

NOTICE

WEST LAS VEGAS MUNICIPAL SCHOOL DISTRICT NO. 1
County of San Miguel, New Mexico

\$2,000,000¹ General Obligation School Bonds,
Series 2025

Preliminary Official Statement,
Dated May 27, 2025

The Preliminary Official Statement dated May 27, 2025, relating to the above-described bonds (the "Bonds") of the West Las Vegas Municipal School District No. 1 (the "Issuer" or the "District"), has been posted on the internet as a matter of convenience. The posted version of the Preliminary Official Statement has been formatted in Adobe Portable Document Format (Adobe Acrobat XI). Although this format should replicate the Preliminary Official Statement available from the Issuer, its appearance may vary for a number of reasons, including electronic communication difficulties or particular user software or hardware. Using software other than Adobe Acrobat XI may cause the Preliminary Official Statement that you view or print to differ in format from the Preliminary Official Statement available from the issuer.

The Preliminary Official Statement and the information contained therein are subject to completion or amendment or other change without notice. Under no circumstances shall the Preliminary Official Statement constitute an offer to sell or the solicitation of an offer to buy nor shall there be any sale of the Bonds 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.

For purposes of Rule 15c2-12 promulgated by the United States Securities and Exchange Commission, the Preliminary Official Statement alone, and no other document or information on the internet, constitutes the "Official Statement" that the Issuer has deemed "final" as of its date in respect of the Bonds, except for certain pertinent information permitted to be omitted therefrom.

No person has been authorized to give any information or to make any representations other than those contained in the Preliminary Official Statement in connection with the offer and sale of the Bonds, and, if given or made, such information or representations must not be relied upon as having been authorized. The information and expressions of opinion in the Preliminary Official Statement are subject to change without notice and neither the delivery of the Official Statement nor any sale made thereunder shall, under any circumstances, create any implication that there has been no change in the affairs of the Issuer since the date of the Preliminary Official Statement.

By choosing to proceed and view the electronic version of the Preliminary Official Statement, you acknowledge that you have read and understood this Notice.

Preliminary Official Statement dated May 27, 2025.

¹ Preliminary and subject to change.

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 the registration or qualification under the securities laws of such jurisdiction.

PRELIMINARY OFFICIAL STATEMENT DATED MAY 27, 2025

\$2,000,000¹

**WEST LAS VEGAS MUNICIPAL SCHOOL DISTRICT NO. 1
County of San Miguel, New Mexico
General Obligation School Bonds, Series 2025**

**NEW ISSUE
Book-Entry Only**

**Bank-Qualified
Moody's Rating: A3 Underlying / Aa3 Enhanced**

PURPOSES	Proceeds of the \$2,000,000 ¹ West Las Vegas Municipal School District No. 1 General Obligation School Bonds, Series 2025 (the "Bonds" or the "Series 2025 Bonds") will be used for the purpose of (i) erecting, remodeling, making additions to and furnishing school buildings, purchasing or improving school grounds, purchasing computer software and hardware for student use in public schools, providing matching funds for capital outlay projects funded pursuant to the Public School Capital Outlay Act (NMSA 1978, §§ 22-24-1 et seq.) or any combination of these purposes and (ii) paying costs of issuance of the Bonds.
THE BONDS	The Bonds are issuable, pursuant to a resolution authorizing the issuance of the Bonds adopted by the District's Board of Education (the "Board") and a pricing certificate to be executed on the date of sale of the Bonds as designated in the resolution (the resolution and the pricing certificate are collectively referred to herein as the "Bond Resolution"), as fully registered bonds and when initially issued will be registered in the name of Cede & Co., as nominee of the Depository Trust Company, New York, New York ("DTC"). Purchases of the Bonds will be made in book-entry-only form, in the principal amount of \$5,000 or any integral multiple thereof, through brokers and dealers who are, or who act through a DTC Participant. Beneficial owners of the Bonds will not be entitled to receive physical delivery of bond certificates so long as DTC or a successor securities depository acts as the securities depository with respect to the Bonds. Interest on the Bonds is payable on each February 15 and August 15, commencing February 15, 2026. As long as DTC or its nominee is the registered owner of the Bonds, reference in this Official Statement to registered owner will mean Cede & Co., and payments of principal of and interest on the Bonds will be made directly to DTC by the Paying Agent. Disbursements of such payments to DTC Participants is the responsibility of DTC. See "APPENDIX C – THE BOOK-ENTRY-ONLY SYSTEM." BOKF, NA, Albuquerque, New Mexico (or successor) will serve as the Registrar and Paying Agent for the Bonds.
OPTIONAL PRIOR REDEMPTION	The Series 2025 Bonds are subject to redemption prior to maturity as provided herein. See "THE BONDS – Optional Prior Redemption."
SECURITY	The Bonds are general obligations of the West Las Vegas School District No. 1, San Miguel County, New Mexico (the "District" or the "Issuer"), payable solely out of general (ad valorem) property taxes that are required to be levied against all taxable property in the District without limitation as to rate or amount.
OPINIONS	The delivery of the Bonds is subject to the opinions of Cuddy & McCarthy, LLP, and McCall, Parkhurst & Horton L.L.P., Co-Bond Counsel, as to the validity of the Bonds and the opinion of McCall, Parkhurst & Horton L.L.P., to the effect that interest on the Bonds is excludable from gross income for purposes of federal income taxation, under existing statutes, regulations, published rulings and court decisions on the date thereof, subject to the matters described under "TAX MATTERS" herein, including the alternative minimum tax on certain corporations. Additionally, interest on the Bonds is not includable in gross income for purposes of New Mexico state income tax. See "LEGAL MATTERS" and "TAX MATTERS" herein for a discussion of Co-Bond Counsel's opinions, including a description of certain collateral federal tax consequences. The District expects to designate the Bonds as "qualified tax-exempt obligations" for financial institutions. Delivery of the Bonds is also subject to the delivery of an approving opinion of the Attorney General of the State of New Mexico.
DELIVERY	When, as and if issued, through DTC's facilities, on or about July 9, 2025.
DATED DATE	Date of initial delivery is expected to be July 9, 2025.
DUE DATE	Principal is payable annually on August 15, commencing August 15, 2026.

Electronic bids will be opened at 8:30 am, prevailing Mountain Time on Wednesday, June 3, 2025.

¹ Preliminary and subject to change.

General Obligation School Bonds, Series 2025 ⁽¹⁾									
Year (August 15)	Principal ⁽¹⁾	Interest Rate	Yield	Cusip # 953769	Year (August 15)	Principal ⁽¹⁾	Interest Rate	Yield	Cusip # 953769
2026	\$325,000				2032	\$155,000			
2027	155,000				2033	155,000			
2028	155,000				2034	155,000			
2029	155,000				2035	155,000			
2030	155,000				2036	155,000			
2031	155,000				2037	125,000			

(1) Preliminary, subject to change

* CUSIP numbers are included solely for the convenience of the owners of the Bonds. CUSIP is a registered trademark of the American Bankers Association. CUSIP data herein is provided by CUSIP Global Services, managed by FactSet Research Systems Inc. on behalf of The American Bankers Association. This data is not intended to create a database and does not serve in any way as a substitute for the CUSIP Services. Neither the Underwriter, the District, nor the Municipal Advisor is responsible for the selection or correctness of the CUSIP numbers set forth herein.

