	EUBANK ELEMENTARY	6/30/2023 6/30/2027	GF	$ 50,000	$ 49,503	$ -	$ -	$ 497
23-2217	JEFFERSON MIDDLE	6/30/2023 6/30/2027	GF	$ 75,000	$ 50,510	$ -	$ -	$ 24,490
23-2218	JIMMY CARTER MIDDLE	6/30/2023 6/30/2027	GF	$ 100,000	$ -	$ -	$ -	$ 100,000
23-2219	JOHN ADAMS MIDDLE	6/30/2023 6/30/2027	GF	$ 150,000	$ -	$ -	$ -	$ 150,000
23-2220	JOHN BAKER ELEMENTARY	6/30/2023 6/30/2027	GF	$ 65,000	$ 26,158	$ -	$ -	$ 38,842
23-2221	KENNEDY MIDDLE	6/30/2023 6/30/2027	GF	$ 150,000	$ -	$ -	$ -	$ 150,000
23-2222	KIT CARSON ELEMENTARY	6/30/2023 6/30/2027	GF	$ 100,000	$ -	$ -	$ -	$ 100,000
23-2224	LA CUEVA HIGH	6/30/2023 6/30/2027	GF	$ 90,000	$ 26,271	$ -	$ -	$ 63,729
23-2225	LA MESA ELEMENTARY	6/30/2023 6/30/2027	GF	$ 102,000	$ -	$ -	$ -	$ 102,000
23-2226	LYNDON B JOHNSON MIDDLE	6/30/2023 6/30/2027	GF	$ 223,591	$ 116,876	$ -	$ -	$ 106,715
23-2227	LEW WALLACE ELEMENTARY	6/30/2023 6/30/2027	GF	$ 50,000	$ -	$ -	$ -	$ 50,000
23-2228	LONGFELLOW ELEMENTARY	6/30/2023 6/30/2027	GF	$ 50,000	$ -	$ -	$ -	$ 50,000
23-2229	LOS PADILLAS ELEMENTARY	6/30/2023 6/30/2027	GF	$ 100,000	$ -	$ -	$ -	$ 100,000
23-2231	LOS RANCHOS ELEMENTARY	6/30/2023 6/30/2027	GF	$ 118,800	$ 113,152	$ -	$ -	$ 5,648
23-2232	DOUGLAS MACARTHUR ELEMENTARY	6/30/2023 6/30/2027	GF	$ 168,300	$ 14,090	$ -	$ -	$ 154,210
23-2233	MADISON MIDDLE	6/30/2023 6/30/2027	GF	$ 75,000	$ -	$ -	$ -	$ 75,000
23-2234	MANZANO HIGH	6/30/2023 6/30/2027	GF	$ 198,000	$ -	$ -	$ -	$ 198,000
23-2235	MARIE M HUGHES ELEMENTARY	6/30/2023 6/30/2027	GF	$ 250,000	$ -	$ -	$ -	$ 250,000
23-2237	MARY ANN BINFORD ELEMENTARY	6/30/2023 6/30/2027	GF	$ 123,750	$ 92,971	$ -	$ -	$ 30,779
23-2238	MISSION AVENUE ELEMENTARY	6/30/2023 6/30/2027	GF	$ 118,800	$ 104,292	$ -	$ -	$ 14,508

State of New Mexico
Albuquerque Municipal School District No. 12
Legislative Capital Outlay Appropriations

Schedule IV

Active Appropriation ID	Appropriation Title	Appropriation Period		Funding Source	Original Appropriation	Expenditures to Date	Outstanding Encumbrance	Amounts Reverted	Unencumbered Balance
23-2239	MONTE VISTA ELEMENTARY	6/30/2023	6/30/2027	GF	$ 50,000	$ -	$ -	$ -	$ 50,000
23-2241	MONTEZUMA ELEMENTARY	6/30/2023	6/30/2027	GF	$ 40,000	$ -	$ -	$ -	$ 40,000
23-2242	MOUNTAIN VIEW ELEMENTARY	6/30/2023	6/30/2027	GF	$ 100,000	$ -	$ -	$ -	$ 100,000
23-2243	NAVAJO ELEMENTARY	6/30/2023	6/30/2027	GF	$ 75,000	$ -	$ -	$ -	$ 75,000
23-2244	Nex+Gen Academy	6/30/2023	6/30/2027	GF	$ 100,000	$ -	$ -	$ -	$ 100,000
23-2245	North Star Elementary	6/30/2023	6/30/2027	GF	$ 50,000	$ -	$ -	$ -	$ 50,000
23-2246	ONATE ELEMENTARY	6/30/2023	6/30/2027	GF	$ 75,000	$ 69,115	$ -	$ -	$ 5,885
23-2247	OSUNA ELEMENTARY	6/30/2023	6/30/2027	GF	$ 90,000	$ -	$ -	$ -	$ 90,000
23-2248	PAJARITO ELEMENTARY	6/30/2023	6/30/2027	GF	$ 100,000	$ 26,184	$ -	$ -	$ 73,816
23-2249	PETROGLYPH ELEMENTARY	6/30/2023	6/30/2027	GF	$ 103,903	$ -	$ -	$ -	$ 103,903
23-2250	REGINALD CHAVEZ ELEMENTARY	6/30/2023	6/30/2027	GF	$ 50,000	$ -	$ -	$ -	$ 50,000
23-2251	RIO GRANDE HIGH	6/30/2023	6/30/2027	GF	$ 600,000	$ 574,705	$ -	$ -	$ 25,295
23-2252	RIO GRANDE HIGH	6/30/2023	6/30/2027	GF	$ 120,000	$ -	$ -	$ -	$ 120,000
23-2253	Rudolfo Anaya Elementary	6/30/2023	6/30/2027	GF	$ 40,000	$ -	$ -	$ -	$ 40,000
23-2254	S. Y. JACKSON ELEMENTARY	6/30/2023	6/30/2027	GF	$ 65,000	$ -	$ -	$ -	$ 65,000
23-2255	SANDIA HIGH	6/30/2023	6/30/2027	GF	$ 600,000	$ -	$ -	$ -	$ 600,000
23-2256	ALBUQUERQUE DISTRICT OFFICE	6/30/2023	6/30/2027	GF	$ 102,278	$ 13,375	$ -	$ -	$ 88,903
23-2258	SIERRA VISTA ELEMENTARY	6/30/2023	6/30/2027	GF	$ 174,091	$ -	$ -	$ -	$ 174,091
23-2259	SOMBRA DEL MONTE ELEMENTARY	6/30/2023	6/30/2027	GF	$ 50,000	$ -	$ -	$ -	$ 50,000
23-2260	Sunset View Elementary	6/30/2023	6/30/2027	GF	$ 53,388	$ -	$ -	$ -	$ 53,388
23-2261	SUSIE R. MARMON ELEMENTARY	6/30/2023	6/30/2027	GF	$ 174,091	$ -	$ -	$ -	$ 174,091
23-2262	TAFT MIDDLE	6/30/2023	6/30/2027	GF	$ 118,800	$ 59,643	$ -	$ -	$ 59,157
23-2263	TAYLOR MIDDLE	6/30/2023	6/30/2027	GF	$ 181,367	$ -	$ -	$ -	$ 181,367
23-2264	Tierra Antigua Elementary	6/30/2023	6/30/2027	GF	$ 174,091	$ 3,179	$ -	$ -	$ 170,912
23-2265	TOMASITA ELEMENTARY	6/30/2023	6/30/2027	GF	$ 173,250	$ 150,304	$ -	$ -	$ 22,946
23-2266	Tony Hillerman Middle School	6/30/2023	6/30/2027	GF	$ 137,590	$ -	$ -	$ -	$ 137,590
23-2267	Tres Volcanes Community Collaborative	6/30/2023	6/30/2027	GF	$ 150,000	$ -	$ -	$ -	$ 150,000
23-2268	TRUMAN MIDDLE	6/30/2023	6/30/2027	GF	$ 175,000	$ -	$ -	$ -	$ 175,000
23-2269	VALLEY HIGH	6/30/2023	6/30/2027	GF	$ 322,500	$ 40,917	$ -	$ -	$ 281,583
23-2270	VAN BUREN MIDDLE	6/30/2023	6/30/2027	GF	$ 148,500	$ -	$ -	$ -	$ 148,500
23-2271	VAN BUREN MIDDLE	6/30/2023	6/30/2027	GF	$ 105,000	$ -	$ -	$ -	$ 105,000
23-2272	VENTANA RANCH ELEMENTARY	6/30/2023	6/30/2027	GF	$ 123,750	$ -	$ -	$ -	$ 123,750
23-2273	VISION QUEST ALTERNATIVE MIDDLE	6/30/2023	6/30/2027	GF	$ 70,000	$ 39,765	$ -	$ -	$ 30,235
23-2274	Volcano Vista High	6/30/2023	6/30/2027	GF	$ 317,978	$ -	$ -	$ -	$ 317,978
23-2275	WASHINGTON MIDDLE	6/30/2023	6/30/2027	GF	$ 55,000	$ -	$ -	$ -	$ 55,000
23-2276	WEST MESA HIGH	6/30/2023	6/30/2027	GF	$ 174,091	$ 80,362	$ -	$ -	$ 93,729
23-2277	WHITTIER ELEMENTARY	6/30/2023	6/30/2027	GF	$ 50,000	$ -	$ -	$ -	$ 50,000
23-2278	WILSON MIDDLE	6/30/2023	6/30/2027	GF	$ 153,450	$ 5,018	$ -	$ -	$ 148,432
23-2279	WILSON MIDDLE	6/30/2023	6/30/2027	GF	$ 152,278	$ -	$ -	$ -	$ 152,278

State of New Mexico
Albuquerque Municipal School District No. 12

Annual Comprehensive Financial Report
Fiscal Year Ended June 30, 2025

Volume II

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INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

The State of New Mexico
Albuquerque Public School District No. 12
The Board of Education
and
Mr. Joseph M. Maestas, PE, CFE
New Mexico State Auditor
Albuquerque, New Mexico

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, the aggregate remaining fund information, and the budgetary comparison for the general fund of Albuquerque Public School District No. 12 (the District), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We have also audited the financial statements of the governmental activities, each major fund, the aggregate remaining fund information and the budgetary comparisons for the general fund and each major special revenue fund of each discretely presented component unit, presented as supplementary information, as defined by the Governmental Accounting Standards Board (GASB) as of and for the year ended June 30, 2025, and the related notes to the financial statements, as listed in the table of contents and have issued our report thereon dated December 31, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and responses, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

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A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis.

We consider the following deficiencies described in the accompanying schedule of findings and responses to be material weaknesses.

MATERIAL WEAKNESS

Entity	Finding No.
Albuquerque Public Schools Foundation	2025-001
Cien Aguas International School	2025-001
Digital Arts and Technology Academy	2025-002
East Mountain High School	2025-001, 2025-004
Health Leadership High School	2025-002, 2025-003
La Academia de Esperanza Charter School	2025-002, 2025-004
Mark Armijo Academy	2025-003
Native American Community Academy	2025-004, 2025-005, 2025-006
Native American Community Academy Foundation	2025-001
New Mexico International School	2025-001
New Mexico International School Foundation	2025-001, 2025-002
Robert F. Kennedy Charter School	2025-001
South Valley Academy	2025-001
Voz Collegiate Preparatory Charter School	2025-002

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying schedule of findings and responses to be significant deficiencies.

SIGNIFICANT DEFICIENCY

Entity	Finding No.
Christine Duncan Heritage Academy	2025-002
Gordon Bernell Charter School	2025-002
Siembra Leadership High School	2025-003
Voz Collegiate Preparatory Charter School	2025-001, 2025-003
Voz Collegiate Preparatory Charter School Foundation	2025-001

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* which are described in the accompanying schedule of findings and responses.

Entity	Finding No.
Albuquerque Public Schools	2025-001, 2025-002
ACE Leadership High School	2025-001
Albuquerque Talent Development Academy	2025-001
Christine Duncan Heritage Academy	2025-001
Coral Community Charter School	2025-001
Digital Arts and Technology Academy	2025-001, 2025-003
East Mountain High School	2025-002, 2025-003
East Mountain High School Foundation	2025-001
El Camino Real Academy	2025-001, 2025-002
Gilbert L. Sena Charter High School	2025-001, 2025-002
Gordon Bernell Charter School	2025-001
Health Leadership High School	2025-001
International School at Mesa del Sol	2025-001, 2025-002
La Academia de Esperanza Charter School	2025-001, 2025-003
Mark Armijo Academy	2025-001, 2025-002
Friends of Montessori Foundation	2025-001
Mountain Mahogany Community School	2025-001
Native American Community Academy	2025-001, 2025-002, 2025-003
New America School	2025-001, 2025-002, 2025-003
New Mexico International School	2025-002
Robert F. Kennedy Charter School	2025-002
Siembra Leadership High School	2025-001, 2025-002
South Valley Academy	2025-002
Voz Collegiate Preparatory Charter School	2025-004

District's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the District's response to the findings identified in our audit and described in the accompanying schedule of findings and responses. The District's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Albuquerque, New Mexico
December 31, 2025

STATE OF NEW MEXICO
ALBUQUERQUE MUNICIPAL SCHOOL DISTRICT NO. 12
SCHEDULE OF FINDINGS AND RESPONSES
YEAR ENDED JUNE 30, 2025

Section I – Summary of Auditors' Results

Financial Statements

1.	Type of auditors' report issued:	Unmodified	
2.	Internal control over financial reporting:		
	• Material weakness(es) identified?	x yes	_____ no
	• Significant deficiency(ies) identified? reported	x yes	_____ none
3.	Noncompliance material to financial statements noted?	_____ yes	x no

STATE OF NEW MEXICO
ALBUQUERQUE MUNICIPAL SCHOOL DISTRICT NO. 12
SCHEDULE OF FINDINGS AND RESPONSES
YEAR ENDED JUNE 30, 2025

Section II – Financial Statement Findings

None related to the **Albuquerque Municipal School District No. 12**

STATE OF NEW MEXICO
ALBUQUERQUE MUNICIPAL SCHOOL DISTRICT NO. 12
SCHEDULE OF FINDINGS AND RESPONSES
YEAR ENDED JUNE 30, 2025

Section III – Other Findings as Required by Section 12-6-5 NMSA 1978

Albuquerque Municipal School District No. 12

2025 – 001 Year-End Accounts Payable Accrual (Other Matters)

Condition/ Context: During our review of year end accounts payable, we identified approximately $1.2M of payables that were improperly included in the accounts payable listing.

Criteria: Expenses should be accrued if goods or services are received by year-end under generally accepted accounting principles (GAAP), regardless of invoice date or payment timing.

Cause: Management oversight.

Effect: Possible misstatements in the District's financial statements.

Auditor's Recommendation: Management should review these exceptions and consider revising procedures to strengthen review processes.

Management's Response: The original accrual of $1,221,044 was largely composed of three software license invoices that had been mistakenly recorded, as identified by the auditors during their testing. Following a more detailed review of software license account, the District uncovered additional software license invoices, bringing the corrected accrual total to $1,525,153. Rather than limiting adjustments to the auditor's findings, the District elected to incorporate all necessary corrections to ensure the financial statements accurately reflect the transactions.
Due to all of the invoices accrued in error being dated prior to July 1, the existing process did not flag them for further review. Moving forward, the District will review all transaction activity in the software license account to ensure software license invoices are properly accrued to the correct fiscal year, regardless of invoice date.

In addition to the procedure described above, the district has implemented (or is in the process of implementing) the following corrective actions:

1. Enhanced Year-End Procedures: The district has revised its subsequent disbursement accrual process to include detailed steps for identifying and verifying subsequent disbursements applicable to the reporting period. This process ensures that only appropriate transactions are accrued in accordance with the modified accrual and full accrual bases of accounting, as applicable.
2. Supporting Documentation and Review: All accrual estimates will continue to be supported by verifiable documentation such as purchase orders, invoices, and receiving reports. Each accrual entry will be subject to supervisory review and approval to confirm completeness and accuracy.
3. Staff Training on GASB Accrual Requirements: Accounting personnel will receive annual training on the identification and recognition of liabilities under GASB Statement No. 33 and related guidance to ensure consistent application of accrual principles.
4. Continuous Monitoring: The agency will incorporate this review into its annual audit assessment to promote ongoing compliance with GASB reporting requirements and accurate presentation of financial information in the ACFR.

Implementation: The district expects these corrective actions to be fully implemented by 11/12/2025.

Person Responsible: District Controller

Section III – Other Findings as Required by Section 12-6-5 NMSA 1978 (Continued)

Albuquerque Municipal School District No. 12 (continued)

2025-002 General Controls Over Information Technology (Other Matters)

Condition/Context: During our review of general information technology controls, we observed the following gaps in documentation and process:

1. The department could not provide documentation of the most recent IT risk assessment.

2. The Data Security, Employee Acceptable Use, and Appropriate Access Controls Policies had not been reviewed or updated during the audit period.

3. The Hometown Ticketing Platform's password settings lack key security configurations, including complexity requirements, password expiration, and password history enforcement.

4. Three terminated users still had active accounts in Active Directory and Lawson.

5. The department has not implemented multi-factor authentication (MFA) for privileged network access.

6. While the department has established processes for managing privileged access to the network and financial applications, it does not maintain documented user access reviews.

7. In one system, proper user access controls were not maintained, allowing non-APS (NMAA District Account) bank accounts to be added.

Criteria:

Risk Management Process
Establishing a process for managing IT risk that follows a credible industry source, such as the National Institute of Standards and Technology (NIST), helps the department effectively identify, assess, and respond to risks impacting systems and data.

Policy Governance and Maintenance
Maintaining and periodically reviewing IT policies—such as data security, acceptable use, and access controls—ensures they remain relevant and effective in addressing current threats and operational needs, as recommended by NIST.

Secure Authentication Practices
Implementing password configurations that reflect NIST-recommended practices—including complexity, expiration, and history—helps safeguard systems against unauthorized access and credential-based attacks.

Access Control and Deprovisioning
Ensuring timely removal of access for terminated users supports NIST’s guidance on access control and helps prevent unauthorized use of systems and sensitive information.

Section III – Other Findings as Required by Section 12-6-5 NMSA 1978 (Continued)

Albuquerque Municipal School District No. 12 (continued)

2025-002 General Controls Over Information Technology (Other Matters) (Continued)

Multi-Factor Authentication (MFA)
Applying MFA to privileged network and application access enhances identity assurance and aligns with NIST's emphasis on layered security controls for critical systems.

User Access Review and Oversight
Conducting and documenting regular user access reviews helps ensure that access rights remain appropriate and supports NIST's principle of continuous monitoring and role-based access control.

System Integrity and Transaction Safeguards
Enforcing proper system controls to prevent unauthorized transactions—such as the addition of non-approved bank accounts—helps maintain data integrity and aligns with NIST's recommendations for protecting against misuse and fraud.

Cause:

Risk Management Process
Due to competing priorities and limited resources, making it challenging to allocate time for risk evaluation activities.

Policy Governance and Maintenance
No established review cycle and staffing constraints have delayed governance activities.

Secure Authentication Practices
Due to lack of a formal process to enforce NIST-recommended authentication standards.

Access Control and Deprovisioning
High user volume and short staffing within IT and HR have made timely account deactivation and tracking difficult.

Multi-Factor Authentication (MFA)
Due to reliance on older systems, budget limitations, and competing technology priorities.

User Access Review and Oversight
No formalized process or assigned responsibility for conducting and recording these reviews.

System Integrity and Transaction Safeguards
Insufficient segregation of duties and lack of monitoring tools within the current system configuration.

Section III – Other Findings as Required by Section 12-6-5 NMSA 1978 (Continued)

Albuquerque Municipal School District No. 12 (continued)

2025-002 General Controls Over Information Technology (Other Matters) (Continued)

Effect:

Increased Security Risks: Lack of documentation, missing security training records, and absent password policies can leave systems vulnerable to unauthorized access, data breaches, and cyberattacks.

Unauthorized Transactions: Weak user access controls, especially in financial systems, could allow non-APS bank accounts to be added, increasing the risk of misappropriation or fraudulent transfer of district funds.

Non-Compliance with Policies and Regulations: Missing IT risk assessments, backup/recovery documentation, and access management records may result in non-compliance with internal policies, audit requirements, and external regulations.

Operational Disruptions: Without backup and restoration procedures and evidence of recent system restores, the district may be unable to recover quickly from system failures, data loss, or disasters, leading to prolonged downtime and loss of critical data.

Inadequate Change Management: Missing documentation for change environments (development, testing, production) can result in untracked or unauthorized changes, increasing the risk of system instability or errors.

Limited Accountability and Transparency: Absence of access request/revocation records and software inventories makes it difficult to track who has access to sensitive systems and data, reducing accountability and increasing the risk of insider threats.

Recommendation: To strengthen IT controls and support APS Finance, we recommend implementing a collaborative, centralized documentation process for key IT activities. This should include:

- Maintaining a secure, shared repository for IT risk assessments, software inventories, security training records, access management documentation, backup/recovery procedures, and system restore logs.
- Assigning responsibility for regular updates and periodic reviews of these records.
- Using simple tracking tools (such as a spreadsheet or ticketing system) to log access requests, approvals, and revocations.
- Scheduling and documenting regular backup and restoration tests, with results stored in the repository.
- Reviewing and enhancing user access controls in all financial systems to ensure only authorized APS bank accounts can be added, and implementing monitoring to prevent unauthorized transfers.

Section III – Other Findings as Required by Section 12-6-5 NMSA 1978 (Continued)

Albuquerque Municipal School District No. 12 (continued)

2025-002 General Controls Over Information Technology (Other Matters) (Continued)

- Encouraging ongoing collaboration between the IT department, Finance, and other relevant departments to ensure that documentation, controls, and processes reflect operational needs and risks across the organization.

- This approach is practical, scalable, and will help ensure that critical IT documentation and controls are maintained, while fostering shared ownership and accountability for system integrity.

Management's Response: APS has adopted the NIST CSF as their Information Security Framework and maintains an Information Security Steering Committee for governance. The NIST CSF promotes continuous improvement, and APS will invest further resources in our information security program to attain and maintain the level of desired information security as requirements increase.

In addition, APS will work with our vendors to add desired controls or integrations into existing systems with controls, and will improve our documentation and information sharing.

Implementation: In progress. We anticipate completing actions required of APS staff by June 30, 2026. Implementation of controls and integrations by 3rd parties will be complete within another six months following, by December 31, 2026.

Person Responsible: Chief Technology Officer, Senior Director Business Systems, Information Security and Compliance Administrator.

Section IV – Other Matters

DISCRETELY PRESENTED COMPONENT UNIT FINDINGS

Albuquerque Public Schools Foundation

2025-001 Revenue and Expense Cutoff (Material Weakness)

Condition: Three unconditional grants receivable, in the amount of $900,000, $362,000, and $500,000 as of and for the years ended June 30, 2025, 2024, and 2023, respectively, were not properly recognized in the year of award. Furthermore, prepaid expenses improperly included event expenses in the amount of $61,570 and $41,232 for events that occurred during the years ended June 30, 2025 and 2024, respectively.

Criteria: The Foundation should establish and maintain internal controls to provide reasonable assurance that the financial statements are prepared in accordance with U.S. GAAP, specifically matching principles (recording revenues when earned or as unconditional promises to give are made, and recording expenses in the same period as the revenues they help generate).

Cause: There were insufficient internal controls in place related to multi-year grants and the associated revenue recognition. In addition, transitions in both the Business Manager role and among outsourced CPA providers, combined with new multi-year grant activity during the years noted, contributed to inconsistent treatment. The foundation also had not been advised by its previous auditors or CPA firm on the proper method for revenue recognition on these multi-year grants.

Effect: Understated grants receivable, grant revenues, and net assets with donor restriction (conservative misstatements) and overstated prepaid expenses and understated fundraising expenses. There was no fraudulent activity or misappropriation, as the funds were spent in accordance with donor restriction, and don't have an impact on the Foundations day-to-day operations, budgeting, etc..

Repeat Finding: This is not a repeat finding.

Recommendation: CLA recommends the Foundation implement formal policies and procedure related to the execution and review of grant agreements for revenue recognition in accordance with U.S. GAAP. Furthermore, CLA recommends management utilize a financial close and reporting checklist to ensure all necessary journal entries are considered on a monthly basis, including but not limited to reconciling grants receivable and prepaid expenses.

Views of responsible officials and planned corrective actions: Regarding recognition of multi-year grant award revenue: The Foundation agrees with this finding, and the stated Cause. We also acknowledge the oversight and proper accounting over these transactions were being performed as part of professional services provided by the Foundation's prior and current outsourced CPA firms and did not receive advisement on how to handle revenue recognition on multi-year grants. The Foundation also notes that the fiscal year 2023 and fiscal year 2024 audits were audited by a reputable national CPA firm, who also did not identify this matter. The Foundation has implemented a quarterly procedure in which all new grant awards are reviewed by management, in consultation with the Foundation's outsourced CPA firm, to determine proper recording in accordance with U.S. GAAP.

Section IV – Other Matters (Continued)

Albuquerque Public Schools Foundation (Continued)

2025-001 Revenue and Expense Cutoff – (Material Weakness) (Continued)

Views of responsible officials and planned corrective actions (continued): Regarding recognition of event expenses in the correct fiscal period: The Foundation agrees with this finding, and has implemented a quarterly procedure in which all such activity will be reconciled against the timing of events being held to ensure proper timing of recording of transactions.

Management is committed to continuous improvement and has taken the necessary steps to remedy this issue. We have implemented processes to reconcile grants receivable quarterly and ensure that prepaid are reconciled subsequent to special events occurring.

ACE LEADERSHIP HIGH SCHOOL

2025-001 (2022-009) Financial Close and Reporting (Other Matters)

Condition/Context: During the audit, it was noted that expenditures exceeded revenues by $1,694 for Fund 24174. Fund 24174 is a reimbursable fund, and as such, expenditures and revenues should be equal at year-end.

Management's Progress for Repeat Findings: Management failed to implement adequate controls to resolve the finding and will work toward corrective action during FY2026.

Criteria: Per NMAC 6.20.2.11, every school district shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP.

Cause: Management oversight.

Effect: Noncompliance with state statute.

Repeating Finding: 2024-005

Auditor's Recommendation: We recommend management establish controls necessary to monitor the budget and submit any necessary adjustments on a timely basis to avoid any overspending of functions and allow sufficient time to receive a budget adjustment approval if needed.

Management's Response: Management agrees with finding. The school will work to monitor all expenditures are allowable on funds and do appropriate journal entries to move expenditures if not allowable before year end.

Implementation: Management will do a permanent cash transfer for fund 24174 to move the expenditures to 11000 fund by June 30, 2026.

Person Responsible: Business Manager

Section IV – Other Matters (Continued)

ACE LEADERSHIP HIGH SCHOOL FOUNDATION

No findings to report for Fiscal Year 2025.

ALBUQUERQUE CHARTER ACADEMY

No findings to report for Fiscal Year 2025.

ALBUQUERQUE TALENT DEVELOPMENT ACADEMY

2025-001 Internal Controls over Bank Reconciliations (Other Matters)

Condition: The June 2025 bank reconciliation that was initially reviewed, approved, and submitted for audit did not match the trial balance. A variance of $4,407 resulted from payroll liabilities paid on June 30, which affected the reconciliation after its preparation. This discrepancy was only discovered during audit procedures, revealing that the original reconciliation was inaccurate.

Criteria: Per NMAC 6.20.2.11, every school district shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of the financial statements in accordance with GAAP. Bank reconciliations should be prepared and reviewed on a monthly basis and should reconcile to the trial balance and general ledger.

Cause: Management oversight. Lack of effective internal controls surrounding both the preparation and review of the bank reconciliation.

Effect: Risk of inaccurate cash reporting and misstated financial statements.

Repeating Finding: No

Auditor's Recommendation: We recommend the monthly preparation and review of the bank reconciliation include a comparison to the trial balance and the general ledger.

Management's Response: Beginning immediately, the Business Office will compare the cash balance per the trial balance to the cash per bank reconciliation each month before approval. Any variances will be researched and resolved prior to closing the period. This process ensures that all payroll and other transactions posted after the reconciliation date are captured in both the bank reconciliation and the general ledger.

Implementation Date: By June 30, 2026.

Person Responsible: Business Manager

ALICE KING COMMUNITY SCHOOL

No findings to report for Fiscal Year 2025.

Section IV – Other Matters (Continued)

ALICE KING COMMUNITY FOUNDATION

No findings to report for Fiscal Year 2025.

CHRISTINE DUNCAN HERITAGE ACADEMY

2025-001 Lack of Internal Controls and Policies Regarding Related Party Contracts (Other Noncompliance)

Condition/Context: During review of signed conflicts of interest, we noted:

The school does not have internal controls or policies in place regarding related party contracts.

While the nepotism policy was waived by Governance, the related party contract was not reviewed or approved by the Governing Council. Additionally, the school's policy manual does not include provisions for identifying, approving, or monitoring related party transactions.

Criteria: NMSA §22-8B-5.2 establishes requirements for charter schools to prevent and manage conflicts of interest in contracting and employment decisions. Specifically:

- **Subsection A** prohibits a governing body member or their immediate family from having a financial interest in contracts with the charter school. Any such contract is voidable, and individuals may be personally liable for damages.
- **Subsection B** prohibits governing body members, employees, officers, or agents from participating in selecting, awarding, or administering a contract if a conflict of interest exists. A violation renders the contract voidable.
- **Subsection D** defines "immediate family member" broadly to include spouse, parents, children, siblings, in-laws, and other financially supported relatives.

These provisions require charter schools to implement internal controls and governance policies to identify, review, and approve related-party transactions to ensure compliance and mitigate risk of voidable contracts and financial liability.

Cause: The school has not developed or implemented policies and procedures for related party transactions.

Effect: Potential for conflicts of interest, lack of transparency, and non-compliance with best practices and regulatory expectations.

Repeating Finding: No

Section IV – Other Matters (Continued)

CHRISTINE DUNCAN HERITAGE ACADEMY (CONTINUED)

2025-001 Lack of Internal Controls and Policies Regarding Related Party Contracts (Other Noncompliance) (Continued)

Auditor's Recommendation: The school should develop and implement internal controls and policies for identifying, approving, and monitoring related party contracts. All related party transactions should be reviewed and approved by the Governing Council, and the policy manual should be updated accordingly.

Management's Response: The school has brought all nepotism waivers before the governing council as required. Christine Duncan Heritage Academy will amend their GC nepotism policy to include an annual review of all payments and other relevant employee documents (observations, referrals, evaluations, etc..) for any employee related to or apart of a nepotism waiver for Governing Council oversight.

Implementation: December 17, 2025.

Person Responsible: Governing Council, Executive Director, Business Manager.

2025-002 (2018-041) Financial Close and Reporting (Significant Deficiency)

Condition/Context: During our review of capital assets, we noted maintenance and repairs costs totaling $110,305 were improperly included as capital asset additions, and these costs were also improperly depreciated, resulting in $6,985 of excess depreciation expense.

Management's Progress for Repeat Findings: Management failed to implement adequate controls to resolve the finding and will work toward corrective action during FY2026.

Criteria: Per NMAC 6.20.2.22(C), Assets of a long-term character which are intended to continue to be held or used, such as land, buildings, furniture, machinery and equipment shall be acquired and accounted for through the development and implementation of a complete property control system which shall be adopted by the local board and in accordance with GAAP.

Cause: Lack of proper review and understanding of capitalization policies.

Effect: Overstatement of capital assets and depreciation expense; misstatement of financial statements.

Repeating Finding: 2024-010

Auditor's Recommendation: The school should review and update its policies and procedures to ensure that only qualifying costs are capitalized and depreciated. Maintenance and repairs should be expensed as incurred.

Section IV – Other Matters (Continued)

CHRISTINE DUNCAN HERITAGE ACADEMY (CONTINUED)

2025-002 (2018-041) Financial Close and Reporting (Significant Deficiency) (Continued)

Management's Response: The main issue in regard to the misidentified invoices/expenses was due to the proper description for the scope of work within some of these maintenance invoices. The two vendors who did the work were small businesses within the community. These businesses prepared invoices that lacked crucial detail in identifying the work as assets/additions instead of just repair and maintenance. Christine Duncan Heritage Academy will update its purchasing and Capital Asset policies and procedures to require all construction/contractor vendors to provide a proper detailed scope of work on all documents before a Purchase order or Payment is issued.

Implementation: January 21, 2026.

Person Responsible: Business Manager, Executive Director, Governing Council.

CIEN AGUAS INTERNATIONAL SCHOOL

2025-001 (2020-025) Internal Controls over Capital Assets (Material Weakness)

Condition/Context: We noted the following matters related to capital assets:

For fiscal year 2024, the school received a qualified audit opinion related to capital assets. For fiscal year 2025, the school provided a corrected capital asset listing, but did not look back at FY24 to determine if there were additions during FY24 that were not recorded. After this was discussed with management, they identified additions of $283,453 that were not included on the capital asset listing.

We noted there was no cost listed for the land the building resides upon on the capital asset listing, as the total cost of the lease purchase agreement was 100% allocated to the building. Management determined the land cost was $967,100, which was subsequently added to the capital asset listing and adjusted from the building cost.

Management's Progress for Repeat Findings: Management failed to implement adequate controls to resolve the finding and will work toward corrective action during FY2026.

Criteria: Per NMAC 6.20.2.11, every school district shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP.

Section IV – Other Matters (Continued)

CIEN AGUAS INTERNATIONAL SCHOOL (CONTINUED)

2025-001 (2020-025) Internal Controls over Capital Assets (Material Weakness) (Continued)

Cause: Management oversight, lack of sufficient review of capital asset additions for the prior fiscal year and lack of procedures to allocate lease purchase agreement costs appropriately between land and building.

Effect: Potential understatement of capital assets and misstatement of financial statements.

Repeating Finding: 2024-017

Auditor's Recommendation: We recommend management establish procedures to ensure that all capital asset additions are identified and recorded in the appropriate fiscal year, including a review of prior year activity when corrections are made.

Management's Response: Management acknowledges the finding and has implemented enhanced procedures to strengthen internal controls over capital asset recording and review. This includes a comprehensive project tracking worksheet to monitor all capital projects, including their progress and completion dates. The Business Manager will conduct quarterly reviews, or more frequently as necessary, to verify that all project-related expenditures are identified, properly classified, and recorded in the correct fiscal year. In addition, management will review all activity within the fiscal year to ensure that the capital asset listing is complete and accurately reflects all additions.

Implementation: Completion by June 30, 2026.

Person Responsible: Business Manager

CORAL COMMUNITY CHARTER SCHOOL

2025-001 (2024-019) Controls over Capital Asset (Other Matters)

Condition/Context: During the review of fiscal year 2025 capital asset additions, a 20-year useful life was assigned to both a copier and a camera system. This classification is inconsistent with industry practice and authoritative guidance for equipment of this type, where a more appropriate useful life is generally in the 5–10 year range.

Management’s Progress for Repeat Findings: Management failed to implement adequate controls to resolve the finding and will work toward corrective action during FY2026.

Criteria: Per 6.20.2.22 (C) Property control system: Assets of a long-term character which are intended to continue to be held or used, such as land (including acquisition and improvements to grounds), buildings (including initial, acquisition, improvements, remodeling, additions, and replacement), furniture, machinery and equipment shall be acquired and accounted for through the development and implementation of a complete property control system which shall be adopted by the local board and in accordance with GAAP.

Section IV – Other Matters (Continued)

CORAL COMMUNITY CHARTER SCHOOL (CONTINUED)

2025-001 (2024-019) Controls over Capital Asset (Other Matters) (Continued)

Cause: The School maintains a capitalization policy; however, when these assets were placed in service, the useful life recommendations for Furniture and Accessories were applied instead of those appropriate for Copiers and Audiovisual Equipment.

Effect: Assigning overly long useful lives can overstate capital assets, understate depreciation expense in the near term, and misstate net position.

Repeating Finding: 2024-019

Recommendation: Strengthen the capital asset controls to require (1) selection from a standardized asset-class catalog with mapped useful-life ranges; (2) and correction of FY2025 additions where misclassified, with prospective adjustments.

Management's Response: The School established asset useful-life ranges for FY2025 based on historical practices and methodologies recommended by former auditors. New auditors were engaged late in the fiscal year, after existing practices that aligned with guidance from prior auditors had already been implemented. New auditors and school management reviewed the depreciation schedule collaboratively onsite to align to new auditor's interpretation. The variance is due to the difference in interpretation between audit teams.

Existing policies and approval processes—reviewed annually by both administration and the Governing Council—remain in place and will continue to be followed. The useful-life ranges recommended by new auditors have been incorporated into the depreciation schedule, and updated templates have been provided to ensure consistency. Moving forward, CCCS will align useful life ranges with recommended categories and confirm the supporting rationale for asset classifications and depreciation schedules as new assets are added.

Implementation Date: By June 30, 2026.

Person Responsible: Business Manager and Executive Director

CORRALES INTERNATIONAL SCHOOL

No findings to report for Fiscal Year 2025.

Section IV – Other Matters (Continued)

DIGITAL ARTS AND TECHNOLOGY ACADEMY

2025-001 Internal Controls Over Cash Disbursements (Other Noncompliance)

Condition/Context: During our testing over cash disbursements, we noted that in 2 of 3 travel/per diem samples tested, the reimbursement to employees for travel included full reimbursement of tips that exceeded the 20% cap by a combined $3.

Criteria: School travel/per diem policy limits allowable gratuities to 20% of the base charge. Per NMAC 6.20.2.11, every school district shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of the financial statements in accordance with GAAP.

Cause: Review controls did not flag small variances from the tip cap prior to reimbursement.

Effect: Noncompliance with policy and risk of inconsistent application of travel rules, even if immaterial in amount.

Auditor's Recommendation: Configure expense/reimbursement review to auto-flag and adjust any tip amounts above 20%. Provide refresher guidance to travelers and approvers on the cap and how to document corrections.

Management's Response: DATA concurs with the finding. The minor overage identified was the result of not flagging small tip variances during reimbursement review. To ensure compliance and consistency, the school will revise its travel reimbursement process. Going forward, all travel reimbursements will be issued as a flat refund of $70, which will eliminate the potential for tip-related overages and ensure adherence to the State of New Mexico Travel Policy.

Implementation: Beginning in FY2025–2026, all travel reimbursements will be processed in accordance with DFA per diem rates, removing the need to calculate or reimburse individual tip amounts. This change ensures compliance with the 20% tip cap requirement. Assistant Business Manager will review each reimbursement request to confirm the flat rate is applied consistently. Completion by June 30, 2026.

Person Responsible: Assistant Business Manager

Section IV – Other Matters (Continued)

DIGITAL ARTS AND TECHNOLOGY ACADEMY (CONTINUED)

2025-002 (2022-033) Financial Close and Reporting (Material Weakness)

Condition/Context: During our audit, we noted the following deficiencies in internal controls related to financial close and reporting:

- Accounts Payable: 4 of 11 transactions tested (totaling $103,374) were improperly excluded from accounts payable for FY25, resulting in incomplete recognition of liabilities and expenditures.
- Leave Balances: Four employees had leave balances above maximum accruals (140 hours for 7-hr/day sick, 160 hours for 8-hr/day sick, and 80 hours annual for support staff), totaling 830 excess hours (~$33,353).
- Capital Assets: Management did not capitalize $30,267 of capital asset additions. As a result, total assets were understated by $30,267 and both depreciation expense and accumulated depreciation were understated by $2,018.

Management's Progress for Repeat Findings: Management failed to implement adequate controls to resolve the finding and will work toward corrective action during FY2026.

Criteria: Per GAAP and NMAC 6.20.2.11, liabilities must be recorded when incurred to ensure completeness and proper period reporting.

DATA leave policies set maximum accruals; NMAC 6.20.2.11 requires controls to ensure compliance. GASB 101 requires accurate measurement and disclosure of compensated absences.

Per NMAC 6.20.2.22 and GAAP, assets of long-term character shall be capitalized and depreciated in accordance with established capitalization thresholds and useful lives.

Cause: Year-end closing procedures did not ensure completeness of AP accruals and reconciliations across SURL and AP listings.

System and review controls did not enforce accrual caps or timely forfeit/payout per policy; monitoring of exceptions was inadequate.

Asset additions were expensed without review against capitalization criteria; capitalization review controls are not operating effectively.

Effect: Understatement of liabilities and potential misstatement of expenditures, cash flow timing, and related state reporting.

Overstatement of compensated absences liability and risk of policy noncompliance, budget impact, and inequitable treatment across employees.

Misstatement of capital assets and depreciation; potential qualification or audit adjustments; weakened property control reporting.

Section IV – Other Matters (Continued)

DIGITAL ARTS AND TECHNOLOGY ACADEMY (CONTINUED)

2025-002 (2022-033) Financial Close and Reporting (Material Weakness) (Continued)

Repeating Finding: 2024-023

Auditor's Recommendation: Strengthen year-end AP cutoff procedures (three-way match to receiving, SURL/unpaid invoice listings, subsequent disbursement testing) and require a documented AP completeness checklist with supervisory sign-off.

Configure payroll/HRIS to hard-stop accruals at policy caps, run quarterly exception reports, and true-up balances (forfeiture or payout per policy). Align GASB 101 calculation inputs to capped balances and update disclosures.

Implement a capitalization gate in the purchase-to-pay process, periodic reconciliation between the GL and fixed asset subledger, and a quarter-end capitalization review with documented approvals.

Management's Response: DATA concurs with the finding. The issues identified were the result of oversight in year-end review procedures and insufficient review controls over accruals, leave balances, and capitalization. Management recognizes the need to strengthen financial close procedures to ensure completeness and accuracy of financial reporting. Controls will be enhanced to ensure all liabilities, leave balances, and capital assets are properly recorded in accordance with GAAP and state requirements.

Implementation: During FY2026, DATA will implement a documented year-end close checklist with supervisory review of completeness of accounts payable and accrual entries. Leave balances will be monitored quarterly through exception reporting, and corrective actions (forfeiture or payout) will be taken for balances exceeding policy limits. Capital asset additions will be reviewed quarterly against capitalization thresholds, and reconciliations between the general ledger and fixed asset sub-ledger will be documented. These actions will ensure proper financial reporting and compliance with applicable standards and policies. Completion by June 30, 2026.

Person Responsible: Business Manager & Assistant Business Manager

2025-003 Procurement (Other Noncompliance)

Condition/Context: During FY25, services procured by the school exceeded $60,000, making them subject to competitive procurement requirements. The school referenced an external contract for procurement purposes; however, that agreement did not include provisions allowing other entities to utilize its terms. As a result, the school did not comply with state procurement requirements for competitive bidding or authorized cooperative purchasing.

Section IV – Other Matters (Continued)

DIGITAL ARTS AND TECHNOLOGY ACADEMY (CONTINUED)

2025-003 Procurement (Other Noncompliance) (Continued)

Criteria: NMSA 13-1-102, All procurement shall be achieved by competitive sealed bid pursuant to Sections 13-1-103 through 13-1-110 NMSA 1978. NMSA 13-1-135 allows cooperative procurement between state agencies, local public bodies and external procurement units.

Cause: Misinterpretation of cooperative/piggybacking eligibility and insufficient verification of contract portability prior to award.

Effect: Noncompliance with state procurement requirements; exposure to protest, unfavorable pricing, and potential disallowance.