ISSUER

WEST LAS VEGAS MUNICIPAL SCHOOL DISTRICT NO. 1
County of San Miguel, New Mexico
179 Bridge Street
Las Vegas, New Mexico 87701
Phone: (505) 426-2311
Fax: (505) 426-2332

BOARD OF EDUCATION

President: Rolando Medrano Jr.
Vice-President: Linda Montoya
Secretary: Christine Ludi
Member: Gabriel Salazar
Member: Christopher Lopez

MUNICIPAL ADVISOR

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Albuquerque, New Mexico 87110
(505) 872-5999

PAYING AGENT/REGISTRAR

BOKF, NA
100 Sun Avenue NE, Suite 500
Albuquerque, New Mexico 87109
(505) 222-8447

DISTRICT ADMINISTRATION

Superintendent: Christopher Gutierrez
Business Manager: James Bonney

DISSEMINATION AGENT

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6255 San Antonio Dr NE #93155
Albuquerque, New Mexico 87199
(505) 280-8132

CO-BOND COUNSEL

Cuddy & McCarthy, LLP
1701 Old Pecos Trail
Santa Fe, New Mexico 87505
(505) 988-4476

McCall, Parkhurst & Horton L.L.P.
600 Congress Avenue, Suite 2150
Austin, Texas 78701
(512) 487-3805

A Few Words Concerning Official Statements

Official statements for municipal securities issues – like this one – contain the only “official” information about a particular issue of municipal securities. This “Official Statement” is not an offer to sell or solicitation of an offer to buy Bonds in any jurisdiction where it is unlawful to make such offer, solicitation or sale and no unlawful offer, solicitation or sale of the Bonds may occur through this Official Statement or otherwise. This Official Statement is not a contract and provides no investment advice. Investors should consult their advisors and legal counsel with their questions about this Official Statement, the Bonds or anything else related to this issue.

MARKET STABILIZATION

In connection with this Official Statement, the initial purchaser may over-allot or effect transactions, which stabilize and maintain the market price of the Bonds at a level above that which might otherwise prevail in the open market. The initial purchaser is not obligated to do this and is free to discontinue it at any time.

The estimates, forecasts, projections and opinions in this Official Statement are not hard facts, and no one, including the District, guarantees them.

The information set forth or included in this Official Statement has been provided by the District and from other sources believed by the District to be reliable. The information and expressions of opinion herein are subject to change without notice, and neither the delivery of this Official Statement nor any sale hereunder shall create any implication that there has been no change in the financial condition or operations of the District described herein since the date hereof. 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.

Co-Bond Counsel, Cuddy & McCarthy, LLP, Santa Fe, New Mexico, and McCall, Parkhurst & Horton L.L.P., Austin, Texas, were not requested to and did not take part in the preparation of the Official Statement nor have these firms undertaken to independently verify any of the information contained herein. Such firms have no responsibility for the accuracy or completeness of any information furnished in connection with any offer or sale of the Bonds in the Official Statement or otherwise. The legal fees to be paid to Co-Bond Counsel for services rendered in connection with the issuance of the Bonds is contingent, in part, upon the sale and delivery of such Bonds and all legal fees will be paid from bond proceeds.

Any part of this Official Statement may change at any time, without prior notice. Also, important information about the District and other relevant matters may change after the date of this Official Statement.

All document summaries are just that – they are not complete or definitive, and they may omit relevant information. Such documents are qualified in their entirety to the complete documents. Any investor who wishes to review the full text of documents may request them at no cost from the District or the Municipal Advisor as follows:

District

West Las Vegas Municipal School District No. 1
179 Bridge Street
Las Vegas, NM 87701
Attn: Christopher Gutierrez

Municipal Advisor

RBC Capital Markets, LLC
6301 Uptown Blvd. NE, Suite 110
Albuquerque, NM 87110
Attn: Kaeley Weimerskirch

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\$2,000,000¹

WEST LAS VEGAS MUNICIPAL SCHOOL DISTRICT NO. 1

County of San Miguel, New Mexico

General Obligation School Bonds, Series 2025

INTRODUCTION

Thank you for your interest in learning more about the \$2,000,000¹ West Las Vegas Municipal School District No. 1, County of San Miguel, New Mexico (the “District” or the “Issuer”), General Obligation School Bonds, Series 2025 (the “Bonds”). This Preliminary Official Statement will tell you about the Bonds, their security, the District and the risks involved in an investment in the Bonds.

Although the District has approved this Preliminary Official Statement, the District does not intend it to substitute for competent investment advice, tailored for your situation.

The Bonds are fully registered bonds in denominations of \$5,000 or integral multiples thereof as described in the Bond Resolution (defined herein). The Bonds mature and bear interest as presented on the cover page of this Official Statement.

The Municipal Advisor

RBC Capital Markets, LLC (the “Municipal Advisor”) is employed as Municipal Advisor to the District in connection with the issuance of the Bonds. The Municipal Advisor’s fee for services rendered with respect to the sale of the Bonds is contingent upon the issuance and delivery of the Bonds. 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.

The Issuer

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 approximately 3,065 square miles in the north central region of New Mexico and includes the City of Las Vegas and portions of unincorporated San Miguel County in northern New Mexico. The District’s 2024 assessed valuation is \$237,408,927 and its 2024/2025 40th day enrollment excluding charter schools was 1,569. See “THE DISTRICT.”

Limited Role of Auditors

Except for the audited financial statements of the District for the year ended June 30, 2024, contained in Appendix B, this Preliminary Official Statement presents unaudited financial and statistical information from District records and other sources.

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 school districts. 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

¹ Preliminary and subject to change.

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 State 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 school districts.

Cybersecurity

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 cybersecurity 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 San Miguel County 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 Bonds, including the possibility of impacting the timely payments of debt service of the Bonds or timely filings pursuant to the Continuing Disclosure Certificate.

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 Bonds.

Constitutional Amendments Impacting Property Exemptions

Voters approved two Constitutional Amendments in November 2024 expanding existing property exemptions related to veterans which could have an impact of the assessed value within the District. The economic impact of the two Constitutional Amendments on the District cannot be predicted at this time.

THE BONDS

General Terms

The Bonds will bear interest at the rates and mature in the amounts and on the dates shown on the inside front cover of this Official Statement. All Bonds are fully registered in denominations of \$5,000 or multiples of \$5,000. Interest is payable on February 15, 2026, and each August 15 and February 15 thereafter until maturity and will be calculated on the basis of a 360 day year consisting of twelve 30-day months. Bond payments will be made by the Paying Agent/Registrar to The Depository Trust Company ("DTC"), and DTC will then remit the payments to its participants for disbursement to the beneficial owners of the Bonds. See Appendix C - "THE BOOK-ENTRY ONLY SYSTEM."

Purpose

Proceeds of the Bonds will be used for the purposes of (i) erecting, remodeling, making additions to and furnishing school buildings, purchasing or improving school grounds and purchasing computer software and hardware for student use in public school classrooms, providing matching funds for capital outlay projects funded pursuant to the Public School Capital Outlay Act (NMSA 1978, Sections 22-24-1 et seq.) or any combination of these purposes; and (ii) paying costs of issuance of the Bonds. The Bonds constitute the first installment of \$2,000,000¹ of \$8,000,000 of general obligation school bonds authorized by the qualified voters of the District on February 25, 2025.

Authority

The Bonds are being issued pursuant to a resolution adopted by the Board of Education of the District (the "Board") on May 8, 2025, authorizing the issuance of the Bonds and an executed pricing certificate dated the date of sale of the Bonds as designated in the resolution (the resolution and the pricing certificate are collectively referred to herein as the "Bond Resolution") and NMSA 1978, Sections 6-15-1 through 6-15-22, as amended and supplemented, the Constitution of the State of New Mexico and other laws of the State, and constitute the first installment of the \$8,000,000 of general obligation school bonds authorized by the qualified voters of the District at an election held on February 25, 2025. Pursuant to NMSA 1978, Section 22-18-9, the written approval of the New Mexico Attorney General will be supplied as to the form and legality of the Bonds. See "LEGAL MATTERS" herein.

Security for the Bonds

The Bonds are general obligation bonds of the District and are payable from ad valorem taxes which shall be levied against all taxable property within the boundaries of the District without limitation as to rate or amount. The Bonds are additionally secured by the New Mexico Credit Enhancement Program as discussed in more detail under "NEW MEXICO SCHOOL DISTRICT ENHANCEMENT PROGRAM" herein. The District will covenant in the Bond Resolution to levy, in addition to all other taxes, direct annual ad valorem taxes sufficient to pay the principal of and interest on the Bonds. The District may pay the principal of and interest on the Bonds from any funds belonging to the District, which funds may be reimbursed from the ad valorem taxes when the same are collected. Neither the State nor any other political subdivision of the State, other than the District, has any responsibility to pay debt service on the Bonds.

Registrar and Paying Agent

BOKF, NA, Albuquerque, New Mexico (or successor) will serve as the Registrar (the "Registrar") and Paying Agent (the "Paying Agent") for the Bonds.