Repeating Finding: No

Auditor's Recommendation: When services are expected to exceed $60,000, the school should conduct a formal IFB or RFP process or utilize a valid statewide or cooperative purchasing agreement. Additionally, the school must verify that any agreements used include explicit provisions allowing other entities to participate under the contract.

Management's Response: DATA concurs with the finding. Several years ago, Data Charter School began exploring options for renovating the school's courtyard to create a functional and creatively designed outdoor space. At that time, there were no readily available vendors offering the specialized services desired for the project. Because the facility is owned by Albuquerque Public Schools (APS), the school reached out to APS for guidance and was referred to Westwind Landscape, one of APS's primary vendors with experience in similar projects. Based on that recommendation, the school obtained a quote from Westwind and ultimately proceeded under APS RFP #22-036 RRR, Master Agreement #15983.

DATA acknowledges that, while the project was procured through an APS-recommended vendor, the agreement did not include provisions authorizing use by other entities. The school understands this resulted in noncompliance with state procurement requirements and will take corrective action to ensure proper verification and documentation of contract eligibility going forward.

Implementation: Beginning in FY2026, DATA will verify and document cooperative or statewide contract eligibility prior to utilizing any external agreements. For services expected to exceed $60,000, the school will issue a formal Invitation for Bid (IFB) or Request for Proposal (RFP), or confirm participation under a valid cooperative purchasing agreement that explicitly allows use by other entities. Staff involved in procurement will receive refresher training on state procurement requirements to ensure ongoing compliance and prevent future misunderstandings. Completion by June 30, 2026.

Person Responsible: Director & Business Manager

Section IV – Other Matters (Continued)

EAST MOUNTAIN HIGH SCHOOL

2025-001 Financial Statement Close and Reporting (Material Weakness)

Condition/Context: During audit procedures, the following matters were noted to the financial statement close and reporting process:

- **Accounts Receivable:** A $25,000 donation related to FY25 was incorrectly omitted from the school's Accounts Receivable entry during the review of subsequent receipts.
- **Accounts Payable:** The unadjusted trial balance reflected an Accounts Payable balance of $6,825. This balance should have been $0, as the school maintains its records on a cash basis. After identification during the audit, the school posted a journal entry to present as accrued wage liabilities.
- **Prepaid Expenses:** The initial prepaid listing provided during fieldwork reflected $52,901 in prepaid expenses. After reviewing invoices and recalculating, only $10,392 qualified as prepaids for the year, resulting in a variance of $42,509.
- Of the recognized $10,392 prepaid balance, $2,391 related to July 2025 flights purchased in June 2025 using a credit card, which had been incorrectly included in the school's Accounts Payable entry.
- **Capital Assets:** The capital asset schedule provided for the audit was prepared incorrectly, resulting in $340,581 of prior-year additions being reported as current-year additions on the full asset listing. This error also caused current-year depreciation expense to be understated by $10,576.
- **Fund Balance:** A journal entry of $4,860 was required to be posted to the 11000 fund to properly roll foward the fund balance.

Criteria: Per NMAC 6.20.2.11, every school district shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of the financial statements in accordance with GAAP.

Cause: Management oversight

Effect: Misstatements and inaccurate financial information

Repeating Finding: No

Auditor's Recommendation: Establish a documented year-end close checklist and require a secondary review of all key schedules before finalizing the trial balance. Ensure reconciliations to supporting documentation are completed and provide staff training on GAAP and NMAC requirements.

Section IV – Other Matters (Continued)

EAST MOUNTAIN HIGH SCHOOL (CONTINUED)

2025-001 Financial Statement Close and Reporting (Material Weakness) (Continued)

Management's Response: The Business Manager and Administration/Finance Committee will establish the year-end closing process, including the review of key schedules prior to finalizing the trial balance.

Implementation: 11/13/2025

Person Responsible: Business Manager

2025-002 Internal Controls over Cash Disbursement (Other Noncompliance)

Condition/Context: During cash disbursement testing the following matters were noted:

- For 1 of 34 disbursements ($4,491), purchases exceeded authorized purchase order amounts.
- For 1 of 34 disbursements ($15,000), a purchase order was not issued prior to purchase.

Criteria: Per NMAC 6.20.2.11, every school district shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of the financial statements in accordance with GAAP.

Cause: Management oversight

Effect: Non-compliance with state statutes.

Repeating Finding: No

Auditor's Recommendation: Implement a control requiring all purchases to have an approved purchase order before commitment and ensure purchase amounts do not exceed authorized limits. Reinforce compliance through periodic reviews and staff training on procurement policies.

Management's Response: Procedures are in place to ensure all commitments to purchase are supported by approved purchase orders and remain within authorized spending limits.

Implementation: 7/1/2025

Person Responsible: Business Manager, Business Office Support, Executive Director

Section IV – Other Matters (Continued)

EAST MOUNTAIN HIGH SCHOOL (CONTINUED)

2025-003 Internal Controls over Travel Reimbursements (Other Noncompliance)

Condition/Context: During the review of travel reimbursements, the following matters were noted:

- For 1 of 4 reimbursements ($2,016), lodging exceeded $215/night without governing council approval.
- For 1 of 4 reimbursements ($224), an employee was over-reimbursed by $5.19, exceeding the 20% tip limit.

Criteria: Per 2.42.2.9(1) Actual reimbursement for lodging: A public officer or an employee may elect to be reimbursed actual expenses for lodging not exceeding the single occupancy room charge (including tax) in lieu of the per diem rate set forth in 2.42.2.8 NMAC. Whenever possible, public officers and employees should stay in hotels which offer government rates. Agencies, public officers or employees who incur lodging expenses in excess of $215.00 per night must obtain the signature of the agency head or chairperson of the governing board on the travel voucher prior to requesting reimbursement and on the encumbering document at the time of encumbering the expenditure. Additionally, 2.42.2.12(2) Public officers and employees may be reimbursed for certain actual expenses in addition to per diem rates.

A. Public officers and employees may be reimbursed for the following expenses provided that receipts for all such expenses are attached to the reimbursement voucher.
B. Gratuities as allowed by the agency head or designee, not to exceed twenty percent per transaction.

Cause: Management Oversight

Effect: Non Compliance with NMAC 2.42.2

Repeating Finding: No

Auditor's Recommendation: Require governing council approval for lodging expenses exceeding $215 per night and enforce the 20% tip limit through a standardized review process before reimbursement. Provide staff training on NMAC travel requirements and implement a checklist or automated control to verify compliance prior to payment.

Management's Response: Updated travel policies are in place. Staff has been trained on NMAC requirements, and the Business Office verifies compliance via a checklist before issuing payment.

Implementation: 7/1/2025

Person Responsible: Business Manager, Business Office Support and Executive Director

Section IV – Other Matters (Continued)

EAST MOUNTAIN HIGH SCHOOL (CONTINUED)

2025-004 Internal Control over Compensated Absences (Material Weakness)

Condition/Context: Employee leave records were not properly maintained between FY23–FY25, resulting in over-accumulated leave of 267 days totaling $108,508.

Criteria: The school did not have a formal policy in place during FY25 supporting over-accumulated leave to be allowable for employees working during the COVID pandemic.

Cause: Management oversight.

Effect: Failure to maintain accurate leave records and enforce accrual limits resulted in over-accumulated leave. This exposes the school to compliance risk due to lack of a formal policy supporting excess leave accruals.

Repeating Finding: No

Auditor's Recommendation: Develop and implement a formal leave accrual policy aligned with state and district requirements, including clear limits and conditions for exceptions. Establish an automated leave tracking system integrated with payroll to prevent over-accruals and require periodic reconciliations and management review of leave balances.

Management's Response: Administration will develop and implement a leave accrual policy that meets state and district requirements, ensuring all accruals are updated accordingly.

Implementation: 11/13/2025

Person Responsible: Business Manager, Executive Director, and Governing Council

EAST MOUNTAIN HIGH SCHOOL FOUNDATION

2025-001 Disbursement Control Weakness (Other Noncompliance)

Condition/Context: During the review of foundation transactions, the following matters were noted:

- Missing Credit Card Report/Approval: For 1 of 8 disbursement samples tested, the foundation could not provide a credit card report or any form of approval for a transaction totaling $250.
- Policy Noncompliance on Check Signatures: For 1 of 8 disbursement samples tested, the foundation did not comply with its internal policy requiring two signatures on checks exceeding $2,500. The disbursement in question totaled $2,750.
- Insufficient Documentation for Credit Card Purchases: For 1 of 8 samples tested, the foundation was unable to provide supporting documentation for credit card purchases related to a transaction totaling $465.

Section IV – Other Matters (Continued)

EAST MOUNTAIN HIGH SCHOOL FOUNDATION (CONTINUED)

2025-001 Disbursement Control Weakness (Other Noncompliance) (Continued)

Criteria:

- **Foundation Policy:** All disbursements must comply with internal controls required:
  - Two authorized signatures on checks exceeding $2,500.
  - Complete supporting documentation for all credit card transactions.
  - Approval and reconciliation of credit card report prior to payment.
- **Best Practices & GAAP:** Internal control frameworks (COSO) and GAAP principles require adequate documentation, authorization, and segregation of duties to ensure transactions are valid, properly recorded, and prevent misuse of funds.

Cause: Inadequate enforcement of existing policies and lack of monitoring controls for disbursement documentation and approval processes.

Effect: Increased risk of unauthorized or unsupported expenditures, potential financial misstatement, and noncompliance with foundation policies and GAAP standards.

Repeating Finding: No

Auditor's Recommendation:

- **Strengthen Documentation Controls:** Require all credit card transactions to have supporting receipts and an approved credit card report before payment.
- **Enforce Signature Policy:** Implement system or manual controls to ensure checks over $2,500 cannot be processed without two authorized signatures.
- **Training:** Provide refresher training to staff and board members on foundation disbursement policies and GAAP requirements for internal controls.

Management's Response: The Foundation will ensure proper documentation is retained for all transaction types, specifically electronic and credit card payments, by enacting monthly verification that all records for a month's transactions are present and saved accordingly. Regarding check signatures, the Foundation board will receive monthly reminders that check payments exceeding $2,500 must be processed with two authorized signatures, and more attention will be drawn to each month's check register during board meetings.

Implementation Treasurer: Completion by June 30, 2026.

Person Responsible: Treasurer

Section IV – Other Matters (Continued)

EL CAMINO REAL ACADEMY

2025-001 Internal Controls over Payroll (Other Matters)

Condition/Context: During our testing of employment files, we noted the following issues:

Two of five employees reviewed had gross pay that varied from the approved employment agreements resulting in total overpayment of $817.

Criteria: Per NMAC 6.20.2.18, the local board shall establish written payroll policies and procedures which comply with state and federal regulations on payroll, as well as maintaining strict internal controls, close supervision, and financial accounting in accordance with GAAP. School districts shall maintain and have available for inspection the following employee record documentation: employment contracts (including increments), personnel/payroll action forms, certification records, employment eligibility verification (federal form I-9 for citizenship certification), federal and state withholding allowance certification, pay deductions authorizations, pay or position change notices, Education Retirement Act plan application, and direct deposit.

Cause: Management oversight. Lack of adherence to payroll controls and procedures.

Effect: Noncompliance with applicable rules and regulations, potential for misuse of public monies, and financial loss to the entity.

Repeating Finding: No

Auditor's Recommendation: We recommend management ensure that payroll payments are reviewed and reconciled to employment contracts and action forms prior to processing. Procedures should be implemented to detect and prevent overpayments.

Management's Response: We acknowledge the error, which resulted because of the unusual occurrence that FY25 had 261 days rather than the normal 260 days. During our year end accrual the entry was made addressing the 261 days rather than limiting the accrual to the amount of the exempt employee's contract and personal action form. We have made notes in our year end payroll accrual process to check that the year end payroll accrual is limited to exempt employee's contract or personal action form amount. We are also working with our attorney to update the documentation used for not certified employees. We would like to note that the employee who was notified about the overpayment reimbursed the school immediately, which occurred in FY26.

Implementation: We have updated our year end payroll accrual process document.

Person Responsible: Business Manager.

Section IV – Other Matters (Continued)

EL CAMINO REAL ACADEMY (CONTINUED)

2025-002 Internal Controls over Cash Receipts (Other Noncompliance)

Condition/Context: During our review of 12 cash receipts, we noted 4 cash receipts totaling $3,511 were not deposited within twenty-four (24) hours or one banking day of being received.

Criteria: Per NMAC 6.20.2.14, school districts shall establish and maintain a cash management program to safeguard cash and provide prompt and accurate reporting that adheres to cash management requirements of the applicable state and federal laws and regulations. In addition, NMAC 6.20.2.14 states that money received and receipted shall be deposited in the bank within twenty-four (24) hours or one banking day.

Cause: Lack of effective internal controls surrounding cash receipts.

Effect: Noncompliance with NMAC 6.20.2.14 and increased risk of loss or misuse of public monies.

Repeating Finding: No

Auditor's Recommendation: We recommend the school review NMAC 6.20.2.14 and ensure procedures are in place to allow for timely deposits and proper segregation of duties.

Management's Response: We acknowledge the issue. During Fy25 we had changes in staffing and staff absences which resulted in the delay in getting deposits to the bank. We have now increased the number of staff available to make daily deposits to four. This seems to have provide adequate coverage to ensure that deposits are being made within the statutory requirement.

Implementation: July, 2025

Person Responsible: Assistant Business Manager

Section IV – Other Matters (Continued)

GILBERT L. SENA CHARTER HIGH SCHOOL

2025-001 Financial Close and Reporting (Other Matters)

Condition/Context: During our audit, we noted the following issues:

- Actual expenditures in fund 26107 exceeded revenues, resulting in a deficit fund balance. The deficit was not identified or addressed prior to year-end, and a journal entry was required to reclassify the excess expenditures to the operational fund to prevent a negative fund balance.
- August and September 2024 State food service claims of $9,085 were recorded to fund 21000, instead of 21100.

Criteria: Per NMAC 6.20.2.11, every school district shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP.

Cause: Management oversight and lack of adequate internal controls to monitor fund balances and ensure timely identification and correction of deficits.

Effect: Noncompliance with state statutes and potential misstatement of financial statements. Deficit fund balances may result in further financial management challenges and inability to meet obligations.

Repeating Finding: No

Auditor's Recommendation: We recommend management establish procedures to routinely monitor fund balances and ensure timely identification and correction of deficits. All necessary entries should be posted prior to year-end to maintain compliance and accurate reporting.

Management's Response: Management concurs with the finding. Procedures will be strengthened to ensure that all fund balances are monitored monthly and reviewed prior to fiscal year-end. The Business Manager will work closely with accounting staff to identify any potential deficits and process necessary journal entries in a timely manner to prevent negative fund balances. Additionally, reconciliation reports will be incorporated into the monthly financial review process presented to the Governance Council.

Implementation: Corrective action has already been initiated. The new monitoring procedure will be fully implemented by June 30, 2026, in preparation for the FY26 year-end close.

Person Responsible: Business Manager

Section IV – Other Matters (Continued)

GILBERT L. SENA CHARTER HIGH SCHOOL (CONTINUED)

2025-002 Internal Controls over Payroll (Other Noncompliance)

Condition/Context: During our review of employee payroll files, we noted one file out of five tested did not contain a federal background check, and one file of five tested did not contain a federal or state background check.

Criteria: Per NMSA 22-10A-5(C), governing authorities shall develop policies and procedures to require criminal history record checks on an applicant who has been offered employment or who applies to be a school volunteer or works for the public school as a contractor or a contractor's employee and who may have unsupervised contact with children or students on school premises.

Cause: Background checks were performed at the state level, not federal, or documentation was not retained by the school.

Effect: Noncompliance with state statute.

Repeating Finding: No

Auditor's Recommendation: We recommend management ensure federal background checks are done in accordance with NMSA 22-10A-5 and are maintained in the employee file.

Management's Response: Management concurs with the finding. All employee files will be reviewed to verify completion and documentation of both state and federal background checks. Missing documentation will be obtained, and procedures will be reinforced to ensure future compliance.

Implementation: Implemented and ongoing, with full compliance ensured by June 30, 2026.

Person Responsible: Business Manager

GORDON BERNELL CHARTER SCHOOL

2025-001 Internal Controls over Employee Leave (Other Noncompliance)

Condition/Context: Per review of the employee handbook updated November 2024, we noted that the policies related to employee leave did not reflect changes approved by the governing council during the September 2022 governing board meeting.

Criteria: School policies and employee handbooks should be updated promptly to reflect governing board decisions, in accordance with New Mexico Administrative Code (NMAC) 6.20.2.18.

Section IV – Other Matters (Continued)

GORDON BERNELL CHARTER SCHOOL (CONTINUED)

2025-001 Internal Controls over Employee Leave (Other Noncompliance) (Continued)

Cause: The employee handbook was not updated.

Effect: Employees and managers may apply outdated accrual limits, resulting in inconsistent practices and potential compliance risks.

Repeating Finding: No

Auditor's Recommendation: We recommend that Gordon Bernell Charter School implement controls to ensure that all governing council-approved policy changes are promptly and accurately reflected in the employee handbook and communicated to all staff.

Management's Response: The School noted that the incorrect employee handbook was posted and not updated in a timely manner. The School has since updated the employee handbook to reflect the correct policies that the Governing Council has approved.

Implementation: The School has implemented the change immediately.

Person Responsible: Director and Principal

2025-002 (2024-034) Financial Close and Reporting (Significant Deficiency)

Condition/Context: Per review of the prepaid listing, it was noted that one item related to a Subscription-Based Information Technology Arrangement (SBITA) was improperly included in the prepaid listing for a total of $42,517.

Management's Progress for Repeat Findings: Management failed to implement adequate controls to resolve the finding and will work toward corrective action during FY2026.

Criteria: Prepaid listings should only include items that meet the definition of a prepaid asset in accordance with applicable accounting standards. SBITA-related costs should be classified and reported in accordance with GASB Statement No. 96 and not included in prepaid assets unless they meet the specific criteria for prepayment.

Cause: The SBITA item was included in the prepaid listing without meeting the criteria for prepaid asset classification.

Effect: Improper classification of SBITA costs may result in misstatement of asset balances and noncompliance with accounting standards.

Section IV – Other Matters (Continued)

GORDON BERNELL CHARTER SCHOOL (CONTINUED)

2025-002 (2024-034) Financial Close and Reporting (Significant Deficiency) (Continued)

Repeating Finding: 2024-034

Auditor's Recommendation: We recommend that Gordon Bernell Charter School review the prepaid listing to ensure that only items meeting the definition of prepaid assets are included, and that SBITA-related costs are classified in accordance with GASB Statement No. 96.

Management's Response: The School would like to note that this accrual entry was done based on the information that was currently available to them. It was not until after the prepaids were submitted that the School was made aware of the SBITA listing and could not remove the amount from the prepaid entries.

Implementation: Management confirmed with auditors that in the years to follow, the School can wait to submit the prepaid entries until they receive the SBITA listing to make sure that no SBITAs are listed as prepaid.

Person Responsible: Business Manager and Director

HEALTH LEADERSHIP HIGH SCHOOL

2025-001 Internal Controls over Cash Disbursements (Other Noncompliance)

Condition/Context: Through review of cash disbursements, it was noted that the school incurred and paid late fees of $20 on the rental of a storage unit.

Criteria: Per NMAC 6.20.2.11, every school district shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with GAAP.

Cause: Management oversight and lack of timely payment procedures.

Effect: Noncompliance with established internal controls and unnecessary expenditure of public funds.

Repeating Finding: No

Auditor's Recommendation: It is recommended that management implement procedures to ensure timely payment of all invoices to avoid incurring late fees.

Section IV – Other Matters (Continued)

HEALTH LEADERSHIP HIGH SCHOOL (CONTINUED)

2025-001 Internal Controls over Cash Disbursements (Other Noncompliance) (Continued)

Management's Response: Management concurs with the finding. The late fee resulted from an oversight in processing the payment before the invoice due date. To prevent future occurrences, the school will strengthen its internal controls over cash disbursements by ensuring that all invoices are reviewed, approved, and scheduled for payment in a timely manner. Procedures will be reinforced to ensure due dates are monitored and payments are made in accordance with established internal controls and state regulations.

Implementation: Effective immediately with completion by June 30, 2026, management will implement the following procedures:

- Implement a recurring invoice log reminder system to ensure payments are scheduled prior to their due dates.
- Provide staff training on updated cash disbursement procedures and expectations for timely payments.

Person Responsible: Business Manager will be responsible for overseeing the implementation, monitoring ongoing compliance, and ensuring that all invoices are processed and paid timely.

2025-002 Financial Close and Reporting (Material Weakness)

Condition/Context: Revenue recorded in FY24 of $74,670 related to outstanding Request for Reimbursement (RFR) in Fund 26107 was not received within the period of availability and should have been reflected as a deferred inflow of resources in the FY24 financial statements. Fund balance as of 7/1/2024 was restated to correct this matter.

Criteria: Per NMAC 6.20.2.11, every school district shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with GAAP**.**

Cause: Management oversight and lack of effective controls to monitor the period of availability for revenue recognition.

Effect: Misstatement of revenue and fund balance in the financial statements.

Repeating Finding: No

Section IV – Other Matters (Continued)

HEALTH LEADERSHIP HIGH SCHOOL (CONTINUED)

2025-002 Financial Close and Reporting (Material Weakness) (Continued)

Auditor's Recommendation: It is recommended that management establish procedures to ensure revenue is only recognized when received within the period of availability, and that amounts not received are properly reported as deferred inflows.

Management's Response: Management concurs with the finding. The misclassification of revenue occurred due to insufficient review controls during the year-end financial close process, specifically related to monitoring the period of availability for grant revenue. Management will strengthen internal controls to ensure all revenue recognition complies with GAAP and applicable state regulations. Procedures will be enhanced to verify that outstanding Requests for Reimbursement (RFRs) are evaluated at year-end to determine whether amounts should be recognized as revenue or recorded as deferred inflows. Additional review steps will be incorporated into the financial close checklist to prevent future misstatements.