In the Bond Resolution, the District covenants to provide a Paying Agent/Registrar at all times until the Bonds are paid, 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 Bonds will be maintained by the Paying Agent/Registrar containing the names and addresses of the registered owners of the 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 Bonds, the District has agreed to notify each registered owner of the 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.

Payment of Principal and Interest; Record Date

The principal of the Bonds is payable to the registered owners of the Bonds at the principal office of the Paying Agent. Interest on the Bonds is payable by check or draft of the Paying Agent mailed on or before each interest payment date to the registered owners of the Bonds as of the close of business on the last business day of the month preceding the interest payment date (the "Record Date") at the addresses appearing in the registration books maintained by the Registrar. In the event of a non-payment of interest on a scheduled payment date, and for 30 days thereafter, a new record date for such interest payment (a "Special Record Date") will be established by the Paying Agent/Registrar, if and when funds for the payment of such interest have been received from the District. Notice of the Special Record Date and of the scheduled payment date of the past due interest ("Special Payment Date," which shall be 15 days after the Special Record Date) shall be sent at least five business days prior to the Special Record Date by United States mail, first-class postage prepaid, to the address of each Owner of a Bond appearing on the registration books of the Paying Agent/Registrar at the close of business on the last business day next preceding the date of mailing of such notice.

Sources and Uses of Proceeds

Table 1

Sources:
Bond Proceeds:
Par Amount
Premium
Uses:
Project Fund
Cost of Issuance*
Underwriter's Discount
Debt Service Fund Deposit

** Includes financial advisor fees, legal fees, fees of the paying agent/registrar and other miscellaneous costs and expenses related to the issuance of the Bonds.*

Optional Prior Redemption

The Bonds maturing on and after August 15, 2034, may be redeemed prior to their scheduled maturities, on August 15, 2033, or on any date thereafter, in whole or in part, at the option of the District, with funds derived from any available and lawful source, and the District shall designate the amount that is to be redeemed, and if less than a whole maturity is to be redeemed, the District shall direct the Paying Agent/Registrar to call by lot Bonds, or portions thereof within such maturity, for redemption (provided that a portion of a Bond may be redeemed only in

an integral multiple of \$5,000), at the redemption price of par plus accrued interest to the date fixed for prepayment or redemption.

Transfers and Exchanges

In the event the Book-Entry-Only System should be discontinued, the Bonds may be transferred and exchanged on the registration books of the Paying Agent/Registrar only upon presentation and surrender thereof to the Paying Agent/Registrar and such transfer or exchange will be without expense or service charge to the registered owner, except for any tax or other governmental charges required to be paid with respect to such registration, exchange and transfer. A Bond may be assigned by the execution of an assignment form on the Bond or by other instrument of transfer and assignment acceptable to the Paying Agent/Registrar. A new Bond or Bonds will be delivered by the Paying Agent/Registrar, in lieu of the Bond being transferred or exchanged, at the principal office of the Paying Agent/Registrar, or sent by United States mail, first-class, postage prepaid, to the new registered owner or his designee. To the extent possible, new Bonds issued in an exchange or transfer of Bonds will be delivered to the registered owner or assignee of the registered owner in not more than three business days after the receipt of the Bonds to be canceled, and the written instrument of transfer or request for exchange duly executed by the registered owner or his duly authorized agent, in a form satisfactory to the Paying Agent/Registrar. New Bonds registered and delivered in an exchange or transfer shall be in any integral multiple of \$5,000 for any one maturity and for a like aggregate principal amount as the Bond or Bonds surrendered for exchange or transfer. See APPENDIX C - "BOOK-ENTRY-ONLY SYSTEM" herein.

Limitation on Transfer of Bonds

Neither the District nor the Paying Agent/Registrar are required to transfer or exchange any Bond (i) during the period commencing at the close of business on the Record Date and ending at the opening of business on the next interest payment date; and (ii) within 45 days of the date fixed for redemption; provided such limitation of transfer shall not be applicable to an exchange by the registered owner of the uncalled balance of a Bond called for redemption in part.

Limited Book-Entry Responsibilities

While a Book-Entry-Only system is used for the Bonds, the Paying Agent/Registrar will send redemption and other notices only to DTC. Any failure of DTC to advise any DTC Participant, or of any DTC Participant to notify any beneficial owner, of any notice and its content or effect will not affect the validity or sufficiency of the proceedings relating to the Bond redemption or any other action based on the notice.

The District and the Municipal Advisor have no responsibility or liability for any aspects of the records relating to or payments made on account of beneficial ownership, or for maintaining, supervising or reviewing any records relating to beneficial ownership of interests in the Bonds.

The District and the Municipal Advisor cannot and do not give any assurances that DTC will distribute payments to DTC Participants or that DTC Participants or others will distribute payments with respect to the Bonds received by DTC or its nominees as the holder or any redemption notices or other notices to the beneficial owners, or that they will do so on a timely basis, or that DTC will serve and act in the manner described in this Official Statement.

Defeasance

General. The Bond Resolution provides for the defeasance of the Bonds and the termination of the pledge of taxes and all other general defeasance covenants in the Bond Resolution under certain circumstances. Any Bond and the interest thereon shall be deemed to be paid, retired and no longer outstanding (a "Defeased Bond") within the meaning of the Bond Resolution when the payment of all principal and interest payable with respect to such Bond to the due date or dates thereof (whether such due date or dates be by reason of maturity, upon redemption, or otherwise) either (1) shall have been made or caused to be made in accordance with the terms thereof (including the giving of any required notice of redemption) or (2) shall have been provided for on or before such due date by

irrevocably depositing with or making available to the Paying Agent/Registrar or an eligible entity for such payment (a) lawful money of the United States of America sufficient to make such payment, (b) Defeasance Securities (defined below) that mature as to principal and interest in such amounts and at such times as will ensure the availability, without reinvestment, of sufficient money to provide for such payment and when proper arrangements have been made by the District with the Paying Agent/Registrar or an eligible entity for the payment of its services until after all Defeased Bonds shall have become due and payable or (c) any combination of (a) and (b). At such time as a Bond shall be deemed to be a Defeased Bond, such Bond and the interest thereon shall no longer be secured by, payable from, or entitled to the benefits of the ad valorem taxes or revenues levied and pledged as provided in the Bond Resolution, and such principal and interest shall be payable solely from such money or Defeasance Securities.

The deposit under clause (2) above shall be deemed a payment of a Bond when proper notice of redemption of such Bonds shall have been given, in accordance with the Bond Resolution. Any money so deposited with the Paying Agent/Registrar or an eligible entity may at the discretion of the District also be invested in Defeasance Securities, maturing in the amounts and at the times as set forth in the Bond Resolution, and all income from such Defeasance Securities received by the Paying Agent/Registrar or an eligible trust company or commercial bank that is not required for the payment of the Bonds and interest thereon, with respect to which such money has been so deposited, shall be turned over to the District.

Investments. Any escrow agreement or other instrument entered into between the District and the Paying Agent/Registrar or an eligible entity pursuant to which money and/or Defeasance Securities are held by the Paying Agent/Registrar or an eligible trust company or commercial bank for the payment of Defeased Bonds may contain provisions permitting the investment or reinvestment of such moneys in Defeasance Securities or the substitution of other Defeasance Securities upon the satisfaction of certain requirements. All income from such Defeasance Securities received by the Paying Agent/Registrar or an eligible trust company or commercial bank which is not required for the payment of the Bonds and interest thereon, with respect to which such money has been so deposited, will be remitted to the District.

For the purposes of these provisions, "Defeasance Securities" means direct, noncallable obligations of the United States of America, including obligations that are unconditionally guaranteed by the United States of America.

SECURITY AND REMEDIES

The Bonds are general obligations of the District payable from general (ad valorem) property taxes that may be levied against all taxable property within the District without limitation of rate or amount.

The District must use all of the property taxes collected for debt service, and any other legally available money, to pay the debt service on the Bonds and other outstanding general obligation debt.

Various New Mexico laws and constitutional provisions apply to the assessment and collection of ad valorem property taxes. There is no guarantee that there will not be any changes that would have a material effect on the District.