Implementation: To address this finding, management will implement the following corrective actions:

- Develop and incorporate a detailed year-end revenue recognition checklist that includes steps for reviewing all outstanding RFRs for compliance with the period of availability and reconciliation process.
- Require a secondary review by the Finance Committee prior to finalizing revenue entries to ensure accurate classification between revenue and deferred inflows.

These corrective actions will be implemented by June 30, 2026.

Person Responsible: Business Manager will be responsible for implementing the corrective actions, monitoring compliance with revenue recognition requirements, and ensuring the accuracy of the year-end financial close and reporting process.

2025-003 Internal Controls over Capital Assets (Material Weakness)

Condition/Context: The cost of land related to the Lease Purchase Agreement (LPA) was not recorded in FY24, resulting in allocation of $1,404,480 from buildings to land in FY25. Depreciation expense for FY24 and FY25 was overstated by $93,632 prior to the identification and correction of this matter.

Criteria: Per NMAC 6.20.2.11, every school district shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with GAAP.

Section IV – Other Matters (Continued)

HEALTH LEADERSHIP HIGH SCHOOL (CONTINUED)

2025-003 Internal Controls over Capital Assets (Material Weakness) (Continued)

Cause: Lack of effective internal controls over the identification and recording of capital assets and preparation of the capital asset schedule.

Effect: Material errors in presentation and reporting of capital assets and depreciation expense.

Repeating Finding: No

Auditor's Recommendation: It is recommended that management establish procedures over capital assets to properly identify and track all asset acquisitions and to properly prepare the capital asset listing, including depreciation expense.

Management's Response: Management concurs with the finding. The omission of the land cost associated with the Lease Purchase Agreement (LPA) resulted from insufficient controls over the review, classification, and recording of capital assets at the time the asset was purchased. Management recognizes the importance of accurate financial reporting and will strengthen internal controls to ensure all capital asset transactions are properly identified, recorded, and reviewed in accordance with GAAP and state regulations. Additional procedures will be incorporated into the financial close process to ensure completeness and accuracy of the capital asset schedule, including proper allocation between land, buildings, and other asset categories.

Implementation: To address this finding and prevent recurrence, management will implement procedures during year-end financial close to review the capital asset schedule by the Finance Committee and implement a project tracking worksheet to monitor all capital projects, including progress and completion dates.

These corrective actions will be implemented by December 31, 2025.

Person Responsible: The Business Manager will be responsible for implementing these corrective measures, maintaining accurate capital asset records, and ensuring proper financial reporting of capital assets and depreciation.

THE INTERNATIONAL SCHOOL AT MESA DEL SOL

2025-001 (2022-055) Benefit Payments (Other Noncompliance)

Condition/Context: For the May 2025 payroll period, the School’s Educational Retirement Board (ERB) contribution payment and filing were made on June 17, 2025, while the statutory due date was June 16, 2025 (the 15th fell on a weekend, making the next business day June 16). Thus, the ERB remittance and report were one day late.

Section IV – Other Matters (Continued)

THE INTERNATIONAL SCHOOL AT MESA DEL SOL (CONTINUED)

2025-001 (2022-055) Benefit Payments (Other Noncompliance) (Continued)

Management's Progress for Repeat Findings: Management failed to implement adequate controls to resolve the finding and will work toward corrective action during FY2026.

Criteria: Per NMSA 1978 § 22-11-22, monthly ERB contributions must be remitted no later than the 15th of the following month; when the 15th falls on a non-business day, remittance is due the next business day. Per NMAC 6.20.2.11, districts must maintain internal controls to ensure compliance with statutory deadlines.

Cause: Management oversight.

Effect: Exposure to late fees/penalties and noncompliance with state statute.

Repeating Finding: 2024-038

Auditor's Recommendation: We recommend management establish a procedure to ensure retirement contributions are submitted on or before the statutory deadline.

Management's Response: Management acknowledges the finding and concurs with the auditor's observation. Corrective and preventive measures have been initiated to strengthen controls over payment timeliness and ensure adherence to statutory requirements. Continuous monitoring will be conducted to prevent recurrence.

Implementation: Completion by June 30, 2026.

Person Responsible: Business Manager and Head of School

2025-002 (2024-042) Internal Controls over Procurement (Other Noncompliance)

Condition/Context: For the therapy services RFP, the School was unable to provide complete procurement documentation, including scoring sheets, procurement committee determination, and copies/log of submitted proposals. The absence of these artifacts prevents substantiation that the award decision followed competitive procurement requirements.

Management's Progress for Repeat Findings: Management failed to implement adequate controls to resolve the finding and will work toward corrective action during FY2026.

Section IV – Other Matters (Continued)

THE INTERNATIONAL SCHOOL AT MESA DEL SOL (CONTINUED)

2025-002 (2024-042) Internal Controls over Procurement (Other Noncompliance) (Continued)

Criteria:

- NMAC 6.20.2.17(A) requires written purchasing procedures that comply with the New Mexico Procurement Code (NMSA 1978, § 13-1-21 et seq.) and internal controls to ensure compliance.
- PSAB Supplement — Purchasing and best practice require an official RFP file containing the solicitation, addenda, proposals receipt log, evaluation criteria and signed scoring sheets, committee determinations, notices of award, and related approvals.

Cause: RFP file maintenance and documentation controls were not adequately designed or executed to ensure retention and completeness of evaluation and award records.

Effect: Inability to demonstrate compliance with competitive procurement requirements; increased risk of bid protests, procurement challenges, or disallowance of related expenditures.

Repeating Finding: 2024-042

Auditor's Recommendation: We recommend the use of centralized repository (with access controls) for solicitation files, evaluation artifacts (signed scoring sheets, committee determinations), proposal logs, and award notices.

Management's Response: Management acknowledges the audit finding and concurs with the observation. Corrective and preventive actions have been initiated to strengthen documentation controls, ensure full compliance with procurement policies, and maintain a complete audit trail for all procurement activities. Management is committed to sustaining improvements through continuous monitoring and periodic staff capacity-building.

Implementation: Completion by June 30, 2026.

Person Responsible: Chief Procurement Officer, Head of School, and Business Manager

LA ACADEMIA DE ESPERANZA CHARTER SCHOOL

2025-001 (2023-058) Financial Close and Reporting (Other Noncompliance)

Condition/Context: During our review of financial close and reporting, we noted the following matters.

- Fiscal year 2024 accounts receivable of $2,339 related to the May 2024 food service claim was recorded to fund 21000 instead of 21100, resulting in revenue and fund balance for both funds in FY25 being misstated by $2,339.
- Fund balance adjustments to fund 11000 of $582 and fund 24346 of $194 were required to properly roll forward fund balance.

Section IV – Other Matters (Continued)

LA ACADEMIA DE ESPERANZA CHARTER SCHOOL (CONTINUED)

2025-001 (2023-058) Financial Close and Reporting (Other Noncompliance) (Continued)

Management's Progress for Repeat Findings: Management failed to implement adequate controls to resolve the finding and will work toward corrective action during FY2026.

Criteria: Per NMAC 6.20.2.11, every school district shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with GAAP.

Cause: Lack of effective review and reconciliation of revenue, fund balance rollforward, and prepaid expenses.

Effect: Misstatement of revenue and fund balance for affected funds, and incomplete financial statement presentation.

Repeating Finding: 2024-043

Recommendation: We recommend management implement procedures to ensure revenue is recorded to the correct fund, fund balances are properly rolled forward, and all prepaid expenses are identified and included in the financial statements.

Management's Response: We acknowledge the audit finding and have corrected the noted items.

To prevent recurrence, we have enhanced our year-end close procedures, implemented a fund balance roll forward checklist, and reinforced staff training on fund accounting and prepaid expense recognition. These steps are intended to strengthen internal controls and ensure accurate financial reporting in compliance with NMAC 6.20.2.11 and GAAP.

Implementation: June 30th, 2026

Person Responsible: Business Manager

2025-002 Accrued Salaries and Benefits (Material Weakness)

Condition/Context: During our review of the year-end payroll accrual, we noted the following matters.

- The June 30, 2025 payroll for year-round employees was paid twice and returned to the school in July 2025. The school did not identify this matter as a receivable or propose an entry to correct until notified by the auditor. An adjustment of $30,810 was recorded accordingly.
- The summer payroll accrual improperly included amounts for year-round employees, resulting in an adjusting entry for $7,745.

Section IV – Other Matters (Continued)

LA ACADEMIA DE ESPERANZA CHARTER SCHOOL (CONTINUED)

2025-002 Accrued Salaries and Benefits (Material Weakness) (Continued)

- Due to these two adjustments, employer contributions to ERB and RHC differed from the adjusted general ledger by approximately $8,900 and $1,600, respectively.
- These adjustments also resulted in revenues for funds 24101 and 24190 exceeding expenditures in FY25, as the school was reimbursed for duplicate costs. Management will need to process a permanent cash transfer in FY26 to return monies to NM PED.

Criteria: Per NMAC 6.20.2.11, every school district shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with GAAP.

Cause: Lack of effective review and reconciliation of payroll transactions and related accruals.

Effect: Misstatement of payroll accruals, employer contributions, and fund balances; potential noncompliance with state requirements for cash transfers.

Repeating Finding: No

Recommendation: We recommend management strengthen controls over payroll processing, accruals, and reconciliation of employer contributions, and ensure permanent cash transfers are processed timely in FY26.

Management's Response: We acknowledge the audit findings and have recorded the necessary adjustments.

To strengthen controls, we have implemented improved reconciliation procedures for year-end payroll accruals and employer contributions. Additional review steps have been added to ensure duplicate payments are promptly identified and corrected. A permanent cash transfer to NM PED will be processed in FY26 to return the over-reimbursement for funds 24101 and 24190.

We are committed to improving oversight of payroll transactions to ensure compliance with NMAC 6.20.2.11 and accurate financial reporting.

Implementation: June 30th, 2026

Person Responsible: Business Manager

Section IV – Other Matters (Continued)

LA ACADEMIA DE ESPERANZA CHARTER SCHOOL (CONTINUED)

2025-003 (2024-045) Withholding Remittance (Other Noncompliance)

Condition/Context:

- The quarter 3 2024 IRS Form 941 was submitted without signature, as the form was prepared and submitted without being sent to school leadership for review and approval.
- The December 2024 ERB filing and payment was made on January 22, 2025, after the due date of January 15, 2025.

Management's Progress for Repeat Findings: Management failed to implement adequate controls to resolve the finding and will work toward corrective action during FY2026.

Criteria: Per NMAC 6.20.2.18, the local board shall establish written payroll policies and procedures which comply with state and federal regulations on payroll as well as maintaining strict internal controls, close supervision, and financial accounting in accordance with GAAP.

Cause: Lack of review and approval procedures for payroll filings and remittances.

Effect: Noncompliance with IRS and ERB filing requirements; risk of penalties and interest.

Repeating Finding: 2024-045

Recommendation: We recommend management implement procedures to ensure all payroll filings and remittances are reviewed and approved by school leadership prior to submission and are submitted timely.

Management's Response: We acknowledge the finding regarding the unsigned submission of the Q3 2024 IRS Form 941 and late December 2024 ERB filing and payment.

To address these issues, we have implemented a review and approval process requiring all payroll filings and remittances to be reviewed and signed off by school leadership prior to submission. Additionally, internal payroll calendars and deadline tracking procedures have been updated to ensure timely filings in accordance with IRS and ERB requirements. The finance committee will review the 941 tax filings and review ERB filings periodically to test this control is working.

We are committed to strengthening internal controls over payroll compliance and aligning with NMAC 6.20.2.18.

Implementation: June 30, 2026

Person Responsible: Business Manager

Section IV – Other Matters (Continued)

LA ACADEMIA DE ESPERANZA CHARTER SCHOOL (CONTINUED)

2025-004 Internal Controls over Payroll (Material Weakness)

Condition/Context: During our review of payroll expenses, we noted the five instances were noted where stipends paid to employees were higher than the approved stipend agreements kept by the school, thus employees were overpaid by $11,700.

Criteria: Per NMAC 6.20.2.18, the local board shall establish written payroll policies and procedures which comply with state and federal regulations on payroll as well as maintaining strict internal controls, close supervision, and financial accounting in accordance with GAAP. Article IX, Section 14 of the New Mexico Constitution indicates that public entities cannot donate, lend, or pledge public funds or credit to private parties, nor can they provide gifts or subsidies to private individuals or organizations.

Cause: Lack of effective review and reconciliation of payroll payments and stipend agreements. Control over implementation to a different payroll system as of 1/1/2025 was insufficient.

Effect: Underpayment and overpayment of employees, risk of financial loss and noncompliance with employment agreements. Noncompliance with New Mexico Anti-Donation Clause if over/under payments are not recovered.

Repeating Finding: No

Recommendation: We recommend management implement procedures to ensure payroll payments and stipends are reconciled to approved agreements and contracts prior to payment. We recommend management perform this review during the preparation of payroll in addition to the end of the year.

Management's Response: We acknowledge the findings related to payroll discrepancies. However, following our internal review, we determined that only five employees received overpayments totaling $9,700.02. Additionally, we confirmed that the one employee identified as underpaid had in fact received a pay dock and therefore was not underpaid.

These errors occurred during the transition to a new payroll system on January 1, 2025, and were due to inadequate reconciliation between payroll entries and approved contracts/stipend agreements. Corrective action is underway to address the underpayment and recover any applicable overpayments, in compliance with the New Mexico Constitution's Anti-Donation Clause.

To prevent recurrence, we have implemented the following:

- A dual-review process during payroll preparation to verify amounts against signed contracts and approved stipends.
- End-of-year payroll audits to reconcile payments to original agreements.
- Staff training on payroll system procedures and internal controls.

We are committed to strengthening payroll oversight and ensuring full compliance with NMAC 6.20.2.18 and state constitutional requirements.

Section IV – Other Matters (Continued)

LA ACADEMIA DE ESPERANZA CHARTER SCHOOL (CONTINUED)

2025-004 Internal Controls over Payroll (Material Weakness) (Continued)

Implementation: June 30th, 2026

Person Responsible: Business Manager

LOS PUENTES CHARTER SCHOOL

No findings to report for Fiscal Year 2025.

LOS PUENTES CHARTER SCHOOL FOUNDATION

No findings to report for Fiscal Year 2025.

MARK ARMIJO ACADEMY

2025-001 Internal Controls over Payroll (Other Noncompliance)

Condition/Context: During our testing of employees' payroll files, we noted one of five employee contracts tested, an employee stipend was underpaid by $500.

Criteria: Per NMAC 6.20.2.18, the local board shall establish written payroll policies and procedures which comply with state and federal regulations on payroll, as well as maintaining strict internal controls, close supervision, and financial accounting in accordance with GAAP. School district shall maintain and have available for inspection the following employee record documentation: employment contracts (including increments), personnel/payroll action forms, certification records, employment eligibility verification (federal form I-9 for citizenship certification), federal and state withholding allowance certification, pay deductions authorizations, pay, or position change notices, Education Retirement Act plan application, and direct deposit.

Cause: Management oversight.

Effect: Noncompliance with contractual obligations and potential inaccurate compensation paid to employees.

Repeating Finding: No

Section IV – Other Matters (Continued)

MARK ARMIJO ACADEMY (CONTINUED)

2025-001 Internal Controls over Payroll (Other Noncompliance) (Continued)

Auditor's Recommendation: Management should implement procedures to ensure all employee compensation, including stipends, is paid in accordance with contract terms and supported by adequate documentation.

Management's Response: The Business Manager did not capture all payroll periods in the accounting software for this stipend. Management will be sure to check that any stipends paid across multiple pay periods are captured and fully paid out by year-end.

Implementation: Completion by June 30, 2026.

Person Responsible: Executive Director and Business Manager

2025-002 (2024-049) Budgetary Conditions (Other Noncompliance)

Condition/Context: During our audit, we noted actual expenditures exceeded the budgetary authority for the following funds and functions:

- Fund 21000: 3000 Operation of Non-Instructional Service $5,763

Management's Progress for Repeat Findings: Management failed to implement adequate controls to resolve the finding and will work toward corrective action during FY2026.

Criteria: Sound financial management and 6.20.2.9 (A) NMAC and 22-8-5 through 22-8-12.2 NMSA 1978 require that budgets not be exceeded at the legal level of control, which the function is the legal level of control.

Cause: Management oversight.

Effect: Noncompliance with state statutes.

Repeating Finding: 2024-049

Auditor's Recommendation: We recommend management establish controls necessary to monitor the budget and submit any necessary adjustments on a timely basis to avoid any over-expected functions and allow sufficient time to have a budget adjustment request approved.

Section IV – Other Matters (Continued)

MARK ARMIJO ACADEMY (CONTINUED)

2025-002 (2024-049) Budgetary Conditions (Other Noncompliance) (Continued)

Management's Response: Management knew it was going to receive this exact amount in receivables; however, the overall budget did not receive an approved increase. This food service fund will need revisions before year-end depending on food service expenditures throughout the year. Management and the Governing Council will implement checks during board meetings throughout the year to be sure that any necessary food service budget changes are made before year-end.

Implementation: November 10, 2025

Person Responsible: Governing Council, Business Manager, Executive Director

2025-003 (2022-067) Financial Close and Reporting (Material Weakness)

Condition/Context: During our audit, we noted the following deficiencies in internal controls related to financial close and reporting.

- $54,362 in revenue and accounts receivable for fund 24101 was not recorded.
- $211,190 in construction in progress (CIP) was recorded as additions to building improvements and had to be reclassified.
- $170,789 in depreciation expense was improperly calculated.
- $714,701 in building improvements and $104,111 in depreciation expense were improperly recorded in FY24. Due to this, there was a restatement to beginning net position and capital assets.

Management's Progress for Repeat Findings: Management failed to implement adequate controls to resolve the finding and will work toward corrective action during FY2026.

Criteria: Per NMAC 6.20.2.11, every school district shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP.

Cause: Lack of internal controls over financial reporting.

Effect: Misstatements of the financial statements.

Repeating Finding: 2024-050

Section IV – Other Matters (Continued)

MARK ARMIJO ACADEMY (CONTINUED)

2025-003 (2022-067) Financial Close and Reporting (Material Weakness) (Continued)

Auditor's Recommendation: We recommend that management establish procedures to review monthly receipts to ensure complete and accurate recording of revenues. We recommend that management establish procedures over capital assets to properly identify and track all asset acquisitions and to properly prepare the capital asset listing.

Management's Response: The Business Manager missed reporting an outstanding receivable on the accruals. Procedures will be updated where the Business Manager will do monthly reconciliations on receivables. Management will revise its policy on recording capital assets to properly reflect GASB procedures for recording construction in progress and depreciating capital assets. This will be reviewed by the audit committee prior to any future audits.

Implementation: June 20, 2025 for the capital assets; October 31, 2025 for the receivable reconciliation

Person Responsible: Business Manager, Executive Director, and Audit Committee

FRIENDS OF MARK ARMIJO ACADEMY FOUNDATION

No findings to report for Fiscal Year 2025.

MONTESSORI OF THE RIO GRANDE CHARTER SCHOOL

No findings to report for Fiscal Year 2025.

FRIENDS OF MONTESSORI FOUNDATION

2025-001 Controls Over Cash Disbursements (Other Noncompliance)

Condition/Context: During our review, we noted that one out of three checks reviewed by the Foundation for amounts over $500 did not contain dual signatures, as required by Foundation policy.

Criteria: Foundation policy requires that all checks over $500 have dual signatures. Section 12-6-5 NMSA 1978 and NMAC 2.2.2.10L.(1)(c) require that any violation of law or good accounting practices identified during the audit be disclosed in the schedule of findings and responses.

Cause: The Foundation did not obtain the required dual signatures on checks over $500.

Section IV – Other Matters (Continued)

FRIENDS OF MONTESSORI FOUNDATION (CONTINUED)

2025-001 Controls Over Cash Disbursements (Other Noncompliance) (Continued)

Effect: Noncompliance with internal controls and established policy.

Repeating Finding: No

Auditor's Recommendation: We recommend that the Foundation ensure all checks over $500 are signed by two authorized individuals.

Management's Response: This occurred during the previous President's time on the Board and appears to be an oversight and our past president did not get double signatures.

Implementation: As of August 2025, the Foundation is only writing checks on Fridays when we have at least two officers that are present and can sign.

Person Responsible: Foundation President, Vice President, Treasurer, and Secretary.

MOUNTAIN MAHOGANY COMMUNITY SCHOOL

2025-001 Internal Control Over Payroll (Other Matters)

Condition/Context: During our testing of payroll records, we noted that one employee, out of five tested, was paid $423 more than the salary amount specified in the employment contract.

Criteria: Per NMAC 6.20.2.18, the local board shall establish written payroll policies and procedures which comply with state and federal regulations on payroll, as well as maintaining strict internal controls, close supervision, and financial accounting in accordance with GAAP. School districts must maintain and have available for inspection the following employee record documentation: employment contracts (including increments), personnel/payroll action forms, certification records, employment eligibility verification (federal form I-9 for citizenship certification), federal and state withholding allowance certification, pay deductions authorizations, pay or position change notices, Education Retirement Act plan application, and direct deposit.

Cause: Management oversight resulted in the employee being paid in excess of the contracted salary.

Section IV – Other Matters (Continued)

MOUNTAIN MAHOGANY COMMUNITY SCHOOL (CONTINUED)

2025-001 Internal Control Over Payroll (Other Matters) (Continued)

Effect: Noncompliance with applicable rules and regulations, and potential for inaccurate compensation paid to employees.