Limitations of Remedies

There is no provision for acceleration of maturity of the principal of the Bonds in the event of a default in the payment of principal or interest on the Bonds. Consequently, remedies available to the owners of the Bonds, including mandamus, may have to be enforced from year to year.

The enforceability of the rights and remedies of the owners of the Bonds, and the obligations incurred by the District in issuing the Bonds, are subject to the following: the federal bankruptcy code and applicable bankruptcy, insolvency, reorganization, moratorium, or similar laws relating to or affecting the enforcement of creditor's rights generally, now or hereafter in effect; usual equity principles that may limit the specific enforcement under State law of certain remedies; the exercise by the United States of America of the powers delegated to it by the federal Constitution; and the reasonable and necessary exercise, in certain exceptional situations, of the police power

inherent in the sovereignty of the State and its governmental bodies in the interest of serving a significant and legitimate public purpose. Bankruptcy proceedings, or the exercise of powers by the federal or State government, if initiated, could subject the owners of the Bond to judicial discretion and interpretation of their rights in bankruptcy or otherwise and consequently may entail risks of delay, limitation, or modification of their rights.

NEW MEXICO SCHOOL DISTRICT ENHANCEMENT PROGRAM

The New Mexico legislature amended NMSA 1978, Sections 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 downgraded the New Mexico School District Enhancement Program (Pre and Post-Default) to Aa2 from Aa1, and assigned a negative outlook on November 1, 2016. On June 18, 2018, Moody's further downgraded the enhancement rating from "Aa2" to "Aa3" and assigned a stable outlook. 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. The District has qualified the Bonds under the New Mexico School District Enhancement Program and received a rating of "Aa3" on the Bonds.

DEBT AND OTHER FINANCIAL OBLIGATIONS

Article IX, Section 11 of the New Mexico Constitution limits the powers of the District to incur general obligation debt extending beyond the fiscal year. The District can incur such debt for the purpose of erecting, remodeling, making additions to and furnishing school buildings, including teacher housing, or purchasing or improving school grounds or purchasing computer software or hardware for student use in public school classrooms, providing 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 the 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. An issuance of refunding bonds does not have to be submitted to a vote of the qualified electors of the District.

The assessed valuation of taxable property within the District is \$237,408,927 for tax year 2024. Therefore, the maximum general obligation debt may not exceed \$14,244,536. After the District's August 15, 2025, principal payment on all of its outstanding obligations of \$2,090,000, the District will have \$10,140,000 in General Obligation debt outstanding, including the Bonds, which will make the District 71.19% bonded to capacity.

After the Bonds are issued, the ratio of total outstanding general obligation debt of the District to the 2024 assessed valuation will be no greater than 4.29% as summarized below:

Table 2

2024 Assessed Valuation	\$237,408,927
2024 Estimated Actual Valuation	771,140,430 ⁽¹⁾
Bonds Outstanding (including the Bonds)	\$12,230,000 ⁽²⁾
Less Debt Service Fund Balance	2,051,099 ⁽³⁾
ESTIMATED NET DEBT	\$10,178,901
Ratio of Net Debt to 2024 Assessed Valuation:	4.29%
Ratio of Net Debt to 2024 Estimated Actual Valuation:	1.32%
Per Capita Net Bonded Debt:	\$796.22
Est. Population	12,784 ⁽⁴⁾

(1) Estimated actual valuation is computed by adding the 2024 exemptions to the 2024 assessed valuation and multiplying the result by three.

(2) Preliminary, subject to change. Includes Series 2025 GO Bonds.

(3) The debt service cash balance for the outstanding General Obligation Bonds was \$2,435,984 as of 3/10/2025. The amount properly attributable to principal reduction is 85.2%.

(4) Estimates for the City of Las Vegas. Source: Environics Analytics, April 2025.

Selected Debt Ratios

Table 3

2024 Assessed Valuation	\$237,408,927
2024 Estimated Actual Valuation	771,140,430 ⁽¹⁾
District's Estimated Net Debt as a Percentage of	
Assessed Valuation	4.29%
Estimated Actual Valuation	1.32%
Direct & Overlapping Debt as a Percentage of	
Assessed Valuation	5.47%
Estimated Actual Valuation	1.68%
Estimated Population	12,784 ⁽²⁾
District's General Obligation Bonds & Notes	
Debt Outstanding (Including the Bonds)	\$12,230,000 ⁽³⁾
District Net General Obligation Debt	10,178,901
Estimated Direct & Overlapping G/O Debt	12,993,282
District Net Debt Per Capita	\$796.22
Direct and Overlapping Debt Per Capita	\$1,016.37

(1) Estimated actual valuation is computed by adding the 2024 exemptions to the 2024 preliminary assessed valuation and multiplying the result by three.

(2) Estimates for the City of Las Vegas. Source: Environics Analytics, April 2025.

(3) Preliminary, subject to change. Includes Series 2025 GO Bonds.

Outstanding Debt

The District has never defaulted in the payment of any of its debt or other obligations. Listed below is the District's total outstanding general obligation debt including the proposed Bonds.

Table 4

Series	Original Amount Issued	Final Maturity	Principal Outstanding
2013	\$800,000	08/15/2025	\$100,000
2014	1,000,000	08/15/2026	200,000
2015	1,500,000	08/15/2027	500,000
2016	1,700,000	08/15/2028	440,000
2017	2,500,000	08/15/2029	975,000
2018	2,500,000	08/15/2030	1,225,000
2019	2,500,000	08/15/2031	1,225,000
2020	1,835,000	08/15/2032	1,395,000
2021	2,000,000	08/15/2033	940,000
2022	2,500,000	08/15/2034	1,130,000
2023	1,500,000	08/15/2030	600,000
2024	1,500,000	08/15/2034	1,500,000
2025	2,000,000	08/15/2037	2,000,000 ⁽¹⁾
	\$23,835,000		\$12,230,000

(1) Preliminary, subject to change

Note: Reflects Outstanding debt as of May 22, 2025

Debt Service Requirements to 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 at the desired tax rate. Below is a summary of the currently scheduled principal and interest on the District's outstanding debt as well as the proposed principal and interest payments on the Bonds.

Table 5

Calendar Year	Current Requirements			Series 2025 ⁽¹⁾			Total Requirements		
	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total
2025	\$2,090,000	\$329,938	\$2,419,938				\$2,090,000	\$329,938	\$2,419,938
2026	1,545,000	279,163	1,824,163	\$325,000	\$112,222	\$437,222	1,870,000	391,385	2,261,385
2027	1,490,000	227,588	1,717,588	155,000	83,750	238,750	1,645,000	311,338	1,956,338
2028	1,290,000	175,988	1,465,988	155,000	76,000	231,000	1,445,000	251,988	1,696,988
2029	1,180,000	128,888	1,308,888	155,000	68,250	223,250	1,335,000	197,138	1,532,138
2030	980,000	87,600	1,067,600	155,000	60,500	215,500	1,135,000	148,100	1,283,100
2031	680,000	53,113	733,113	155,000	52,750	207,750	835,000	105,863	940,863
2032	505,000	32,275	537,275	155,000	45,000	200,000	660,000	77,275	737,275
2033	325,000	15,375	340,375	155,000	37,250	192,250	480,000	52,625	532,625
2034	145,000	5,425	150,425	155,000	29,500	184,500	300,000	34,925	334,925
2035				155,000	21,750	176,750	155,000	21,750	176,750
2036				155,000	14,000	169,000	155,000	14,000	169,000
2037				125,000	6,250	131,250	125,000	6,250	131,250
TOTAL	\$10,230,000	\$1,335,350	\$11,565,350	\$2,000,000	\$607,222	\$2,607,222	\$12,230,000	\$1,942,572	\$14,172,572

(1) Preliminary, subject to change. 5.00% interest rate assumed for illustrational purposes only.

Statement of Estimated Direct and Overlapping Debt

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

Table 6

Taxing Entity	2024 Assessed Valuation	G/O Debt Outstanding	Percent Applicable	Amount
State of New Mexico	\$108,183,361,964	\$347,815,000	0.22%	\$763,282
San Miguel County	738,135,350	-	32.16%	-
City of Las Vegas	256,975,232	-	100.00%	-
Luna Community College	948,061,309	-	25.04%	-
West Las Vegas Schools	237,408,927	12,230,000 ⁽¹⁾	100.00%	12,230,000 ⁽¹⁾
Total Direct & Overlapping Debt				\$12,993,282
Ratio of Estimated Direct & Overlapping Debt to 2024 Assessed Valuation				5.47%
Ratio of Estimated Direct & Overlapping Debt to 2024 Estimated Actual Valuation				1.68%
Per Capita Direct & Overlapping Debt:				\$1,016.37
Population				12,784 ⁽²⁾

(1) Preliminary, subject to change. Includes the Series 2025 GO Bonds.

(2) Estimates for the City of Las Vegas. Source: Environics Analytics, April 2025.

Source: San Miguel, Mora, Colfax, Guadalupe and Union County Assessor's Office, State Assessed Property Tax Division and individual entities.

TAX BASE

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. This means the assessment ratio is 33-1/3%. After deduction of certain personal exemptions, the District's 2024 assessed valuation is \$237,408,927. The actual value of personal property within the District (see "Assessments" below) is determined by the San Miguel County Assessor.

The actual value of certain corporate 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 for 2024 and the previous four years follows.

Table 7

	2024		2023		2022		2021		2020	
Assessments										
Value of Land	\$	74,556,041	\$	73,290,556	\$	75,306,925	\$	67,953,241	\$	68,752,521
Improvements		134,085,218		129,083,179		123,282,729		118,747,431		118,484,524
Personal Property		1,716,502		1,912,534		1,628,882		1,522,455		1,779,231
Mobile Homes		12,338,835		11,009,185		10,240,472		9,503,133		8,660,729
Livestock		5,534,612		5,452,025		5,269,703		5,196,784		5,492,955
Assessor's Total Taxable Value	\$	228,231,208	\$	220,747,479	\$	215,728,711	\$	202,923,044	\$	203,169,960
Less Exemptions										
Head of Family	\$	3,160,660	\$	3,150,933	\$	3,133,025	\$	3,130,417	\$	3,191,760
Veterans		1,608,980		1,604,256		1,625,452		1,626,500		1,667,671
Exemption Waiver**		5,260,933		4,904,214		4,547,357		4,299,470		4,281,995
Other		9,607,310		9,755,143		8,730,436		5,083,028		5,068,323
Total	\$	19,637,883	\$	19,414,546	\$	18,036,270	\$	14,139,415	\$	14,209,749
Assessors Net Taxable Value										
Assessors Net Taxable Value	\$	208,603,325	\$	201,332,933	\$	197,692,441	\$	188,783,629	\$	188,960,211
Centrally Assessed	\$	28,805,602	\$	27,520,278	\$	26,263,740	\$	25,536,023	\$	25,403,201
Total Assessed Valuation	\$	237,408,927	\$	228,853,211	\$	223,956,181	\$	214,319,652	\$	214,363,412
** 100% Exempt - 100% Disabled Veterans										
		2024		2023		2022		2021		2020
Residential	\$	153,645,906	\$	147,017,711	\$	142,144,756	\$	137,989,182	\$	136,985,288
Non-Residential	\$	83,763,021	\$	81,835,500	\$	81,811,425	\$	76,330,470	\$	77,378,124
Total	\$	237,408,927	\$	228,853,211	\$	223,956,181	\$	214,319,652	\$	214,363,412

Source: San Miguel County Assessor's Office.

History of Assessed Value

The following is a five-year history of assessed valuation for the District compared with the City of Las Vegas and San Miguel County.

Table 8

Tax Year	West Las Vegas Schools	City of Las Vegas	San Miguel County
2024	\$237,408,927	\$256,975,232	\$738,135,350
2023	228,853,211	250,794,534	718,236,977
2022	223,956,181	238,593,195	701,089,419
2021	214,319,652	227,275,096	666,297,674
2020	214,363,412	226,777,653	661,128,383

Source: San Miguel County Assessor's Office.

Major Taxpayers

The following is a list of the five largest taxpayers in the District, along with the 2024 assessed valuation for each. Property taxes are current for these taxpayers. This table is useful in assessing the concentration risk of the tax base. The five largest taxpayers' assessed valuation is 11.04% of the District's total 2024 assessed valuation.

Table 9

Taxpayer	Business	2024 Valuation	% of Assessed Valuation
BNSF Railway	Railroad	\$13,799,997	6.03%
ENMR Telephone Cooperative	Telephone	4,270,151	1.91%
Public Service Co. of NM	Utility	3,745,037	1.67%
Farmers Electric Cooperative	Utility	1,567,333	0.70%
Mora-San Miguel Electric Cooperative	Utility	1,345,257	0.60%
Total		\$24,727,775	11.04%

Source: San Miguel County Assessor's Office.

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 situation on residential property for the 2024 tax year and the previous four years. The District expects no change in the level of its taxes in the foreseeable future but is unable to predict what overlapping entities might do. A high level of taxation may impact the District's ability to repay bonds.

Table 10

Within 20 Mill Limit for General Purposes					
	2024	2023	2022	2021	2020
State of New Mexico	\$0.000	\$0.000	\$0.000	\$0.000	\$0.000
San Miguel County	5.647	5.739	5.538	5.435	5.390
Las Vegas, City of	6.933	7.079	6.974	6.861	6.745
West Las Vegas Schools	0.230	0.234	0.227	0.225	0.222
Luna Community College	2.464	2.478	2.378	2.337	2.307
Total	\$15.274	\$15.530	\$15.117	\$14.858	\$14.664

Over 20 Mill Limit - Interest, Principal, Judgment, etc.					
	2024	2023	2022	2021	2020
State of New Mexico	\$1.360	\$1.360	\$1.360	\$1.360	\$1.360
San Miguel County	0.000	0.000	0.000	0.000	0.000
Las Vegas, City of	0.000	0.000	0.000	0.000	0.000
West Las Vegas Schools	12.463	12.499	12.506	12.503	12.498
Total	\$13.823	\$13.859	\$13.866	\$13.863	\$13.858

Total Levy					
	2024	2023	2022	2021	2020
State of New Mexico	\$1.360	\$1.360	\$1.360	\$1.360	\$1.360
San Miguel County	5.647	5.739	5.538	5.435	5.390
Las Vegas, City of	6.933	7.079	6.974	6.861	6.745
West Las Vegas Schools	12.693	12.733	12.733	12.728	12.720
Luna Community College	2.4640	2.4780	2.3780	2.3370	2.3070
Total Residential in Las Vegas	\$29.097	\$29.389	\$28.983	\$28.721	\$28.522
Total Non-Residential in Las Vegas	\$36.859	\$36.859	\$36.785	\$36.677	\$36.548
Total Residential in Unincorporated County	\$22.164	\$22.310	\$22.009	\$21.860	\$21.777
Total Non-Residential in Unincorporated County	\$29.209	\$29.209	\$29.135	\$29.027	\$28.898

Source: New Mexico Department of Finance & Administration.

School Tax Rates

The following table shows the historical school tax levies on residential and non-residential property within the District since the 2020 tax year (2020 - 21 fiscal year). The Two Mill Levy is renewed every six years, most recently in November 2023.

Table 11

Tax Year	Fiscal Year	Operational		SB9 (Two Mill Levy)		Debt Service	Total	
		Residential	Non-Residential	Residential	Non-Residential		Residential	Non-Residential
2020	2021	\$0.222	\$0.491	\$1.996	\$2.000	\$10.502	\$12.720	\$12.993
2021	2022	0.225	0.500	2.000	2.000	10.503	12.728	13.003
2022	2023	0.227	0.500	2.000	2.000	10.506	12.733	13.006
2023	2024	0.234	0.500	2.000	2.000	10.499	12.733	12.999
2024	2025	0.230	0.500	1.964	2.000	10.499	12.693	12.999

Source: New Mexico Department of Finance & Administration.

Yield Control Limitations

State law limits property tax 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 factor 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.*

Developments Limiting Residential Property Tax Increases

In an effort to limit large annual increases in residential property taxes in some areas of the State (particularly the Santa Fe and Taos areas which have experienced large increases in residential property values in recent years), an amendment to the uniformity clause (Article VIII, Section 1) of the New Mexico Constitution was proposed during the 1997 Legislative Session. The amendment was submitted to voters of the State at the general election held on November 3, 1998, and was approved by a wide margin.