Repeating Finding: No

Auditor's Recommendation: We recommend management establish procedures to ensure all compensation paid to employees is supported by sufficient and maintained documentation, and that payroll payments are reconciled to employment contracts prior to processing.

Management's Response: We acknowledge the error, which resulted because of the unusual occurrence that FY25 had 261 days rather than the normal 260 days. During our year end accrual the entry was made addressing the 261 days rather than limiting the accrual to the amount of the exempt employee's contract. We have made notes in our year end payroll accrual process to check that the year end payroll accrual is limited to exempt employee's contract amount. We would like to note that when the employee found out about the overpayment the school was immediately reimbursed for the overpayment in FY26.

Implementation: We have updated our year end payroll accrual process document.

Person Responsible: Business Manager.

NATIVE AMERICAN COMMUNITY ACADEMY

2025-001 Internal Controls over Bank Reconciliation (Other Noncompliance)

Condition/Context: Review and approval of the November 2024 bank reconciliation was not performed or documented.

Criteria: Per 6.20.2 NMAC Every school district shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP. All bank accounts shall be reconciled on a monthly basis.

Cause: Lack of documented review procedures for bank reconciliations.

Effect: Potential for misstatements in cash balances and increased risk of errors or omissions.

Section IV – Other Matters (Continued)

NATIVE AMERICAN COMMUNITY ACADEMY (CONTINUED)

2025-001 Internal Controls over Bank Reconciliation (Other Noncompliance) (Continued)

Repeating Finding: No

Auditor's Recommendation: Management should implement procedures to ensure all bank reconciliations are reviewed and signed off by an appropriate individual.

Management's Response: The November 2024 bank reconciliation was completed and reviewed by the Assistant Business Manager; however, the Business Manager did not provide the required reviewer sign-off. This was an isolated oversight, as all other reconciliations in 2024 and 2025 to date include documented approval. The Executive Director acknowledges the lapse in internal control oversight and will ensure adherence to review and approval requirements going forward.

Implementation:
Monthly Review & Approval (Effective December 2024):
The Business Manager will conduct an independent review of all monthly bank reconciliations. Approval will be evidenced through a dated signature, electronic stamp, or approved electronic workflow.

Measurable Outcome: 100% of bank reconciliations from December 2024 forward will contain documented Business Manager approval.

Integration into Monthly Close Checklist (Implemented December 2024):
Bank reconciliation review and approval will be added as a recurring task on the monthly close checklist, owned by the Business Manager. The Executive Director will verify the presence of documented approval when reviewing the monthly financial packet for the Finance/Audit Committee meeting.

Measurable Outcome: The monthly close checklist will show completion of the reconciliation review task each month, with the Executive Director confirming checklist completion during Finance/Audit packet review.

Quarterly Monitoring (Beginning Q1 2026):
The Business Manager will perform quarterly monitoring of checklist completion and reconciliation approvals. Results will be reported to the Executive Director.
Measurable Outcome: Quarterly monitoring logs will reflect 100% compliance or note exceptions with documented follow-up within 10 business days.

Person Responsible: Business Manager, Executive Director

2025-002 Travel and Per Diem (Other Noncompliance)

Condition/Context: We noted three instances where per diem rates were based on General Services Administration (GSA) rates, not rates required by NM DFA.

Section IV – Other Matters (Continued)

NATIVE AMERICAN COMMUNITY ACADEMY (CONTINUED)

2025-002 Travel and Per Diem (Other Noncompliance) (Continued)

Criteria: Per NMAC 6.20.2.19, each school district shall establish and implement written policies and procedures for travel and training. Travel policies and procedures shall be in compliance with the Per Diem and Mileage Act, Sections 10-8-1 through 10-8-8, NMSA 1978, and Department of Finance and Administration (DFA) regulations.

Cause: Incorrect rates applied for per diem reimbursements.

Effect: Noncompliance with state travel policies.

Repeating Finding: No

Auditor's Recommendation: Management should ensure travel reimbursements are based on NM DFA rates.

Management's Response: Three employees who attended the same event were reimbursed at an incorrect per diem rate. The travel request was submitted with incomplete and incorrect supporting documentation, and the lack of a secondary review step allowed the error to go undetected. The Executive Director acknowledges the gap in oversight and will ensure strengthened controls in the travel approval and reimbursement process.

Implementation:
Updated Travel & Expense Packet (Implemented July 2025):
The Travel & Expense packet has been revised to explicitly require the use of NM DFA rates for all NM state-funded travel. Guidance now includes required supporting documentation, estimated travel calculations, and verification steps.
Measurable Outcome: Beginning July 2025, 100% of approved travel packets will reference NM DFA rates and contain all required documentation.

Two-Step Review Process (Effective Immediately):
Step 1: Upon travel approval, the Business Manager will verify the estimated mileage and reimbursement rates.
Step 2: Upon submission of the reimbursement request, the Business Manager will re-verify miles traveled and rates before payment is processed.
Measurable Outcome: All reimbursements processed after July 2025 will include documented pre-travel and post-travel verification.

Executive Oversight (Beginning January 2025):
The Executive Director will conduct a monthly spot check of a minimum of two travel reimbursements to ensure compliance with rate requirements and documentation standards. Findings will be communicated to the Business Manager and corrected within 5 business days if discrepancies are identified.

Measurable Outcome: Monthly spot-check log maintained by the Executive Director, demonstrating ongoing monitoring and corrective follow-up.

Section IV – Other Matters (Continued)

NATIVE AMERICAN COMMUNITY ACADEMY (CONTINUED)

2025-002 Travel and Per Diem (Other Noncompliance) (Continued)

Person Responsible: Business Manager, Executive Director

2025-003 Internal Control over Payroll (Other Noncompliance)

Condition/Context: We noted the following matters over payroll.

- One instance in which insurance elections differed from withholdings.
- One instance in which stipend agreement of $750 was not signed prior to payment.
- One instance where an I9 was unable to be located by management.

Criteria: Per NMAC 6.20.2.18, the local board shall establish written payroll policies and procedures which comply with state and federal regulations on payroll, as well as maintaining strict internal controls, close supervision, and financial accounting in accordance with GAAP. School district shall maintain and have available for inspection the following employee record documentation: employment contracts (including increments), personnel/payroll action forms, certification records, employment eligibility verification (federal form I-9 for citizenship certification), federal and state withholding allowance certification, pay deductions authorizations, pay, or position change notices, Education Retirement Act plan application, and direct deposit.

Cause: Incomplete payroll documentation and discrepancies in withholdings.

Effect: Potential for inaccurate payroll payments and noncompliance with employment documentation requirements.

Repeating Finding: No

Auditor's Recommendation: Management should review employee payroll files for completeness and accuracy, ensuring all required documentation is retained.

Management's Response:
During 2024 benefits enrollment, an insurance withholding mismatch occurred due to a manual data-entry error in Aptafund. The change was correctly updated in the NMPSIA benefits portal but was not transmitted to the payroll system.

The unsigned stipend agreement resulted from verbal approval by the Director, and payroll processed the stipend in good faith without receiving a signed document.

The missing I-9 relates to an employee hired in 2007, prior to current documentation and onboarding controls.

The Executive Director acknowledges these control gaps and will ensure corrective actions are implemented and monitored going forward.

Section IV – Other Matters (Continued)

NATIVE AMERICAN COMMUNITY ACADEMY (CONTINUED)

2025-003 Internal Control over Payroll (Other Noncompliance) (Continued)

Implementation:
Correction of Insurance Withholding Error (Completed):
The discrepancy was corrected and a manual adjustment issued.

Measurable Outcome: Adjustment completed and documented in the payroll file.

Monthly Benefits-to-Payroll Reconciliation (Effective January 2026):

A monthly reconciliation of NMPSIA benefits elections to payroll deductions will be performed by the Business Manager. The reconciliation report will be included in the payroll approval packet and reviewed by the Executive Director prior to each payroll run.

Measurable Outcome: 100% of payroll packets from January 2026 forward will contain a documented reconciliation report and Executive Director review.

Stipend Approval Controls (Effective Immediately):

Payroll will not process any new or modified stipends without a fully executed stipend agreement. Signed agreements will be included in the payroll approval packet for Executive Director review.

Measurable Outcome: 100% of stipends processed after December 2025 will have signed agreements on file, evidenced in payroll packet documentation.

Hiring Documentation Training (Q1 2026):

Develop and deliver a mandatory 20-minute training for all administrative staff involved in interviewing or onboarding new employees. The training will cover required hiring documents, I-9 timelines, and procedures for transmitting documents to HR. Delivered by the Business Manager in collaboration with the Executive Director.

Measurable Outcome: Training completion roster maintained; 100% of current administrative staff will complete training by March 31, 2026, with new staff completing within 30 days of hire thereafter.

Person(s) Responsible: Business Manager, Executive Director

Section IV – Other Matters (Continued)

NATIVE AMERICAN COMMUNITY ACADEMY (CONTINUED)

2025-004 Internal Controls over Transactions Between School and Foundation (Material Weakness)

Condition/Context: The School and Foundation did not reconcile intergovernmental receivables and payables, resulting in:

- School did not initially identify $249,668 of receivables from the Foundation.
- School indicated $500,000 was due from the Foundation related to FY25, which the Foundation did not present as payable to the School. After inquiry, it was determined the revenues related to FY26.
- Foundation did not identify $224,668 of payables to the School, related to grants for FY25.

Criteria: Per 6.20.2 NMAC Every school district shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP.

Cause: Lack of reconciliation procedures between School and Foundation.

Effect: Misstatement of receivables, payable, revenues and expenses.

Repeating Finding: No

Auditor's Recommendation: Management should implement procedures to reconcile intergovernmental transactions regularly.

Management's Response:
The School and the Foundation did not conduct periodic inter-entity reconciliations, which resulted in misstatements identified during the FY25 audit. The Executive Director acknowledges the oversight and will ensure that formalized policies and monitoring procedures are implemented to prevent recurrence.

Implementation:
Inter-Entity Reconciliation Policy (To Be Completed Q1 2026):

Develop and adopt a joint Inter-Entity Reconciliation Policy requiring reconciliations at each quarter-end (September 30, December 31, March 31, June 30) using a standardized reconciliation template. Policy drafted by the Business Manager and approved jointly by the Executive Director (School) and Foundation Director.

Measurable Outcome: Approved policy in place by March 31, 2026, with the first reconciliation completed under the new policy for the period ending March 31, 2026.

Section IV – Other Matters (Continued)

NATIVE AMERICAN COMMUNITY ACADEMY (CONTINUED)

2025-004 Internal Controls over Transactions Between School and Foundation (Material Weakness) (Continued)

Joint Training for Finance Staff (Q2 2026):
Conduct training for both School and Foundation finance teams on how to complete the standardized reconciliation, resolve variances, and document supporting evidence. Training delivered by the Business Manager with participation from the Executive Director and Foundation Director.

Measurable Outcome: Training completion roster with 100% of relevant staff trained by June 30, 2026.

Ongoing Quarterly Reconciliations & Monitoring (Beginning Q2 2026):

Following adoption of the policy, quarterly reconciliations will be completed no later than 15 business days after each quarter-end. The Executive Director and Foundation Director will jointly review and sign off on reconciliations.

Measurable Outcome: Documented reconciliations and approvals for all quarter-ends beginning January 2026.

Person Responsible: Business Managers, Directors at NACA school and Foundation

2025-005 Compensated Absences – Implementation of GASB 101 (Material Weakness)

Condition/Context: During our review of management's implementation of GASB 101 we noted the following issues.

- Three revisions of the compensated absences accrual were provided; initial calculations listed $755,856 for FY25 and $600,560 for FY24, final version listed $94,457 for FY25 and $0 for FY24.
- Employees had balances in excess of maximum carryover, deficit balances, and calculation was performed based on daily rates while leave is kept in hours.
- These matters resulted in material adjustments between the first and final version of the accrual.

Criteria: Per 6.20.2 NMAC Every school district shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP.

Section IV – Other Matters (Continued)

NATIVE AMERICAN COMMUNITY ACADEMY (CONTINUED)

2025-005 Compensated Absences – Implementation of GASB 101 (Material Weakness) (Continued)

Cause: Errors in calculation methodology, lack of adherence to policy limits and insufficient review of calculation separate from the individual who prepared.

Effect: Material misstatement of compensated absences accruals.

Repeating Finding: No

Auditor's Recommendation: Management should review and revise compensated absences calculations to ensure compliance with GASB 101 and internal policies.

Management's Response:
Multiple revisions of the compensated absences accrual were required during the audit. Initial calculations listed incorrect accruals. While final corrected version was provided, these issues resulted in material adjustments between the initial and final accrual. The Executive Director acknowledges the lack of clear policy guidance and insufficient review controls and will ensure stronger oversight going forward.

Implementation:
Formal Compensated Absences Policy (Completed by Q2 2026):

Develop and adopt a comprehensive Compensated Absences Policy that clearly defines:

- Maximum carryover limits
- Treatment and correction of negative balances
- Forfeiture rules
- Required documentation and timelines for updating leave balances

Policy drafted by the Business Manager and approved by the Executive Director.

Measurable Outcome: Approved policy published by March 30, 2026, with all employee balances updated and aligned to policy by June 30, 2026.

Strengthened Year-End Accrual Calculation Procedures (Effective FY26 Year-End):

Convert annual accrual calculation to an hours-based methodology consistent with how leave is tracked in the HR/Payroll system. Conduct an annual review of all leave balances for compliance with carryover and forfeiture rules prior to preparing the accrual.

Measurable Outcome: FY26 accrual workpapers demonstrate use of hourly methodology and corrected leave balances with supporting documentation.

Section IV – Other Matters (Continued)

NATIVE AMERICAN COMMUNITY ACADEMY (CONTINUED)

2025-005 Compensated Absences – Implementation of GASB 101 (Material Weakness) (Continued)

Secondary Independent Review (Beginning FY26 Year-End):
A second reviewer—independent of the preparer—will verify assumptions, balance data, rates, and formulas prior to finalizing the accrual. Executive Director will review and sign off on the final accrual before submission to the auditors.

Measurable Outcome: 100% of year-end accruals beginning FY26 will include dated preparer and reviewer sign-offs.

Person Responsible:
Business Manager, Executive Director

2025-006 (2017-034) Financial Close and Reporting (Material Weakness)

Condition/Context: During our review of financial close and reporting for FY25, we noted the following deficiencies:

- **Leases:** 108 periods were used for a lease instead of 120 periods, resulting in an overstatement of FY25 amortization expense and understatement of right-to-use asset of $15,289.
- **Accounts Payable:** The listing was not prepared based on when goods or services were rendered/received, resulting in a revised AP listing with a $45,623 difference from the initial listing.
- **RFR Funds:** Several grant funds expired as of 6/30/2025, with the following reported fund balances:
    - 24101: ($10,969)
    - 27150: $170
    - 27901: ($6,270)
    - 27909: ($7,238)
    - 28142: $48,489

Section IV – Other Matters (Continued)

NATIVE AMERICAN COMMUNITY ACADEMY (CONTINUED)

2025-006 (2017-034) Financial Close and Reporting (Material Weakness) (Continued)

- **Fund Balance:** A prior year adjustment entry of $110,000 to reclassify funds between 29012 and 29138 was not recorded in FY25, resulting in a correction during the audit.

Management's Progress for Repeat Findings: Management failed to implement adequate controls to resolve the finding and will work toward corrective action during FY2026.

Criteria: Per 6.20.2 NMAC Every school district shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP.

Cause: Lack of effective internal controls and oversight in financial close and reporting processes.

Effect:

- Overstatement of amortization expense and understatement of right-to-use asset
- Misstatement of accounts payable and expenses.
- Potential misstatement of fund balances for expired grants.
- Misstatement of fund balances due to omitted prior year adjustments.

Repeating Finding: 2024-051

Auditor's Recommendation: Management should strengthen financial close and reporting procedures to:

- Ensure lease schedules use the correct term.
- Prepare AP listings based on service/rendered dates.
- Monitor, report grant fund balances accurately and revert timely, as applicable.
- Post all prior year audit adjustments timely.

Management's Response: The CNM Lease spreadsheet has been updated, the Accounts Payable year-end close procedure has been revised to require use of goods-received/service-rendered dates, and correcting journal entries (JE 94566 and JE 84975) were posted on August 26, 2025 to address fund discrepancies and prior year adjustment. The Executive Director acknowledges the need for strengthened reporting controls and AP cutoff procedures and will ensure these actions are fully implemented and monitored.

Section IV – Other Matters (Continued)

NATIVE AMERICAN COMMUNITY ACADEMY (CONTINUED)

2025-006 (2017-034) Financial Close and Reporting (Material Weakness) (Continued)

Implementation:
Timely Cash Report Submission (Beginning Q4 2025):

The Business Manager will submit all required Cash Reports no later than five business days prior to the statutory due date.

Measurable Outcome: Cash Report submission log will reflect on-time submission for 100% of reports starting Q4 2025.

Year-End AP Cutoff Testing (Beginning FY26 Year-End):

Implement a formal AP cutoff test at year-end: the Business Manager will pull all invoices received between July 1–15 and validate that expenditures are recorded in the correct fiscal period based on goods-received/service-rendered dates. Exceptions will be corrected within 5 business days.

Measurable Outcome: AP cutoff testing worksheet completed each year with preparer and reviewer sign-offs beginning FY26.

Updated Procedures Integrated Into Close Checklist (Implemented 2025):

Year-end close procedures will explicitly require use of goods-received/service-rendered dates and have been added to the monthly and annual close checklists.

Measurable Outcome: Monthly and year-end close checklists will show consistent completion of AP cutoff and date verification steps.

Person Responsible:
Business Manager, Executive Director

NATIVE AMERICAN COMMUNITY ACADEMY FOUNDATION

2025-001 (2023-077) Financial Close and Reporting (Material Weakness)

Condition/Context:

- June bank reconciliation included $17,406 of outstanding wires that did not represent valid outstanding cash reductions which were subsequently reclassified to accounts payable.
- Accounts payable of $6,500 not identified by the Foundation for a FY25 invoice.
- Accounts receivable of $224,668 were not identified by the Foundation for outstanding draws/RFRs related to FY25.

Section IV – Other Matters (Continued)

NATIVE AMERICAN COMMUNITY ACADEMY FOUNDATION (CONTINUED)

2025-001 (2023-077) Financial Close and Reporting (Material Weakness) (Continued)

Management's Progress for Repeat Findings: Management failed to implement adequate controls to resolve the finding and will work toward corrective action during FY2026.

Criteria: Per 6.20.2 NMAC Every school district shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP.

Cause: Insufficient review of financial close and reporting procedures.

Effect: Misstatement of accounts payable and receivable balances. Inaccurate bank reconciliation and misstatement of cash.

Repeating Finding: 2024-054

Auditor's Recommendation: Management should strengthen procedures for identifying and recording outstanding payables and receivables.

Management's Response:
This was an isolated oversight, as inter-entity reconciliation procedures are being established with a more consistent process among the separate Business Managers and involved staff. The Executive Director acknowledges the lapse in internal control oversight and will ensure adherence to review and approval requirements involving AP/AR reconciliations going forward.

The Foundation and the School did not conduct periodic inter-entity reconciliations, which resulted in misstatements identified during the FY25 audit. The Executive Director acknowledges the oversight and will ensure that formalized inter-entity policies and monitoring procedures are implemented to prevent recurrence.

Implementation:

Monthly Review & Approval (Effective December 2025):

The Business Manager will conduct an independent review of all monthly bank reconciliations. Approval will be evidenced through a dated signature, electronic stamp, or approved electronic workflow.

Quarterly Monitoring (Beginning Q1 2026): The Business Manager will perform quarterly monitoring of checklist completion and reconciliation approvals. Results will be reported to the Executive Director.

Measurable Outcome: Quarterly monitoring logs will reflect 100% compliance or note exceptions with documented follow-up within 10 business days.

Section IV – Other Matters (Continued)

NATIVE AMERICAN COMMUNITY ACADEMY FOUNDATION (CONTINUED)

2025-001 (2023-077) Financial Close and Reporting (Material Weakness) (Continued)

Inter-Entity Reconciliation Policy (To Be Completed Q1 2026):
Develop and adopt a joint Inter-Entity Reconciliation Policy requiring reconciliations at each quarter-end (September 30, December 31, March 31, June 30) using a standardized reconciliation template. Policy drafted by the Business Manager and approved jointly by the Foundation Director and Executive Director (School).

Measurable Outcome: Approved policy in place by March 31, 2026, with the first reconciliation completed under the new policy for the period ending March 31, 2026.

Joint Training for Finance Staff (Q2 2026):

Conduct training for both School and Foundation finance teams on how to complete the standardized reconciliation, resolve variances, and document supporting evidence. Training delivered by the Business Manager with participation from the Executive Director and Foundation Director.

Measurable Outcome: Training completion roster with 100% of relevant staff trained by June 30, 2026.

Ongoing Quarterly Reconciliations & Monitoring (Beginning Q2 2026):

Following adoption of the policy, quarterly reconciliations will be completed no later than 15 business days after each quarter-end. The Foundation Director and Executive Director will jointly review and sign off on reconciliations.

Measurable Outcome: Documented reconciliations and approvals for all quarter-ends beginning January 2026.

Person Responsible:

Business Manager (Foundation & School), Executive Director (Foundation & School), Foundation Director and Foundation Board Chair

Section IV – Other Matters (Continued)

NEW AMERICA SCHOOL

2025-001 Internal Controls Over Cash Receipts (Other Noncompliance)

Condition/Context: During cash receipts testing, we noted 1 of 11 cash receipts reviewed totaling $210 was not deposited within 24 hours of receipt.

Criteria: Per NMAC 6.20.2.14, school districts shall establish and maintain a cash management program to safeguard cash and provide prompt and accurate reporting that adheres to cash management requirements of the applicable state and federal laws and regulations. In addition, NMAC 6.20.2.14 states that money received and receipted shall be deposited in the bank within twenty-four (24) hours or one banking day.