The amendment directs the Legislature to provide for valuation of residential property in a manner that limits annual increases in valuation. The limitation may be applied to classes of residential property taxpayers based on occupancy, age or income. Further, the limitations may be authorized statewide or at the option of a local jurisdiction and may include conditions for applying the limitations.

Bills implementing the constitutional amendment were enacted in 2001 and were codified as NMSA 1978, Sections 7-36-21.2 and 7-36-21.3.

NMSA 1978, Section 7-36-21.2, establishes a statewide limitation on residential property valuation increases beginning in tax year 2001 (the "Statutory Valuation Cap on Residential Increases"). Annual valuation increases are limited 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 NMSA 1978, Section 7-36-21.3; and

On March 28, 2012, the New Mexico Court of Appeals upheld the constitutionality of a law capping residential valuation increases until a home changes ownership. This decision was appealed to the New Mexico Supreme Court which affirmed this decision on June 30, 2014. The New Mexico Legislature has brought up the issue of the disparity in valuations in the past several years, but has not enacted the bill into law. To the extent that court or legislative action is taken or a further constitutional amendment is passed amending the valuation provisions, it could have a material impact on the valuation of residential property within the boundaries of the District.

NMSA 1978, Section 7-36-21.3 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.

Tax Collections

The level of tax collections is an important component in the analysis of the ability to pay principal and interest on a timely basis. General property taxes, with the exception of those taxes on oil and gas production and equipment 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 is due on November 10 and becomes delinquent on December 10. The second half is due on April 10 and becomes delinquent on May 10. Collection statistics for all political subdivisions for which the County Treasurer collects taxes are as follows:

Table 12

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	24/25	\$ 18,573,322	\$ 12,290,036	66.2%	\$ 12,290,036	66.2%
2023	23/24	18,051,316	15,743,020	87.2%	17,068,109	94.6%
2022	22/23	17,388,873	15,234,432	87.6%	16,765,458	96.4%
2021	21/22	16,578,140	14,353,587	86.6%	16,158,100	97.5%
2020	20/21	16,469,166	14,312,016	86.9%	16,103,298	97.8%

(1) Current collections through June 30 of each tax year except for tax year 2024. Tax year 2024 collections as of April 30, 2025.

(2) As of June 2024 except for tax year 2024. Tax year 2024 collections as of April 30, 2025.

Source: San Miguel County Treasurer's Office.

Interest on Delinquent Taxes

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

Penalty for Delinquent Taxes

Pursuant to NMSA 1978, Section 7-38-50, if property taxes become delinquent, a penalty of 1% of the delinquent tax for each month, or any portion of a month, they remain unpaid must be imposed, but the total penalty shall not exceed 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 intent to defraud by the property owner, 50% of the property tax due or \$50.00, whichever is greater, shall be added as a penalty.

Remedies Available for Non-Payment of Taxes

Pursuant to NMSA 1978, Section 7-38-47, property taxes are the personal obligation of the person owning the property on the date upon 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 NMSA 1978, Section 7-38-65, delinquent taxes on real property may be collected by selling the real property on which taxes are delinquent.

Pursuant to NMSA 1978, Section 7-38-53, delinquent property taxes on personal property may be collected by asserting a claim against the owner(s) of the personal property upon 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 school-age children residing within its boundaries. The District is located in Las Vegas, New Mexico and is approximately 120 miles northeast of Albuquerque and approximately 70 miles northeast of Santa Fe. The City of Las Vegas is the largest community in San Miguel County and the county seat. The District currently operates 11 school sites including 6 elementary schools, 1 combination elementary/middle school, 1 middle school, 1 alternative high school, 1 high school and 1 charter school.

School District Powers

Pursuant to Chapter 27 Laws 2004 passed in the 2004 legislative session, the District's powers are subject to regulations promulgated by the Secretary of the NMPED with the advice of the Public Education Commission. The Secretary of the NMPED (the "Secretary") is responsible for control, management and direction of all public schools. The Public Education Commission is comprised of 10 members, elected from public education districts for staggered four-year terms. Generally, the powers of the NMPED include determining policy of operations of all public schools; designating courses of instruction for all public schools in the State; adopting regulations for the administration of all public schools; determining qualifications for teachers, counselors, and their assistants; and prescribing minimum educational standards for all public schools. The NMPED may order the creation of new school districts or may require consolidation of school districts.

Management

The Board, subject to regulations of the Secretary, develops educational policies for the District. The Board employs the Superintendent of Schools, delegates administrative and supervisory functions to the Superintendent, including fixing the salaries of all employees, reviews and approves the annual District budget, has the capacity to

sue and be sued, contracts, leases, purchases and sells for the District, acquires and disposes of all property, and adopts regulations pertaining to the administration of all powers or duties of the Board. Members serve without compensation for four-year terms of office in non-partisan elections held every two years on the first Tuesday in November. The current Board Members are:

Rolando Medrano Jr., President;
term expires December 31, 2027

Gabriel Salazar, Member;
term expires December 31, 2027

Linda Montoya, Vice-President;
term expires December 31, 2025

Christopher Lopez, Member;
term expires December 31, 2027

Christine Ludi, Secretary;
term expires December 31, 2025

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

Christopher Gutierrez, Superintendent. Mr. Gutierrez has served in the position of Superintendent since September of 2016. He is a graduate of New Mexico Highlands University. Prior to the position as Superintendent, Mr. Gutierrez served as a High School Math and Science teacher for nine and a half years and a year and a half as the Middle School principal, both for the West Las Vegas School District. He holds a Bachelor's degree in General Science for Secondary Education Teachers, a Master's degree in Educational Leadership, enough hours for endorsements in Special Education and Reading, and is working towards a gifted endorsement.

James Bonney, Business Manager. Mr. Bonney is the current Business Manager/CFO for the West Las Vegas Schools. Prior to the Business Manager position Mr. Bonney served as the Comptroller for seven years and Chief Procurement officer for two years. He holds a Bachelor's Degree in Business Administration with a concentration in Accounting from New Mexico Highlands University as well as a Level II Professional School Business Official License. Outside of work, Mr. Bonney enjoys attending his children's academic activities and sporting events with Clarice, his wife of twenty years.

Insurance

The District is a member of the New Mexico Public Schools Insurance Authority (the "Insurance Authority"), which was established to provide a comprehensive core insurance program by expanding the pool of subscribers to maximize cost containment opportunities for required insurance coverage. The District pays an annual premium to the Insurance Authority based on claim experience and the status of the pool. The Risk Management Program includes Workers Compensation, General and Automobile Liability, Automobile Physical Damage, and Property and Crime coverage. Also included under the Risk Management Program are Boiler, Machinery and Student Accident Insurance.

Intergovernmental Agreements

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

School Property

In addition to the school buildings and their contents, the District owns the land upon which school buildings and facilities are located, which includes the District Administration Building, a Maintenance Shop and Custodial Center, a Curriculum and Instruction Center, an instructional materials warehouse and numerous vehicles. The District contracts buses, which are used only to transport students to and from school and school activity events.

Enrollment

Set forth below is a five year history of the District's enrollment. For a discussion of the relationship between student enrollment and amounts of financial support provided by the State for public schools, see "FINANCES OF THE DISTRICT – Sources of Revenues for General Fund."

Table 13

School Year	West Las Vegas SD	Rio Gallinas Charter School	Total Enrollment
2024-25	1,496	78	1,569
2023-24	1,490	83	1,573
2022-23	1,485	80	1,565
2021-22	1,456	81	1,537
2020-21	1,458	68	1,526

Source: New Mexico Public Education Department, 40th day enrollment.

FINANCES OF THE DISTRICT

The basic format for the financial operation of the District is provided by the New Mexico Public Education Department ("NMPED") 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 both the judicial and legislative processes. As a result, the District cannot anticipate with certainty all of the factors that may influence the financing of its future activities. There is no assurance that there will not be any change in, interpretation of or additions to the applicable laws, provisions and regulations that would have a material effect, directly or indirectly, on the affairs of the District.