Cause: Lack of effective internal controls surrounding cash receipts.

Effect: Noncompliance with NMAC 6.20.2.14.

Repeating Finding: No

Auditor's Recommendation: We recommend the school review NMAC 6.20.2.14 and ensure procedures are in place to allow for timely deposits and to ensure documentation for all deposits is retained and readily accessible.

Management's Response: The school is aware of the requirement to deposit cash within 24 hours of receipt. Management will discuss the process with employees tasked with cash receipting and depositing to ensure a full understanding of this requirement. Management will identify additional staff responsible for receipting and depositing in case of staff absence on the day of receipt.

Implementation: Discussion will occur before 12/19/2025

Person Responsible: Head Administrator

Section IV – Other Matters (Continued)

NEW AMERICA SCHOOL (CONTINUED)

2025-002 Budgetary Conditions (Other Noncompliance)

Condition/Context: During our audit, we noted expenditure functions where actual expenditures exceeded the budgetary authority:

- Fund 31600: 2000 Support Services $99

Criteria: Sound financial management and 6.20.2.9 (A) NMAC and 22-8-5 through 22-8-12.2 NMSA 1978 require that budgets not be exceeded at the legal level of control, which the function is the legal level of control.

Cause: Management oversight.

Effect: Noncompliance with state statutes.

Repeating Finding: No

Auditor's Recommendation: We recommend management establish controls necessary to monitor the budget and submit any necessary adjustments on a timely basis to avoid any overspending of functions and allow sufficient time to receive a budget adjustment approval if needed.

Management's Response: Management is aware of the requirement of each Function's budget to be at $0 or more to remain in compliance. The school's contracted Business Manager will budget an additional percent more in the County Tax Collection Cost line item than is anticipated to be necessary in order to meet this compliance measure.

Implementation: Completed 7/1/2025

Person Responsible: Contracted Business Manager

Section IV – Other Matters (Continued)

NEW AMERICA SCHOOL (CONTINUED)

2025-003 Internal Controls Over Purchase Card Charges (Other Noncompliance)

Condition/Context: During journal entry testing, we noted $1.20 in finance charges and a $250 late payment fee on the May 2025 purchase card statement.

Criteria: Per NMAC 6.20.2.11, every school district shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP.

Cause: Lack of adequate internal controls and management oversight.

Effect: Noncompliance with state statutes.

Repeating Finding: No

Auditor's Recommendation: Management should establish procedures to ensure timely payments to avoid finance charges and late fees.

Management's Response: The school acknowledges that during a time of transition to a new Head Administrator as well as a new contracted Business Manager that payment on its purchasing card was made beyond the due date resulting in charges and fees. Due to the school's reduction in administrative employees, it was determined that the purchasing card was to be closed as internal controls surrounding purchasing card processes were no longer feasible. The purchasing card was closed in June 2025 by the school's previous Head Administrator prior to her last day of employment.

Implementation: Completed in June 2025

Person Responsible: Head Administrator

Section IV – Other Matters (Continued)

NEW MEXICO INTERNATIONAL SCHOOL

2025-001 Capital Assets (Material Weakness)

Condition/Context: During capital asset testing, it was found that FY2025 roofing replacement costs of $193,725 were not capitalized. Further review revealed the school's capitalization policy does not align with U.S. GAAP, leading to possible understatement of capital assets in prior years. Additional analysis identified:

- HVAC split system ($53,237, FY2024) and roof replacement ($323,927, FY2023) were also excluded from capitalization.
- Beginning capital assets and accumulated depreciation were understated by approximately $323,927, thus resulting in a restatement to net position.
- Corrections provided by the school misclassified roof costs under furniture, fixtures, and equipment instead of building improvements, requiring auditor adjustment of $193,000.

Criteria: Per NMAC 6.20.2.11, every school district shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general-purpose financial statements in accordance with GAAP.

Cause: The school's capitalization policy was not updated to reflect U.S. GAAP requirements, resulting in improper exclusion and misclassification of significant asset additions.

Effect: Capital assets and accumulated depreciation were understated in the financial statements, and building improvements were misclassified, impacting the accuracy of reported balances.

Repeating Finding: No

Auditor's Recommendation: Update the capitalization policy to align with U.S. GAAP. Ensure all major improvements and systems are capitalized and correctly classified.

Management's Response: The School has reviewed and updated the capitalization policy to align with GASB and PED requirements and will capitalize all building, land, and equipment improvements exceeding the PED stated capitalization threshold. Management will also ensure that material building improvements are evaluated for capitalization even when classified operationally as repairs. Corrections to beginning balances for FY 2022–FY 2024 have been recorded as part of FY 2025 year-end reporting.

Implementation: Immediately, retroactive to FY23

Person Responsible: Finance and Operations Director

Section IV – Other Matters (Continued)

NEW MEXICO INTERNATIONAL SCHOOL (CONTINUED)

2025-002 Leave Balances (Other Matters)

Condition/Context: During the review of leave reports, it was identified that some employees exceeded their accrued leave balances for FY24 and FY25, resulting in more leave being taken than earned. Specifically, one employee in FY25 took an excess of 7 hours (valued at $319), and two employees in FY24 took a combined excess of 21 hours (valued at $937).

Criteria: NMAC 6.20.2.11 and school policy require accurate tracking of compensated absences and leave balances, with limits enforced per policy.

Cause: Lack of effective controls and procedures for tracking and enforcement of accrual limits.

Effect: Potential for overpayment, policy violations, and inaccurate reporting of compensated absences.

Repeating Finding: No

Auditor's Recommendation: Establish a centralized leave tracking system with automated accrual limits, periodic reconciliation of leave balances, and staff training on leave policies.

Management's Response: The staff member's Directors will verify whether employees are projected to have adequate accrued leave by year end when approving future requests. If an employee is not expected to have sufficient leave by fiscal year end, the absence will be coded as Leave Without Pay to prevent a final negative balance.

Implementation: July 1, 2025

Person Responsible: Special Education Director, and also affecting other department Directors

Section IV – Other Matters (Continued)

NEW MEXICO INTERNATIONAL SCHOOL FOUNDATION

2025-001 Internal Controls over Receipts and Disbursements (Material Weakness)

Condition/Context: During the review of foundation transactions, the following matters were noted:

- For 7 of 8 disbursement samples tested CLA was unable to obtain approval for payments made to vendors, or individuals for transactions totaling $59,746.00
- For 1 of 8 disbursements samples, CLA noted the payment made to the individual for reimbursed costs exceeded the amount approved by the foundation board in the minutes.
- For 5 of 8 disbursement samples, the foundation was unable to reproduce supporting documentation to support the monies being paid by the foundation.
- For 5 of 19 deposits made to the bank, the foundation was unable to reproduce supporting documentation to support the monies received by the foundation totaling $692.

Overall it was noted the foundation does not keep cash or check logs to demonstrate internal controls are in place to account for all cash and checks received by the foundation are ultimately then deposited to the bank.

Criteria: The Committee of Sponsoring Organizations of the Treadway Commission (COSO) internal control framework is recognized as the leading guidance for designing, implementing, and conducting internal control and assessing its effectiveness. An “effective” internal control system includes five components: the control environment, risk assessment, control activities, information, and communication and monitoring. These components should be addressed in entity-level controls related to financial reporting and transaction level processes. The Foundation shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safe-guarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with GAAP.

Cause: Management oversight

Effect: Lack of sufficient policies and procedures could lead to material misstatements, fraud and theft of funds.

Repeating Finding: No

Auditor’s Recommendation: We recommend that sufficient and specific accounts policies and procedures be established and implemented by the Foundation.

Section IV – Other Matters (Continued)

NEW MEXICO INTERNATIONAL SCHOOL FOUNDATION (CONTINUED)

2025-001 Internal Controls over Receipts and Disbursements (Material Weakness) (Continued)

Management's Response: The Foundation agrees with the finding and will implement specific actions to correct the condition and address the root causes. We will require a mandatory two-step approval process for all disbursements, using a documented request form with approval by both the Treasurer and Board President. We will also implement a reimbursement verification checklist to ensure no reimbursements exceed board-approved amounts.

To address deficiencies in receipt documentation, we will introduce a standard deposit packet that includes a deposit intake form, donation or event records, and verification by the Treasurer and a second board member before deposits are submitted. Finally, the Foundation will perform monthly reconciliations of all receipts and disbursements, prepared by the Treasurer and reviewed and approved by the board during our monthly meetings and recorded in the meeting minutes.

Implementation: Approval controls for disbursements will implemented in January 2026. The reimbursement verification checklist, supporting-documentation package, standard deposit packet, and monthly reconciliation process will all be implemented by in the first and second quarter of 2026.

Person Responsible: The Foundation Treasurer will be responsible for implementation, with oversight from the Foundation Board President.

2025-002 Financial Close and Reporting – Bank Reconciliations (Material Weakness)

Condition/Context: The Foundation did not perform monthly bank reconciliations to identify outstanding transactions. Additionally, two matured CDs totaling approximately $35,000 were redeposited into the checking account, but the amounts continued to be recorded as both CDs and contribution revenue. This resulted in double-counting cash and overstating revenue, requiring an adjustment to the trial balance.

Criteria: The Committee of Sponsoring Organizations of the Treadway Commission (COSO) internal control framework is recognized as the leading guidance for designing, implementing, and conducting internal control and assessing its effectiveness. An "effective" internal control system includes five components: the control environment, risk assessment, control activities, information, and communication and monitoring. These components should be addressed in entity-level controls related to financial reporting and transaction level processes. The Foundation shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safe-guarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with GAAP.

Section IV – Other Matters (Continued)

NEW MEXICO INTERNATIONAL SCHOOL FOUNDATION (CONTINUED)

2025-002 Financial Close and Reporting – Bank Reconciliations (Material Weakness) (Continued)

Cause: Lack of timely bank reconciliations and inadequate review of account balances led to errors in recording and classification of cash and revenue transactions.

Effect: Cash and revenue were overstated in the financial statements, increasing the risk of material misstatement and requiring auditor adjustments to correct the trial balance.

Repeating Finding: No

Auditor's Recommendation: Implement monthly bank reconciliations and strengthen review procedures to ensure all transactions are accurately recorded and classified. Regularly monitor account balances and reconcile all investment activity to prevent future misstatements.

Management's Response: The Foundation will implement a formal month-end reconciliation process for all bank and investment accounts, including checking, savings, and CDs. Beginning with the next financial close cycle, staff will prepare bank reconciliations using the accounting system's reconciliation module and a standardized reconciliation template. The Treasurer and President will review and sign off on all reconciliations within ten business days after month-end. Additionally, the Foundation will update its chart of accounts and investment tracking worksheet to correctly classify CDs and ensure that matured CDs are removed from investment accounts upon redemption. A monthly review step will be added to compare investment activity recorded in the general ledger to bank statements to prevent duplicate or misclassified entries.

Implementation: January,2026

Person Responsible: Board Treasurer

PUBLIC ACADEMY FOR PERFORMING ARTS

No findings to report for Fiscal Year 2025.

Section IV – Other Matters (Continued)

ROBERT F. KENNEDY CHARTER SCHOOL

2025-001 Financial Close and Reporting (Material Weakness)

Condition/Context:

During our FY2025 audit, we noted multiple deficiencies in the financial close and reporting process:

- **Bank Reconciliation:** The June 2025 bank reconciliation listed ACH transactions totaling $74,800 as outstanding payments, but these ACHs were not initiated until July 2025.
- **Fund Balance:** A journal entry was improperly recorded in FY25, misstating fund balance by $3,808.
- **Restatement — Fund 26107:** Revenue of $88,266 was recorded in FY24 for an outstanding request for reimbursement (RFR) that was not received within the period of availability. This amount should have been reflected as a deferred inflow of resources in the FY24 financial statements. Fund balance as of 7/1/2024 was restated related to this matter.
- **Accounts Payable:** An invoice of $19,256 was improperly excluded from the year-end accounts payable listing.
- **Cash Report:** Funds 31600 and 31701 beginning cash listed on the FY25 quarter four cash report varied from the financial statements due to FY24 property tax receivable and accounts payable entries.

Criteria: Per NMAC 6.20.2.11, the school must maintain an internal control structure that ensures accurate GAAP-based financial reporting, including proper cutoff, complete liability recognition, and supported fund balance rollforward. Under GAAP/PSAB-UCOA modified accrual, revenues are recognized when both measurable and available; receipts outside the period of availability should be recorded as deferred inflows. Per NMAC 6.20.2.10(C) and the Manual of Procedures, quarterly reports to NMPED must agree to the general ledger and reconcile to prior audited beginning balances.

Cause: Insufficient procedures related to the year-end close and related accrual adjustments.

Effect: Misstatements to cash, liabilities, revenues/deferred inflows, and fund balance. Inaccurate reporting to NMPED.

Repeating Finding: No

Auditor's Recommendation: We recommend internal controls and procedures be developed that includes review of the bank reconciliation to ensure outstanding items are properly, for separate review from the preparer of modified accrual adjustments and documentation of deferred inflows when revenues are not received within the period of availability.

Section IV – Other Matters (Continued)

ROBERT F. KENNEDY CHARTER SCHOOL (CONTINUED)

2025-001 Financial Close and Reporting (Material Weakness) (Continued)

Management's Response: The Business Manager will ensure to date the end of year ACH transactions in the following month. The Business Manager will review the accounts payable prior to the audit. The Business Manager will verify all funds that have the correct balances carrying over to each Quarter to ensure the final balance will be accurate.

Implementation: November 1, 2025

Person Responsible: The Business Manager and the Executive Director

2025-002 Internal Control over Payroll (Other Matters)

Condition/Context: One out of five employees reviewed was paid $771 more than the approved contract amount. The School indicated the amount paid was correct; however, the executed contract was not revised to reflect the approved compensation.

Criteria: Per NMAC 6.20.2.18, payroll policies and procedures must ensure compensation agrees to executed employment contracts and duly approved addenda. Best practice requires that any compensation change be formally authorized and documented before payment, with approvals retained in the personnel file.

Cause: Compensation change was implemented without an executed contract addendum and without updating the approved contract terms in the file.

Effect: Risk of over/underpayment, payroll noncompliance with policy, and disputes over authorized compensation; potential impact on payroll reporting and audit adjustments.

Repeating Finding: No

Auditor's Recommendation: We recommend an executed addendum prior to processing any compensation changes; perform a payroll-to-contract reconciliation each pay cycle; and implement a secondary review to verify that pay amounts agree to the most current executed contract/addendum with evidence of approval retained in the personnel file.

Management's Response: The Business Manager will ensure the amount shown on the employee contract reflects the same in AptaFund.

Implementation: November 1, 2025

Person Responsible: The Business Manager and the Executive Director

Section IV – Other Matters (Continued)

SIEMBRA LEADERSHIP HIGH SCHOOL

2025-001 (2024-067) Budgetary Conditions (Other Noncompliance)

Condition/Context: During our audit, we noted expenditure functions where actual expenditures exceeded the budgetary authority:

- Fund 29102:1000 Instructional $104,508

Management's Progress for Repeat Findings: Management failed to implement adequate controls to resolve the finding and will work toward corrective action during FY2026.

Criteria: Sound financial management and 6.20.2.9 (A) NMAC and 22-8-5 through 22-8-12.2 NMSA 1978 require that budgets not be exceeded at the legal level of control, which the function is the legal level of control.

Cause: Management oversight.

Effect: Noncompliance with state statutes.

Repeating Finding: 2024-067

Auditor's Recommendation: We recommend management establish controls necessary to monitor the budget and submit any necessary adjustments on a timely basis in order to avoid any over-expended functions and allow sufficient time to have a budget adjustment request approved.

Management's Response: Siembra will ensure budgetary compliance by submitting BARs to NMPED on a more regular basis. Siembra will also communicate with PED on any changes needed for BAR approval.

Implementation: Completion by June 30, 2026.

Person Responsible: Business Manager

2025-002 (2023-091) Financial Close and Reporting (Other Noncompliance)

Condition/Context: CLA noted revenues and expenditures did not agree in RFR funds 27552, 26107, and 27502, resulting in a deficit at year end of $745, $3,250, and $3,541 respectively. None of the funds had a fund balance to cover the deficit at year end.

Management's Progress for Repeat Findings: Management failed to implement adequate controls to resolve the finding and will work toward corrective action during FY2026.

Section IV – Other Matters (Continued)

SIEMBRA LEADERSHIP HIGH SCHOOL (CONTINUED)

2025-002 (2023-091) Financial Close and Reporting (Other Noncompliance) (Continued)

Criteria: Per NMAC 6.20.2.11, every school district shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of general purpose financial statements in accordance with GAAP.

Cause: Lack of adequate internal controls over financial reporting.

Effect: Deficit fund balances and inaccurate financial information.

Repeating Finding: 2024-062

Auditor's Recommendation: We recommend management establish procedures to ensure revenues and expenditures are reconciled and that deficit balances are addressed timely.

Management's Response: Siembra will ensure that funds are spent according to approved budgets from NMPED, The Federal Government, and all other grant managers. Year-end reconciliations will be completed to ensure that no overages exist.

Implementation: Completion by June 30, 2026.

Person Responsible: Business Manager

2025-003 Internal Controls over Payroll (Significant Deficiency)

Condition/Context: CLA noted through testing of payroll that one employee of five tested was underpaid $9,060 from their stated contract salary.

Criteria: Per NMAC 6.20.2.18, the local board shall establish written payroll policies and procedures which comply with state and federal regulations on payroll, as well as maintaining strict internal controls, close supervision, and financial accounting in accordance with GAAP.

Cause: Lack of adequate controls over payroll processing and review.

Effect: Employee was underpaid compared to their salary per contract.

Repeating Finding: No

Section IV – Other Matters (Continued)

SIEMBRA LEADERSHIP HIGH SCHOOL (CONTINUED)

2025-003 Internal Controls over Payroll (Significant Deficiency) (Continued)

Auditor's Recommendation: We recommend management review payroll records and ensure all employees are compensated in accordance with their contract terms, and that payroll controls are strengthened to prevent future occurrences.

Management's Response: Siembra will ensure pro-rated salary calculations and what is entered in the payroll software match. Siembra will also ensure that new positions are reviewed at time of first distribution.

Implementation: Completion by June 30, 2026.

Person Responsible: HR Payroll Manager and Business Manager

SIEMBRA LEADERSHIP HIGH SCHOOL FOUNDATION

No findings to report for Fiscal Year 2025.

SOUTH VALLEY ACADEMY

2025-001 Financial Close and Reporting — Capital Assets (Material Weakness)

Condition: Management does not have a formal policy or methodology for assigning useful lives to leasehold improvements made to the facility leased from the school district. Improvements to leased facilities should generally not be depreciated over a period that exceeds the remaining lease. The lease does not specify a term and is effectively tied to the school's charter contract (5 years).

During recalculation of accumulated depreciation, the following items were identified:

- Two assets related to building and land improvements capitalized in June 2021 and May 2022 were assigned useful lives of 15 and 20 years. At that time, the charter authorization period was approved through June 30, 2025; assignment through the remainder of the charter agreement of approximately 3 and 4 years would have been more appropriate. As a result, accumulated depreciation for FY24 was understated by $211,466.
- One additional asset placed in service in June 2017 had first-year depreciation recorded for 11 months instead of 1-month, overstating depreciation expense by $15,993.
- These errors required a net restatement of $195,473 to beginning accumulated depreciation in FY25.

Section IV – Other Matters (Continued)

SOUTH VALLEY ACADEMY (CONTINUED)

2025-001 Financial Close and Reporting — Capital Assets (Material Weakness) (Continued)

During the recalculation of depreciation expense for FY25 the following items were identified:

- Following the restatement, useful lives for affected building and land improvements were updated to align with the remaining charter term, increasing FY25 depreciation by $73,858.
- Additionally, one asset placed in service in June 2025 was depreciated for 11 months instead of 1 month, overstating current-year depreciation by $27,979.
- Overall, current-year depreciation required a net adjustment of $45,879.

Criteria: Per 6.20.2.22 (C) Property control system: Assets of a long-term character which are intended to continue to be held or used, such as land (including acquisition and improvements to grounds), buildings (including initial, acquisition, improvements, remodeling, additions, and replacement), furniture, machinery and equipment shall be acquired and accounted for through the development and implementation of a complete property control system which shall be adopted by the local board and in accordance with GAAP.

Under Generally Accepted Accounting Principles (GAAP), the useful life of leasehold improvements must be determined based on the shorter of the estimated useful life of the improvement itself or the remaining term of the lease.

Cause: Absence of a formal capitalization and useful-life policy for leasehold/building improvements; and insufficient review controls over first-year and current-year depreciation calculations.

Effect: Financial statement misstatements including understated accumulated depreciation in prior periods, a required beginning balance restatement, and erroneous current-year depreciation.

Repeating Finding: No

Recommendation: Strengthen the school's capital asset policies to adopt a written policy that outlines how useful lives will be assigned to leasehold improvements. Review of depreciation schedules, specifically first year additions to ensure first year asset depreciation is appropriately prorated for months in service.

Management's Response: The Director of Finance will update the current capital asset policy to include guidance on leasehold improvements and establish useful lives consistent with the charter renewal term. The revised policy will be presented to the Finance and Audit (F&A) Committee for review and subsequently submitted for board approval. In addition, the Director of Finance will review depreciation schedules, in coordination with the F&A Committee, to ensure the accuracy of first-year depreciation calculations.

Implementation Date: 2025-2026 School Year

Person Responsible: Director of Finance

Section IV – Other Matters (Continued)

SOUTH VALLEY ACADEMY (CONTINUED)

2025-002 Procurement Compliance (Other Noncompliance)

Condition/Context: For one contract exceeding $60,000, the procurement file did not contain complete documentation (e.g., submission logs, evaluating committee scoring sheets) to demonstrate that the Request-for-Proposal (RFP) process was conducted in compliance with state requirements.