Sources of Revenues for General Fund

The General Fund is used to account for resources of the operational fund, student activity funds and other resources not accounted for in another fund. The sources of revenue for the District's General Fund are:

Local Revenues - Local revenues are a minor source of revenue to the District made up, 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 \$262,490 from local sources.

State Revenues - The District's largest source of annual revenue is derived from the State Equalization Guarantee distribution described below. During fiscal year 2024, the District received \$20,190,391 from state sources. Such payments represented approximately 97% of actual fiscal year General Fund Revenues.

Federal Revenues - Another minor source of annual revenue for the District's General Fund is derived from indirect costs of direct 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 2024, the District received \$397,090 in federal revenues for its General Fund.

State Equalization Guarantee Program

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 school 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 cost 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 July 1 of the previous fiscal year through May 31 of the fiscal year for which the State distribution is being computed. In the event that a school district receives more SEG funds than its entitlement, that district must make a refund to the State's general fund.

Even though the current public school funding formula has been in place for several decades, some school districts have indicated a concern about the fact that some school 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 that 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 school 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.

The equalization funding for a school district is based on previous years' enrollments rather than current year enrollment.

Budgeted and historical SEG payments for the prior five years are as follows:

Table 14

Year	Program Unit Value	Amount *	Amount Without Charter School
2020-2021	4,573	14,303,009	13,703,324
2021-2022	4,863	15,847,044	14,736,538
2022-2023	5,523	17,020,191	15,867,441
2023-2024	6,242	20,526,980	19,132,716
2024-2025	6,554	21,679,906	20,331,209

* Includes Charter School Payments

Source: NewMexico Public Education Department.

The District is also reimbursed by the State for the costs of transporting students 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, the District received \$1,001,333 for transportation purposes.

Recent and Current Legislative Action

During the New Mexico State Legislature's 2018 regular session, the New Mexico State Legislature passed House Bill 98 ("HB 98") which enacted the Local Elections Act amending the State's election statutes to consolidate virtually all nonpartisan local elections on the same day. HB 98 was signed by Governor Susana Martinez on March 7, 2018, and took effect on July 1, 2018. Among other things, the local Election Act provides that elections for school districts, community college districts, flood control districts, special zoning districts and soil and water sanitation districts be merged starting in 2019. The Local Election Act which was amended in the 2019 Legislative session also permits certain municipalities to opt-in to the regular elections. As a result of the statutory amendments, the dates for all of these nonpartisan regular elections will occur on the first Tuesday after the first Monday in November of each odd-numbered year. Matters voted on at these regular elections include election of school board members, municipal officers and the officers for other districts that have taxation authority. Ballots may also include bond questions and local mill levies for the voters' consideration. HB 98 amended the special election provisions contained under NMSA 1978, Section 1-24-1 to eliminate in person voting at special elections and to require that all such special elections be conducted by mailed ballot. The District passed a 2 mill levy at a special election in April 2019.

Balance Sheet

Listed below is the Balance Sheet (General Fund only) for fiscal years 2020 through 2024. The complete audit report for the fiscal year ending June 30, 2024, and the prior four years can be downloaded from the State Auditor's website by using the following link: http://www.saonm.org/financial_audits.

Table 15

BALANCE SHEET - GENERAL FUND ⁽¹⁾						
Year Ended June 30	2020	2021	2022	2023	2024	
Assets:						
Cash and Investments	\$ 1,822,392	\$ 980,382	\$ 813,730	\$ -	\$ 2,102,232	
Receivables:						
Taxes	20,502	17,255	12,348	18,847	35,411	
Due from Grantor	-	-	-	69,978	92,122	
Interfund receivables	673,406	1,035,361	2,022,192	1,694,907	991,135	
Total Assets	\$ 2,516,300	\$ 2,032,998	\$ 2,848,270	\$ 1,783,732	\$ 3,220,900	
Liabilities:						
Accounts payable	\$ 56,611	\$ 45,999	\$ 48,831	\$ 94,314	\$ 39,082	
Accrued payroll liabilities	-	-	-	-	1,264,176	
Interfund balance	-	-	-	69,957	-	
Total Liabilities	\$ 56,611	\$ 45,999	\$ 48,831	\$ 164,271	\$ 1,303,258	
Deferred Inflows of Resources	\$ 17,572	\$ 16,282	\$ 11,216	\$ 17,402	\$ 18,998	
Fund Balances:						
Restricted	\$ -	\$ -	\$ -	\$ 106,460	\$ -	
Committed	-	-	-	-	-	
Unreserved, Undesignated	2,442,117	1,970,717	2,788,223	1,495,599	1,898,644	
Total Fund Balance	\$ 2,442,117	\$ 1,970,717	\$ 2,788,223	\$ 1,602,059	\$ 1,898,644	
Total Liabilities and Fund Balance	\$ 2,516,300	\$ 2,032,998	\$ 2,848,270	\$ 1,783,732	\$ 3,220,900	

(1) General Fund includes Operational, Transportation, and Local Revenue.

Source: The figures above have been extracted from the District's audited financial statements. Such figures are excerpts only and do not purport to be complete. A portion of the District's FY2024 audited financial statements is provided in Appendix B.

Statement of Revenues, Expenditures & Changes in Fund Balances

Below is a five-year history of Revenues and Expenditures for the District. The complete audit report for the fiscal year ending June 30, 2024, and the prior four years can be downloaded from the State Auditor's website by using the following link: http://www.saonm.org/financial_audits.

Table 16

STATEMENT OF REVENUES, EXPENDITURES & CHANGES IN FUND BALANCES - GENERAL FUND ⁽¹⁾						
Fiscal Year Ended June 30	2020	2021	2022	2023	2024	
Revenues:						
Local Sources	\$ 570,992	\$ 422,838	\$ 503,438	\$ 590,622	\$ 262,490	
State Sources	15,662,987	14,430,836	15,693,846	16,658,866	20,190,391	
Federal Sources	70,481	70,186	80,059	72,962	397,090	
Total Revenues	\$ 16,304,460	\$ 14,923,860	\$ 16,277,343	\$ 17,322,450	\$ 20,849,971	
Expenditures:						
Instruction	\$ 7,941,413	\$ 7,691,274	\$ 8,248,132	\$ 9,957,263	\$ 10,771,008	
Student support services	1,601,002	1,823,431	1,523,837	1,344,065	1,720,425	
Instruction support services	276,885	346,458	313,551	452,489	522,729	
General administration	510,498	540,171	534,771	592,425	666,098	
School administration	996,150	1,072,091	699,695	1,259,652	1,311,123	
Central services	472,177	508,481	575,177	633,301	871,580	
Op. & Maintenance of Plant	2,772,644	2,513,500	2,735,169	3,389,075	3,530,714	
Pupil Transportation	878,824	850,974	828,796	868,772	1,001,333	
Other	809	2,643	709	682	480	
Capital Outlay	55,535	46,237	-	10,890	157,896	
Total Expenditures	\$ 15,505,937	\$ 15,395,260	\$ 15,459,837	\$ 18,508,614	\$ 20,553,386	
Excess (Deficiency)						
of Revenues over Expenditures	\$ 798,523	\$ (471,400)	\$ 817,506	\$ (1,186,164)	\$ 296,585	
Operating Transfers	-	-	-	-	-	
Restated fund balance	\$ 798,523	\$ (471,400)	\$ 817,506	\$ (1,186,164)	\$ 296,585	
Fund Balance-Beginning	1,643,594	2,442,117	1,970,717	2,788,223	1,602,059	
Restatement	-	-	-	-	-	
Fund Balance-Ending	\$ 2,442,117	\$ 1,970,717	\$ 2,788,223	\$ 1,602,059	\$ 1,898,644	
% of Total Revenues	14.98%	13.21%	17.13%	9.25%	9.11%	

(1) General Fund includes Operational, Transportation and Local Revenue.

Source: The figures above have been extracted from the District's audited financial statements. Such figures are excerpts only and do not purport to be complete. A portion of the District's FY2024 audited financial statements is provided in Appendix B.