Criteria: NMAC 6.20.2.17(A) requires schools to implement written purchasing policies in compliance with the New Mexico Procurement Code (NMSA 1978, §13-1-21 et seq.) and to maintain an internal control structure over purchasing. Procurement records must be adequate to evidence a fair, open, and competitive process (solicitation through award), including receipt logs and scoring documentation.

Cause: Incomplete retention of RFP records.

Effect: Noncompliance with state statute.

Repeating Finding: No

Recommendation: We recommend the school implement an RFP file-completeness checklist (from planning through award) covering issuance, proposal receipt logs, conflict-of-interest disclosures, individual and consensus scoring sheets, evaluation notes, and award approvals.

Management's Response: The Director of Finance will develop and implement an RFP file-completeness checklist and standardized scoring sheet to ensure all future procurements include the required documentation. These tools will be used for every RFP to ensure full compliance with state procurement requirements and proper record retention.

Implementation Date: 2025-2026

Person Responsible: Director of Finance

TECHNOLOGY LEADERSHIP HIGH SCHOOL

No findings to report for Fiscal Year 2025.

Section IV – Other Matters (Continued)

VOZ COLLEGIATE PREPARATORY CHARTER SCHOOL

2025-001 Internal Controls of Food Service Program (Significant Deficiency)

Condition:

- Fund 21100 reported a deficit fund balance of $2,643 as of June 30, 2025. A permanent cash transfer will be required in FY26 to correct this matter.
- During review of meal count sheets maintained by the school, eight of ten months contained variances in the meals listed as served to students compared to the meals submitted for reimbursement. The combined variances resulted in potentially $1,948 of lost revenue.

Criteria: Per NMAC 6.20.2.11, every school district shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safeguarded and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with GAAP. 7 CFR § 210.8(a)(1) indicates school food authorities shall establish internal controls which ensure the accuracy of meal counts prior to the submission of the monthly claim for reimbursement.

Cause: Insufficient cash transfer during FY25 to cover operating costs. Errors in reconciliation or submission process for meal counts.

Effect: Permanent cash transfer required in FY26 to correct the deficit. Potential lost revenue and noncompliance with federal requirements.

Repeating Finding: No

Auditor's Recommendation: Implement monthly reconciliation of meal counts to reimbursement submissions and establish a review process before submission. Ensure timely cash transfers to avoid deficit balances and consider periodic monitoring by finance staff.

Management's Response: Management agrees with the finding. The school will strengthen internal controls over the Food Service Program by implementing a monthly reconciliation process to ensure that meal count sheets align with the meals submitted for reimbursement. Additionally, management will ensure that all necessary cash transfers are completed timely to prevent deficit fund balances going forward. Procedures will be updated to formalize these processes and provide consistent oversight.

Implementation: These actions will be implemented beginning immediately in FY26. Monthly reconciliations and pre-submission reviews will occur starting with the next reimbursement cycle. Policies and procedures will be updated by the third quarter of FY26 to reflect the revised workflow and responsibilities.

Person Responsible: Business Manager, School Leadership, in coordination with the Food Service Manager, will be responsible for implementing and monitoring these corrective actions.

Section IV – Other Matters (Continued)

VOZ COLLEGIATE PREPARATORY CHARTER SCHOOL (CONTINUED)

2025-002 (2021-080) School Financial Close and Reporting (Material Weakness)

Condition/Context: We noted the following matters related to financial close and reporting.

- Property tax revenues of approximately $29,330 were recorded to fund 31600, instead of 31701.
- The School was unable to provide a lease agreement for a copier that commenced during 2021 that was previously recorded under GASB-87.

Management's Progress for Repeat Findings: Management failed to implement adequate controls to resolve the finding and will work toward corrective action during FY2026.

Criteria: Per NMAC 6.20.2.11, every school district shall establish and maintain an internal control structure to provide management with reasonable assurance that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with GAAP.

GASB-87 requires documentation of lease terms for recognition and measurement. Every school district shall establish and maintain an internal control structure to provide management with reasonable assurance that assets are safeguarded and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with GAAP.

Cause: Property tax receipts were not compared to treasurer distribution reports. Missing or misplaced contract documentation.

Effect: Property tax receipts were not deposited to the correct funds, which have different allowable uses. Risk of inaccurate lease liability reporting.

Repeating Finding: 2024-077

Auditor's Recommendation: Locate or obtain a copy of the lease agreement and maintain a centralized repository for all lease contracts. Review GASB-87 compliance procedures. Establish separate review and reconciliation of property taxes to treasurer reports.

Management's Response: The school was never granted the correct amount of budget authority in OBMS for fund 31701 which led to some of the confusion. The misclassification of property tax revenue will be corrected, and additional review steps will be added to prevent future coding errors.

Regarding the missing copier lease agreement, management will work with the vendor to obtain a copy of the original lease contract or a certified replacement.

Implementation: The property tax revenue correction will be recorded in FY26, and revenue classification will be included as a mandatory step in the monthly and year-end close checklists.

Person Responsible: Business manager for the coding adjustments and School Leader/Management for the lease.

Section IV – Other Matters (Continued)

VOZ COLLEGIATE PREPARATORY CHARTER SCHOOL (CONTINUED)

2025-003 Controls over Journal Entries (Significant Deficiency)

Condition: Two of five manual journal entry adjustments were not accompanied by sufficient supporting documentation. The entries appeared to be corrections of errors, but the documentation related to the initial error was not provided.

Criteria: Internal control standards require adequate documentation for all adjustments. Per NMAC 6.20.2.11, every school district shall establish and maintain an internal control structure to provide management with reasonable assurance that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with GAAP.

Cause: Documentation not retained or provided.

Effect: Increased risk of misstatements or unexplained adjustments.

Repeating Finding: No

Auditor's Recommendation: Require supporting documentation for all manual journal entries, including evidence of the original error. Implement a review process before posting.

Management's Response: Going forward, every manual journal entry will require attached supporting evidence—including documentation of the original error, the corrective action taken, and the rationale for the adjustment.

Implementation: The revised journal entry procedures will be implemented immediately. Staff will be trained on the updated documentation and review requirements, and periodic monitoring will be conducted to ensure compliance. Completion to occur by June 30, 2026.

Person Responsible: Business Manager

2025-004 Reporting Compliance (Other Noncompliance)

Condition: Two instances were noted where expense objects used were not recorded to the correct object per the NM PED Chart of Accounts.

Criteria: Per NMAC 6.20.2.13(C) all school districts shall prepare, maintain, and report budget and financial information utilizing a standard and uniform chart of accounts.

Cause: Coding errors during transaction entry or purchase order creation.

Section IV – Other Matters (Continued)

VOZ COLLEGIATE PREPARATORY CHARTER SCHOOL (CONTINUED)

2025-004 Reporting Compliance (Other Noncompliance) (Continued)

Effect: Misclassification of expenses and potential reporting issues.

Repeating Finding: No

Auditor's Recommendation: Provide staff training on NM PED Chart of Accounts coding requirements and implement periodic reviews of coding accuracy.

Management's Response: Staff involved in purchase order creation and transaction entry will receive additional training to reinforce proper object coding requirements. The School will also implement periodic reviews of transaction coding to identify and correct errors promptly and to ensure continued compliance with reporting standards.

Implementation: Corrective actions will begin immediately. Staff training will be completed by quarter three of FY26. Coding accuracy reviews will be incorporated into the monthly close process and documented as part of the School's standard operating procedures.

Person Responsible: Business Manager and Office Manager

VOZ COLLEGIATE PREPARATORY CHARTER SCHOOL FOUNDATION

2025-001 (2024-081) Financial Close and Reporting (Significant Deficiency)

Condition: Two quarterly interest payments totaling $6,500 were not accrued as interest payable by the Foundation as of June 30, 2025, as they were not paid during FY25.

Management's Progress for Repeat Findings: Management failed to implement adequate controls to resolve the finding and will work toward corrective action during FY2026.

Criteria: Accrual basis accounting requires recognition of unpaid interest. The Foundation shall establish and maintain an internal control structure to provide management with reasonable assurance that liabilities are properly recorded to permit the preparation of financial statements in accordance with GAAP.

Cause: Omission during year-end closing.

Effect: Understatement of liabilities and expenses.

Section IV – Other Matters (Continued)

VOZ COLLEGIATE PREPARATORY CHARTER SCHOOL FOUNDATION (CONTINUED)

2025-001 (2024-081) Financial Close and Reporting (Significant Deficiency) (Continued)

Repeating Finding: 2024-081

Auditor's Recommendation: Review year-end closing procedures to ensure all accrued liabilities are recorded. Implement a checklist for recurring accruals such as interest.

Management's Response: Management agrees with the finding. The Foundation will strengthen its year-end financial close procedures to ensure all accrued liabilities, including recurring interest payments, are properly recorded in accordance with GAAP. A formal year-end closing checklist will be implemented to include the review and accrual of all known and recurring obligations, such as quarterly interest payments. Additional oversight will be added to verify completeness and accuracy before financial statements are finalized.

Implementation: The updated closing procedures and checklist will be implemented beginning with the FY26 year-end close.

Person Responsible: Foundation Lead will be responsible for implementing and monitoring these corrective actions.

WILLIAM W. AND JOSEPHINE DORN CHARTER COMMUNITY SCHOOL

No findings to report for Fiscal Year 2025.

APPENDIX B

ECONOMIC, DEMOGRAPHIC AND FINANCIAL INFORMATION

This portion of the Official Statement contains general information concerning the historic economic and demographic conditions in the District. This portion of the Official Statement is intended only to provide prospective investors with general information regarding the District's community. The information was obtained from the sources indicated and is limited to the time periods indicated. The District makes no representation as to the accuracy or completeness of data obtained from parties other than the District. The information is historic in nature; it is not possible to predict whether the trends shown will continue in the future.

The District and Metropolitan Area

The area within the District is part of the Albuquerque Metropolitan Statistical Area ("MSA") which includes the Counties of Bernalillo, Sandoval, Torrance and Valencia. The District includes 97.4% of Bernalillo County and 2.6% of Sandoval County based on assessed valuation. Accordingly, economic and demographic provided below for the Albuquerque MSA is derived from an area larger than the District.

The District is crossed by Interstate Highways 25 and 40 and is served by the Burlington Northern and Santa Fe Railroad and the Sunport International Airport. Located at the center of the State, the Albuquerque MSA is the major trade, commercial and financial center of the State.

Population

Year	City	Bernalillo County	Albuquerque MSA	State
1980	332,920	420,262	485,500[(1)]	1,309,400
1990	384,736	482,696	589,131	1,519,933
2000[(2)]	448,607	557,432	731,712	1,821,204
2010[(3)]	546,191	663,940	889,581	2,064,614
2020[(4)]	564,563	676,803	917,502	2,116,950
2024[(4)]	560,326	671,747	926,303	2,130,256

(1) Valencia County was split into two counties in 1981 and official data is not available prior to that year for the Albuquerque MSA.
(2) The Census in 2000 expanded the Albuquerque MSA to include Torrance County.
(3) U.S. Department of Commerce, Bureau of the Census, Population Division.
(4) 2020 decennial census U.S. Department of Commerce, Bureau of the Census.

Source: U.S. Census Bureau, Population Division.

Age Distribution

The following table sets forth a projected comparative age distribution profile for the City, the Metropolitan Statistical Area, the State and the United States as of January 1, 2026.

Percent of Population
By Age Group

Age	City	Albuquerque MSA	State	United States
0-17	19.1%	19.4%	20.5%	21.0%
18-24	9.0	9.0	9.7	9.5
25-34	14.1	13.2	12.8	13.0
35-44	14.6	13.9	13.0	13.3
45-54	12.2	12.1	11.4	12.1
55-64	11.5	12.0	11.6	12.2
65-74	11.0	11.6	11.9	10.8
75 and Older	8.5	8.8	9.1	8.1

Source: © Claritas, LLC 2026.

Employment

The information on non-agricultural employment for the State and the Albuquerque MSA reported in the following table represents estimates by the New Mexico Department of Workforce Solutions and U.S. Bureau of Labor statistics. More detailed information on non-agricultural employment can be found below under "Historical Employment by Sector" in the table entitled "Estimated Non-Agricultural Wage and Salary Employment for the Albuquerque MSA Fiscal Years 2016-2025".

Non-Agricultural Employment
(000s)

Fiscal Year	ALBUQUERQUE MSA Employment	ALBUQUERQUE MSA % Chg.	NEW MEXICO Employment	NEW MEXICO % Chg.	UNITED STATES Employment	UNITED STATES % Chg.
2016	384	1.4	825	0.3	143.086	1.9
2017	388	1.0	826	0.1	145,532	1.7
2018	391	0.8	834	0.9	147,738	1.5
2019	396	1.2	847	1.6	149,923	1.5
2020	390	-1.6	836	-1.3	147,062	-1.9
2021	377	-3.3	793	-5.1	142,961	-2.8
2022	398	5.5	836	5.3	149,793	4.8
2023	412	3.5	866	3.6	154,535	3.2
2024	418	1.5	883	2.0	156,952	1.6
2025	426	1.9	896	1.4	158,181	0.8

(1) Data from U.S. Department of Labor (Seasonally Adjusted) Fiscal Year Average.

Albuquerque Civilian Employment/Unemployment Rates

Fiscal Year	Civilian Labor Force [(1)]	Number Employed[(1)]	Unemployment Rates[(1)] Albuquerque MSA	New Mexico	United States
2016	436.40	406,886	6.1	6.8	4.9
2017	440.09	412,892	5.7	6.2	4.3
2018	440.36	417,250	4.5	4.7	4.0
2019	443.86	420,172	4.7	4.9	3.6
2020	426.20	386,589	8.8	9.0	11.0
2021	441.69	407,382	6.9	7.4	5.9
2022	444.79	425,633	3.6	3.9	3.6
2023	459.90	441,914	3.4	3.6	3.6
2024	466.99	445,927	3.9	4.2	4.1
2025	473.20	452,167	3.9	4.2	4.1

(1) U.S. Department of Labor (Not Seasonally Adjusted) as of June of each Fiscal Year.

Source: United States Department of Labor.

The following table lists the major employers in the Albuquerque area and their estimated number of full-time employees for 2025.

MAJOR EMPLOYERS IN THE ALBUQUERQUE AREA[(1)]
By Number of Employees – 2025

Organization	Employees	Description
Presbyterian Health Systems	13,299	Hospital/Medical Services
Sandia National Labs	13,260	Science-Based Technologies that Support National Security
Albuquerque Public Schools	12,060	Public School District
Veterans Hospital	7,959	Hospital/Medical Services
City of Albuquerque	7,074	Government
UNM Hospital[(2)]	7,003	Hospital/Medical Services
University of New Mexico	4,641	Educational Institution
Kirtland Air Force Base (Military)	4,100	Air Force Materiel Command
State of New Mexico	4,030	Government
Kirtland Air Force Base (Civilian)	3,700	Air Force Materiel Command

(1) For a discussion regarding major employers and certain changes which may impact their number of employees, see "Major Industries" under this caption.
(2) UNM changed its reporting structure to remove student employment from its fact book. This accounted for nearly 10,000 employees in 2014 for the Hospital and Main Campus.

Source: Albuquerque Economic Development, and listed Employers.

Historical Employment by Sector

The following table describes by industry sector the estimated non-agricultural wage and salary employment for the Albuquerque MSA during the past ten years.

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ESTIMATED NON-AGRICULTURAL INDUSTRY EMPLOYMENT - ALBUQUERQUE MSA
CALENDAR YEARS 2015-2024
(number of employees in thousands)

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	2024 to 2025	Annual Average Growth 2016-2025	Sector Share 2025[1] ABQ	Sector Share 2025[1] U.S.*
Total Nonagricultural	367.5	371.9	375.4	379.6	374.8	361.0	380.7	393.5	400.3	404.4	1.6%	1.1%	100.0%	367.5
Natural Resources/Mining/Constr.	21.0	22.4	24.2	24.2	24.8	25.1	26.0	27.2	27.9	28.2	2.3	3.3	7.0	21.0
Manufacturing	16.4	15.6	15.7	16.2	16.3	15.9	16.6	17.0	17.0	17.1	-0.2	0.5	4.2	16.4
Trade Transportation and Utilities	62.7	62.5	62.5	62.3	60.5	60.9	65.9	68.2	67.4	68.4	-1.3	1.0	16.8	62.7
• Wholesale Trade	11.7	11.6	11.5	11.5	11.3	10.7	11.0	11.5	11.5	11.5	0.4	-0.2	2.9	11.7
• Retail Trade	42.0	41.6	41.6	41.3	39.7	40.4	41.7	42.4	42.2	42.0	-0.6	0.0	10.5	42.0
Information	7.8	7.8	7.2	6.5	5.6	4.9	5.4	5.7	5.4	5.2	-6.2	-4.4	1.3	7.8
Financial Activities	17.0	17.3	17.7	18.2	18.3	17.8	18.1	18.5	18.0	17.9	-2.8	0.6	4.5	17.0
Professional and Business Services	56.0	57.5	59.2	60.7	61.4	59.7	62.3	63.8	65.2	64.8	2.0	2.6	16.3	56.0
Educational and Health Services	58.5	59.7	59.7	60.9	61.4	60.9	61.7	64.5	66.2	67.9	2.7	1.7	16.6	58.5
Leisure and Hospitality	42.4	43.1	43.7	44.3	40.5	34.3	41.7	44.3	45.5	45.5	2.6	0.8	11.4	42.4
Other Services	9.5	9.8	9.8	10.0	9.4	8.8	9.3	9.9	10.3	10.5	3.7	1.0	2.6	9.5
Government	76.7	76.8	76.3	76.8	77.1	73.2	74.3	75.0	77.9	79.4	3.9	0.4	19.5	76.7
LOCAL GOVERNMENT	39.8	39.6	39.4	39.9	39.7	35.7	37.0	37.3	38.9	39.6	4.1	-0.1	9.7	39.8
STATE GOVERNMENT	22.6	22.8	22.7	22.6	22.8	22.7	22.7	23.1	24.1	25.1	4.6	1.2	6.0	22.6
FEDERAL GOVERNMENT	14.3	14.4	14.3	14.3	14.6	14.9	14.6	14.6	14.9	14.7	2.1	0.3	3.7	14.3

(1) Sector share for U.S. local government includes state and local government.

Sources: Albuquerque: UNM Bureau of Business and Economic Research (October 2025); U.S. Bureau of Labor Statistics (June 2025).

BUILDING PERMITS ISSUED IN THE CITY OF ALBUQUERQUE

	Single Family		Multi-Family		Commercial		Public		Additions & Alterations	Total Permits
Fiscal Year	Permits	$ Value	Units	$ Value	Permits	$ Value	Permits	$ Value	$ Value	$ Value
2016	915	184,770,209	567	43,676,768	88	119,913,663	13	27,886,373	230,591,376	606,838,389
2017	971	183,587,235	984	60,907,961	132	242,802,744	9	25,894,927	298,194,709	811,387,576
2018	1,331	255,446,287	148	13,335,366	105	68,312,826	12	8,325,621	195,051,789	532,146,267
2019	827	169,706,112	7	65,153,371	68	110,847,882	--	--	206,136,708	551,844,074
2020	935	221,266,728	126	13,687,955	80	164,840,741	--	--	263,966,827	663,762,251
2021	800	196,658,530	791	53,609,394	98	182,016,813	--	--	233,545,558	665,830,295
2022	741	184,797,978	38	175,655,260	163	138,326,053	--	--	225,890,806	724,670,097
2023	580	93,355,020	482	25,184,067	75	184,703,384	--	--	319,051,977	622,294,448
2024	607	120,097,657	1,158	192,978,288	65	179,972,583	--	--	321,712,176	814,760,704
2025	585	91,569,867	1,003	144,761,923	245	184,794,810			350,400,156	771,526,757
Growth 2024 to 2025	-3.6%	-23.8%	-13.4%	-25.0%	276.9%	2.7%	N/A	N/A	8.9%	-5.3%

Below

Total Housing Units in the City of Albuquerque	Total Units	Single Family	Multi-Family	Mobile Homes & Others
As of 1990 Census	166,870	101,780	55,931	9,159
As of 2000 Census	198,714	126,643	63,285	8,786
As of 2010 Census	239,166	162,501	66,839	9,826
As of 2020 Census	398,585	286,583	78,920	33,880

Sources: City of Albuquerque Planning Department; Census Bureau, U.S. Department of Commerce.

Income

The following table sets forth annual per capita personal income levels for the Albuquerque MSA, the State and the United States. The Bureau of Economic Analysis defines "earnings" to include wages and salaries, proprietor's income and other labor income (such as bonuses).

Per Capita Personal Income

Calendar Year	Albuquerque MSA	New Mexico	United States
2013	25,407	23,334	28,184
2014	25,731	23,683	28,889
2015	26,347	24,388	29,979
2016	27,324	25,146	31,128
2017	27,536	25,311	32,397
2018	29,118	26,529	33,831
2019	32,112	28,423	35,672
2020	30,397	27,945	35,384
2021	34,696	31,043	38,332
2022	37,890	33,916	41,804
2023	38,356	35,510	43,313
2024	41,332	37,978	45,256

Source: US Census Bureau Per Capita Income in the Past 12 Months, ACS 1-Year Estimates, Inflation-Adjusted Dollars.

The following table reflects the Percent of Households by Effective Buying Income Groups ("EBI"). EBI is defined as money income less personal tax and non-tax payments described below. Money income is the aggregate of wages and salaries, net farm and nonfarm self-employment income, interest, dividends, net rental and royalty income, Social Security and railroad retirement income, other retirement and disability income, public assistance income, unemployment compensation, Veterans Administration payments, alimony and child support, military family allotments, net winnings from gambling, and other periodic income. Deducted from this total money income are personal income taxes, personal contributions to social insurance (Social Security and federal retirement payroll deductions), and taxes on owner-occupied non-business real estate. Receipts from the following sources are not included as money income: money received from the sale of property; the value of "in kind" income such as food stamps, public housing subsidies, and employer contributions for persons; withdrawal of bank deposits; money borrowed; tax refunds; exchange of money between relatives living in the same household; gifts and lump-sum inheritances, insurance payments, and other types of lump-sum receipts.

Estimated Percent of Households by Effective Buying Income Groups

2025 Projected Effective Buying Income Group[1]	Albuquerque MSA Estimated Percent	New Mexico Estimated Percent	United States Estimated Percent
Under $24,999	15.4%	18.0%	13.4%
$25,000 - $34,999	7.3	7.7	6.9
$35,000 - $49,999	13.4	13.8	11.7
$50,000 - $74,999	19.5	19.1	17.7
$75,000 - $99,999	14.8	14.1	14.6
$100,000 - $124,999	11.2	10.3	11.0
$125,000 - $149,999	6.0	5.5	6.9
$150,000 - $199,999	6.3	5.9	7.7
Over $200,000	6.1	5.6	10.1
Estimated Median Household Effective Buying Income[2][3]			
2022 Est. Median Household Income	$56,517	$50,493	$63,680
2023 Est. Median Household Income	58,508	52,527	64,600
2024 Est. Median Household Income	60,258	55,579	67,310
2025 Est. Median Household Income	63,028	58,118	69,245
2026 Est. Median Household Income	67,284	62,977	75,389

(1) Estimated snapshots of income groups on January 1, 2026.
(2) Annual estimated snapshots of effective buying income on January 1st of each year.
(3) The difference between consecutive years is not an estimate of change from one year to the next; combinations of data are used each year to identify the estimated mean of income from which the median is computed.

Source: © Claritas, LLC 2022-2026.

APPENDIX C

Form of Bond Counsel Opinion – 2026A Bonds

June 11, 2026

Board of Education
Albuquerque Municipal School District No. 12
Albuquerque, New Mexico

Re:$87,500,000 Albuquerque Municipal School District No. 12 General Obligation School Bonds, Series 2026A

Ladies and Gentlemen:

We have acted as bond counsel to the Albuquerque Municipal School District No. 12 (the "District") in connection with the issuance of its $87,500,000 General Obligation School Bonds, Series 2026A (the "Bonds"), dated June 11, 2026, with interest payable on August 1, 2026, and semi-annually thereafter on each February 1 and August 1 until maturity, and being bonds in registered form maturing on August 1 in the years 2026 to 2041.

We have examined the laws of the State and the United States of America relevant to the opinions herein, the transcript of proceedings (the "Transcript") and other documents relevant to the issuance of the Bonds by the District. As to the questions of fact material to our opinion, we have relied upon representations of the District contained in the proceedings and other certifications furnished to us, without undertaking to verify the same by independent investigation.

Based upon the foregoing, and subject to the assumptions and qualifications set forth below, we are of the opinion that, under existing law on the date of this opinion:

1. The Bonds constitute valid and binding general obligations of the District and are to be paid from the proceeds of the levy of ad valorem taxes on all taxable property within the District without limitation as to rate or amount.

2. Under existing laws, regulations, rulings and judicial decisions, interest on the Bonds is excludable from gross income for federal income tax purposes. We are also of the opinion that interest on the Bonds is not a specific preference item for purposes of calculating the alternative minimum tax imposed on individuals under provisions contained in the Internal Revenue Code of 1986, as amended (the "Code"). Although we are of the opinion that interest on the Bonds is excludable from gross income for federal income tax purposes, the accrual or receipt of interest on the Bonds may otherwise affect the federal income tax liability of the recipient. The extent of these other tax consequences will depend upon the recipient's particular tax status or other items of income or deduction. We express no opinion regarding any such consequences.

3. The Bonds and the income from the Bonds are exempt from all taxation by the State or any political subdivision thereof.

The opinions expressed herein are based upon existing law as of the date of issuance and delivery of the Bonds. We express no opinion as of any date subsequent hereto, and our engagement with respect to the Bonds has concluded with their issuance. We disclaim any obligation to update this opinion.

The obligations of the District related to the Bonds are subject to the reasonable exercise in the future by the State and its governmental bodies of the police power inherent in the sovereignty of the State and to the exercise by the United States of the powers (including bankruptcy powers) delegated to it by the United States Constitution. The obligations of the District and the security provided therefor may be subject to general principles of equity which permit the exercise of judicial discretion and are subject to the provisions of applicable bankruptcy, insolvency, reorganization, moratorium or similar laws relating to or affecting the enforcement of creditors' rights generally, now or hereafter in effect.

The foregoing opinions represent our legal judgment based upon a review of existing legal authorities as of the date of issuance and delivery of the Bonds that we deem relevant to render such opinions and are not a guarantee of result. We express no opinion with respect to any pending legislation.

As bond counsel, we are passing upon only those matters set forth in this opinion and are not passing upon the accuracy or completeness of any statement made in connection with any sale of the Bonds or upon any tax consequences arising from the receipt or accrual of interest on, or the ownership of, the Bonds except those specifically addressed in Paragraphs 2 and 3 above.

Respectfully submitted,

Form of Bond Counsel Opinion – 2026B Bonds

June 11, 2026

Board of Education
Albuquerque Municipal School District No. 12
Albuquerque, New Mexico

Re:$53,780,000 Albuquerque Municipal School District No. 12 General Obligation Refunding Bonds, Series 2026B

Ladies and Gentlemen:

We have acted as bond counsel to the Albuquerque Municipal School District No. 12 (the "District") in connection with the issuance of its $53,780,000 General Obligation Refunding Bonds, Series 2026B (the "Bonds"), dated June 11, 2026, with interest payable on August 1, 2026, and semi-annually thereafter on each February 1 and August 1 until maturity, and being bonds in registered form maturing on August 1 in the years 2026 to 2031.

We have examined the laws of the State and the United States of America relevant to the opinions herein, the transcript of proceedings (the "Transcript") and other documents relevant to the issuance of the Bonds by the District. As to the questions of fact material to our opinion, we have relied upon representations of the District contained in the proceedings and other certifications furnished to us, without undertaking to verify the same by independent investigation.

Based upon the foregoing, and subject to the assumptions and qualifications set forth below, we are of the opinion that, under existing law on the date of this opinion:

1. The Bonds constitute valid and binding general obligations of the District and are to be paid from the proceeds of the levy of ad valorem taxes on all taxable property within the District without limitation as to rate or amount.

2. Under existing laws, regulations, rulings and judicial decisions, interest on the Bonds is excludable from gross income for federal income tax purposes. We are also of the opinion that interest on the Bonds is not a specific preference item for purposes of calculating the alternative minimum tax imposed on individuals under provisions contained in the Internal Revenue Code of 1986, as amended (the "Code"). Although we are of the opinion that interest on the Bonds is excludable from gross income for federal income tax purposes, the accrual or receipt of interest on the Bonds may otherwise affect the federal income tax liability of the recipient. The extent of these other tax consequences will depend upon the recipient's particular tax status or other items of income or deduction. We express no opinion regarding any such consequences.

3. The Bonds and the income from the Bonds are exempt from all taxation by the State or any political subdivision thereof.

The opinions expressed herein are based upon existing law as of the date of issuance and delivery of the Bonds. We express no opinion as of any date subsequent hereto, and our engagement with respect to the Bonds has concluded with their issuance. We disclaim any obligation to update this opinion.

The obligations of the District related to the Bonds are subject to the reasonable exercise in the future by the State and its governmental bodies of the police power inherent in the sovereignty of the State

and to the exercise by the United States of the powers (including bankruptcy powers) delegated to it by the United States Constitution. The obligations of the District and the security provided therefor may be subject to general principles of equity which permit the exercise of judicial discretion and are subject to the provisions of applicable bankruptcy, insolvency, reorganization, moratorium or similar laws relating to or affecting the enforcement of creditors' rights generally, now or hereafter in effect.

The foregoing opinions represent our legal judgment based upon a review of existing legal authorities as of the date of issuance and delivery of the Bonds that we deem relevant to render such opinions and are not a guarantee of result. We express no opinion with respect to any pending legislation.

As bond counsel, we are passing upon only those matters set forth in this opinion and are not passing upon the accuracy or completeness of any statement made in connection with any sale of the Bonds or upon any tax consequences arising from the receipt or accrual of interest on, or the ownership of, the Bonds except those specifically addressed in Paragraphs 2 and 3 above.

Respectfully submitted,

APPENDIX D

FORM OF CONTINUING DISCLOSURE UNDERTAKING

Section 1. Recitals. This Continuing Disclosure Undertaking (the "Undertaking") is executed and delivered by the Albuquerque Municipal School District No. 12, Bernalillo and Sandoval Counties, New Mexico (the "District"), in connection with its $87,500,000 General Obligation School Bonds, Series 2026A and its $53,780,000 General Obligation Refunding Bonds, Series 2026B (collectively, the "Series 2026 Bonds" or the "Bonds"). The Bonds are being issued pursuant to a Bond Resolution adopted May 6, 2026 (the "Bond Resolution"). Pursuant to the Bond Resolution to allow the underwriters of the Bonds to comply with the Rule (defined below), the District is required to make certain continuing disclosure undertakings for the benefit of the owners (including beneficial owners) of the Bonds (the "Owners"). This Undertaking is intended to satisfy the requirements of the Rule.

Section 2. Definitions.

(a) "Annual Financial Information" means the financial information (which will be based on financial statements prepared in accordance with generally accepted accounting principles, as in effect from time to time ("GAAP"), for governmental units as prescribed by the Governmental Accounting Standards Board ("GASB")) and operating data with respect to the District, delivered at least annually pursuant to Sections 3(a) and 3(b) of this Undertaking, consisting of information of the type set forth in the tables 1 through 14 and Appendix A in the Official Statement. The District will update and provide this information no later than March 31 of each year, commencing March 31, 2027, for the fiscal year ending on the preceding June 30.

(b) "Audited Financial Statements" means the District's annual financial statements prepared in accordance with GAAP, for governmental units as prescribed by GASB, which financial statements have been audited as may then be required or permitted by the laws of the State.

(c) "EMMA" means the Municipal Securities Rulemaking Board's Electronic Municipal Market Access System located on its website at emma.msrb.org.

(d) "Event" or "Event Information" means the information delivered pursuant to Section 3(d).

(e) "MSRB" means the Municipal Securities Rulemaking Board. The current address of the MSRB is 1300 I Street NW, Suite 1000, Washington DC 20005-3314, phone (202) 838-1500, fax (202) 898-1500.

(f) "Official Statement" means the Official Statement dated May 21, 2026, together with any supplements thereto prior to the date the Bonds are issued, delivered in connection with the original issue and sale of the Bonds.

(g) "Report Date" means March 31 of each year, beginning in 2027.

(h) "Rule" means Rule 15c2-12 promulgated by the SEC under the Securities Exchange Act of 1934, as amended (17 C.F.R. Part 240, § 240.15c2-12), as the same may be amended from time to time.

(i) "SEC" means the United States Securities and Exchange Commission.

(j) "State" means the State of New Mexico.

Section 3. Provision of Annual Financial Information and Reporting of Event Information.

(a) The District, or its designated agent, will provide the Annual Financial Information for the preceding fiscal year to EMMA on or before each Report Date while the Bonds are outstanding.

(b) If Audited Financial Statements are not provided as part of the Annual Financial Information, the District, or its designated agent, will provide unaudited financial statements as part of the Annual Financial information, and will provide Audited Financial Statements when and if available. The District will timely provide to EMMA notice of failure to provide Annual Financial Information or Audited Financial Statements in the event these items are not available by the Report Date.

(c) The District, or its designated agent, may provide Annual Financial Information by specific reference to other documents, including information reports and official statements relating to other debt issues of the District, which have been submitted to EMMA or filed with the SEC; provided, however, that if the document so referenced is a "final official statement" within the meaning of the Rule, such final official statement must also be available from the MSRB.

(d) The District, or its designated agent, will provide, to EMMA, notice of any of the following Events with respect to the Bonds in a timely manner not in excess of ten (10) business days after the occurrence of the Event:

(i) principal and interest payment delinquencies;

(ii) non-payment related defaults, if material;

(iii) unscheduled draws on debt service reserves reflecting financial difficulties;

(iv) unscheduled draws on credit enhancements reflecting financial difficulties;

(v) substitution of credit or liquidity providers, or their failure to perform;

(vi) adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the Bonds, or other material events affecting the tax status of the Bonds;

(vii) modifications to rights of holders of the Bonds, if material;

(viii) bond calls, if material, and tender offers;

(ix) defeasances;

(x) release, substitution or sale of property securing repayment of the Bonds, if material;

(xi) rating changes;

(xii) bankruptcy, insolvency, receivership or a similar event with respect to the District, which shall occur as described below;

(xiii) the consummation of a merger, consolidation, or acquisition involving the District or the sale of all or substantially all of its assets, other than in the ordinary course of business, the

entry into of a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;

(xiv) appointment of a successor or additional trustee, or the change of name of a trustee, if material;

(xv) incurrence of a financial obligation of the District, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a financial obligation of the District, any of which affect security holders, if material; and

(xvi) default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a financial obligation of the District, any of which reflect financial difficulties.

For these purposes, any event described in (xii) in the immediately preceding paragraph is considered to occur when any of the following occur: the appointment of a receiver, fiscal agent, or similar officer for the District in a proceeding under the United States Bankruptcy Code or in any other proceeding under state or federal law in which a court or governmental authority has assumed jurisdiction over substantially all of the assets or business of the District, or if such jurisdiction has been assumed by leaving the existing governing body and officials or officers in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan of reorganization, arrangement, or liquidation by a court or governmental authority having supervision or jurisdiction over substantially all of the assets or business of the District. For the purposes of the above described event notices (xv) and (xvi), the term "financial obligation" means a (i) debt obligation, (ii) derivative instrument entered into in connection with or pledged as security or a source of payment for, an existing or planned debt obligation, or (iii) a guarantee of (i) or (ii); provided, however, that a "financial obligation" shall not include municipal securities as to which a final official statement (as defined in the Rule) has been provided to the MSRB consistent with the Rule.

Section 4. Method of Transmission. The District, or its designated agent, will employ such methods of electronic or physical information transmission as are requested or recommended from time to time by EMMA, the MSRB or the SEC.

Section 5. Enforcement. The obligations of the District under this Undertaking are for the benefit of the Owners. Each Owner is authorized to take action to seek specific performance by court order to compel the District to comply with its obligations under this Undertaking, which action will be the exclusive remedy available to it or any other Owner. The District's breach of its obligations under this Undertaking will not constitute an event of default under the Bond Resolution, and none of the rights and remedies provided by such Bond Resolution will be available to the Owners with respect to such a breach.

Section 6. Term. The District's obligations under this Undertaking will be in effect from and after the issuance and delivery of the Bonds and will extend to the earliest of (i) the date all principal and interest on the Bonds has been paid or legally defeased pursuant to the terms of the Resolution; (ii) the date on which the District is no longer an "obligated person" with respect to the Bonds within the meaning of the Rule; or (iii) the date on which those portions of the Rule which require this Undertaking are determined to be invalid or unenforceable by a court of competent jurisdiction in a non-appealable action, have been repealed retroactively or otherwise do not apply to the Bonds.

Section 7. Amendments. The District may amend this Undertaking from time to time, without the consent of any Owner, upon the District's receipt of an opinion of independent counsel experienced in federal securities laws to the effect that such amendment:

(a) is made in connection with a change in circumstances that arises from a change in legal requirements, a change in law or a change in the identity, nature or status of the District;

(b) this Undertaking, as amended, would have complied with the Rule at the time of the initial issue and sale of the Bonds, after taking into account any amendments or interpretations of the Rule, as well as any changes in circumstances; and

(c) the amendment does not materially impair the interests of the Owners.

Any amended operating data or financial information will be explained, in narrative form, the reasons for the amendment and the impact of the change in the type of operating data or financial information being provided. If an amendment changes the accounting principles to be followed in preparing financial statements, the Annual Financial Information, and Audited Financial Statements for the year in which the change is made will present a comparison between the financial statements or information prepared on the basis of the new accounting principles and those prepared on the basis of the former accounting principles.

Section 8.Additional Information. Nothing in this Undertaking shall be deemed to prevent the District from disseminating any other information, using the means of dissemination set forth in this Undertaking or any other means of communication, or including any other information or notice of occurrence of any event which is not an Event, in addition to that which is required by this Undertaking provided that the District shall not be required to do so. If the District chooses to include any annual information or notice of occurrence of an event in addition to that which is specifically required by this Undertaking to update such information or include it in any future annual filing or notice of occurrence of an Event.

Section 9. Beneficiaries. This Undertaking binds and inures to the sole benefit of the District and the Owners and creates no rights in any other person or entity.

Section 10. Subject to Appropriation. This Undertaking shall be subject to annual appropriation by the District's Board of Education and shall not be construed as a general obligation of the District.

Section 11. Governing Law. This Undertaking is governed by and is to be construed in accordance with the law of the State.

[Signature Page Follows]

Date: _____, 2026

BOARD OF EDUCATION OF THE ALBUQUERQUE MUNICIPAL SCHOOL DISTRICT NO. 12

By: _____
President

ATTEST:

_____
Secretary

APPENDIX E

BOOK-ENTRY ONLY SYSTEM

Introduction

Unless otherwise noted, the information contained under the caption "General" below has been provided by DTC. The District makes no representations as to the accuracy or the completeness of such information. The Beneficial Owners of the Series 2026 Bonds should confirm the following information with DTC, the Direct Participants or the Indirect Participants.

NEITHER THE DISTRICT NOR THE PAYING AGENT/REGISTRAR WILL HAVE ANY RESPONSIBILITY OR OBLIGATION TO DIRECT PARTICIPANTS, TO INDIRECT PARTICIPANTS, OR TO ANY BENEFICIAL OWNER WITH RESPECT TO (A) THE ACCURACY OF ANY RECORDS MAINTAINED BY DTC, ANY DIRECT PARTICIPANT, OR ANY INDIRECT PARTICIPANT; (B) ANY NOTICE THAT IS PERMITTED OR REQUIRED TO BE GIVEN TO THE OWNERS OF THE SERIES 2026 BONDS UNDER THE BOND RESOLUTION, (C) THE SELECTION BY DTC OR ANY DIRECT PARTICIPANT OR INDIRECT PARTICIPANT OF ANY PERSON TO RECEIVE PAYMENT IN THE EVENT OF A PARTIAL REDEMPTION OF THE SERIES 2026 BONDS; (D) THE PAYMENT BY DTC OR ANY DIRECT PARTICIPANT OR INDIRECT PARTICIPANT OF ANY AMOUNT WITH RESPECT TO THE PRINCIPAL OR INTEREST DUE WITH RESPECT TO THE OWNER OF THE SERIES 2026 BONDS; (E) ANY CONSENT GIVEN OR OTHER ACTION TAKEN BY DTC AS THE OWNERS OF SERIES 2026 BONDS; OR (F) ANY OTHER MATTER REGARDING DTC.

General

The Depository Trust Company, New York, New York ("DTC"), will act as securities depository for the Series 2026 Bonds. The Series 2026 Bonds will be issued as fully-registered securities registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered Series 2026 Bond certificate will be issued for the Series 2026 Bonds, in the aggregate principal amount of such issue, and will be deposited with DTC.

DTC, the world's largest securities depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.8 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments (from over 100 countries) that DTC's participants ("Direct Participants") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation ("DTCC"). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). DTC has Standard & Poor's rating of AA+. The DTC Rules

applicable to Direct Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com and www.dtc.org. The District undertakes no responsibility for and makes no representations as to the accuracy or the completeness of the content of such material contained on that website as described in the preceding sentence including, but not limited to, updates of such information or links to other Internet sites accessed through the aforementioned website.

Purchases of the Series 2026 Bonds under the DTC system must be made by or through Direct or Indirect Participants, which will receive a credit for the Series 2026 Bonds on DTC's records. The ownership interest of each actual purchaser of each Series 2026 Bond ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Series 2026 Bonds are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in the Series 2026 Bonds, except in the event that use of the book-entry system for the Series 2026 Bonds is discontinued.

To facilitate subsequent transfers, all Series 2026 Bonds deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co. or such other name as may be requested by an authorized representative of DTC. The deposit of Series 2026 Bonds with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not affect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Series 2026 Bonds; DTC's records reflect only the identity of the Direct Participants to whose accounts such Series 2026 Bonds are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time.

While the Series 2026 Bonds are in the book-entry only system, redemption notices will be sent to DTC. If less than all of the Series 2026 Bonds are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to the Series 2026 Bonds unless authorized by a Direct Participant in accordance with DTC's MMI Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the District as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts the Series 2026 Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Redemption proceeds, distributions, and dividend payments on the Series 2026 Bonds will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts, upon DTC's receipt of funds and corresponding detail information from the District or agent on payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, agent, or the District, subject to any statutory or regulatory requirements as may be in effect from time to

time. Payment of redemption proceeds, distributions, and dividend payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the District or agent, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as depository with respect to the Series 2026 Bonds at any time by giving reasonable notice to the District. Under such circumstances, in the event that a successor depository is not obtained, certificates representing the Series 2026 Bonds are required to be printed and delivered.

The District may decide to discontinue use of the system of book-entry transfers through DTC (or a successor securities depository). In that event, certificates representing the Series 2026 Bonds will be printed and delivered to DTC.

The information in this Appendix concerning DTC and DTC's book-entry system has been obtained from sources that the District believes to be reliable, but the District does not take any responsibility for the accuracy thereof.