Statement of Net Assets

Below is a five-year history of Net Assets for the District (Governmental Activities). The complete audit report for the fiscal year ending June 30, 2024, and the prior four years can be downloaded from the State Auditor's website by using the following link: http://www.saonm.org/financial_audits.

Table 17

STATEMENT OF NET ASSETS - GOVERNMENTAL ACTIVITIES						
Fiscal Year Ended June 30	2020	2021	2022	2023	2024	
ASSETS						
Current assets:						
Cash & cash equivalents	\$ 6,533,348	\$ 7,780,187	\$ 7,465,542	\$ 7,944,306	\$ 9,498,672	
Taxes receivable	745,622	631,723	340,109	691,170	1,275,514	
Due from other governmental entities	785,486	1,125,604	2,070,777	2,501,269	1,291,985	
Accounts Receivable						
Inventory	18,207	19,956	22,850	27,349	19,192	
Total current assets	\$ 8,082,663	\$ 9,557,470	\$ 9,899,278	\$ 11,164,094	\$ 12,085,363	
Noncurrent assets:						
Capital assets	108,182,754	109,458,287	113,569,013	117,307,194	121,324,282	
Less: Accumulated depreciation	(55,180,006)	(57,439,001)	(59,700,381)	(62,787,977)	(65,361,036)	
Total noncurrent assets	53,002,748	52,019,286	53,868,632	54,519,217	55,963,246	
Total Assets	61,085,411	61,576,756	63,767,910	65,683,311	68,048,609	
Deferred Outflows of Resources	\$ 6,853,290	\$ 37,145,293	\$ 26,204,772	\$ 13,124,127	\$ 6,126,276	
LIABILITIES						
Current liabilities:						
Accounts payable	\$ 134,385	\$ 60,365	\$ 54,885	\$ 482,267	\$ 163,663	
Accrued liabilities	-	-	-	-	1,264,176	
Accrued interest	106,736	118,708	122,187	150,048	140,265	
Compensated absences payable	278,936	307,919	422,386	350,397	133,353	
Current portion of long-term obligations	1,380,000	1,135,000	1,485,000	2,560,000	2,330,000	
Total current liabilities	\$ 1,900,057	\$ 1,621,992	\$ 2,084,458	\$ 3,542,712	\$ 4,031,457	
Long-term obligations						
Bond underwriter premiums	9,146,140	10,000,478	10,010,847	9,954,665	9,105,022	
Compensated Absences	-	-	-	-	205,015	
Pension Liability	25,881,792	71,390,650	26,036,518	31,676,583	32,107,539	
Noncurrent portion of long term obligations	7,187,406	9,784,715	8,196,261	5,798,614	4,247,614	
Total long-term obligations	42,215,338	91,175,843	44,243,626	47,429,862	45,665,190	
Total Liabilities	44,115,395	92,797,835	46,328,084	50,972,574	49,696,647	
Deferred Inflows of Resources	\$ 5,613,674	\$ 3,790,479	\$ 3,790,479	\$ 24,004,035	\$ 10,599,367	
NET ASSETS						
Invested in capital assets, net of related debt	\$ 42,476,608	\$ 40,883,808	\$ 42,372,785	\$ 42,004,552	\$ 44,528,224	
Restricted for:						
Debt service	2,513,303	5,778,928	5,431,240	6,419,157	3,284,758	
Capital projects	1,861,037	254,792	422,139	1,214,868	3,761,617	
Special Revenue	-	841,894	885,480	889,575	955,111	
Unrestricted	(28,641,316)	(45,625,687)	(46,162,680)	(46,697,323)	(38,650,839)	
TOTAL NET ASSETS	\$ 18,209,632	\$ 2,133,735	\$ 2,948,964	\$ 3,830,829	\$ 13,878,871	

Source: The figures above have been extracted from the District's audited financial statements. Such figures are excerpts only and do not purport to be complete. A portion of the District's FY2024 audited financial statements is provided in Appendix B. Excludes Charter School.

Statement of Activities

Below is a five-year history of Activities for the District (Governmental Activities). The complete audit report for the fiscal year ending June 30, 2024, and the prior four years can be downloaded from the State Auditor's website by using the following link: http://www.saonm.org/financial_audits.

Table 18

STATEMENT OF ACTIVITIES - GOVERNMENTAL ACTIVITIES					
Fiscal Year Ended June 30					
EXPENSES:	2020	2021	2022	2023	2024
Governmental activities					
Instruction	\$ (4,255,417)	\$ (18,874,028)	\$ (11,189,477)	\$ (12,838,469)	\$ (8,360,957)
Student support services	(115,978)	(4,142,298)	(1,551,621)	(1,185,687)	(686,766)
Instruction support services	(122,919)	(633,263)	(331,664)	(454,297)	3,008,895
General administration	(339,240)	(1,039,597)	(626,432)	(417,244)	(537,768)
School administration	(168,578)	(2,356,046)	(768,366)	(1,125,210)	(768,476)
Central services	(95,732)	(816,535)	(349,199)	(683,664)	(684,943)
Pupil transportation services	228,826	(311,850)	(82,149)	10,333	(862,507)
Operation & maintenance of plant	(1,209,105)	(3,893,708)	(3,163,997)	(4,066,413)	(4,194,679)
Other support services	(809)	(2,643)	(709)	(682)	(480)
Food services	332,658	(377,886)	13,338	(184,947)	257,262
Capital Outlay	-	-	-	-	22,175
Interest on long-term obligations	(256,238)	(279,315)	(304,619)	(336,273)	(379,100)
Total governmental activities	\$ (6,002,532)	\$ (32,727,169)	\$ (18,354,895)	\$ (21,282,553)	\$ (13,187,344)
General revenues					
Property taxes for general purposes	\$ 61,571	\$ 67,269	\$ 61,527	\$ 81,625	\$ 74,289
Property taxes for debt service	2,078,953	2,238,206	1,939,838	2,555,515	2,376,577
Property taxes for capital projects	395,066	424,938	369,413	485,813	452,012
Capital	-	-	1,664,776	4,284,234	-
General Federal & State aid	14,944,694	13,717,482	15,014,773	15,940,402	-
State Equalization Grant	-	-	-	-	20,190,391
Interest & investment earnings	7,854	9,014	12,474	8,231	26,274
Miscellaneous	314,297	194,363	107,323	165,331	115,843
Subtotal, general revenues	17,802,435	16,651,272	19,170,124	23,521,151	23,235,386
Change in net assets	11,799,903	(16,075,897)	815,229	2,238,598	10,048,042
Net assets - beginning, as adjusted	6,409,729	18,209,632	2,133,735	2,948,964	3,830,829
Restatement	-	-	-	(1,356,733)	-
Net Assets - End of Year	\$ 18,209,632	\$ 2,133,735	\$ 2,948,964	\$ 3,830,829	\$ 13,878,871

Source: The figures above have been extracted from the District's audited financial statements. Such figures are excerpts only and do not purport to be complete. A portion of the District's FY2024 audited financial statements is provided in Appendix B. Excludes Charter School.

Special Revenue Funds

The Special Revenue Fund program is used to provide supplemental educational opportunity for academically disadvantaged children residing in the area. Campuses are identified for program participation by the percentage of students on free or reduced price lunches. Any school with a free and reduced price lunch percentage that is equal to or greater than the total district percentage becomes eligible for program participation. Any student whose test scores fall below District established criteria and who is attending a Title I campus is eligible to receive Title I services. Poverty is the criterion that identifies a campus; educational need determines the students to be served and the funds are allocated to the District through the NMPED. Authority is Part A of Chapter I of Title I of Elementary and Secondary Education Act ESEA of 1965, as amended, P.L. 103-383.

Debt Service

Debt service funds are used to account for accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs. The County remits property taxes collected on locally assessed and

centrally assessed property to the District as one lump sum and does not break down the amounts as to principal or interest reduction in accordance with instructions from NMPED.

Capital Projects

Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities.

The Capital Projects Fund, which consists of the Bond Building Fund, accounts for the resources and major costs of capital improvements in the District such as erecting, remodeling, making additions to and furnishing school buildings and purchasing and improving school grounds. Revenue is provided through general obligation bonds and earnings on investments.

Fiduciary Funds – Trust & Agency

These funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments and/or other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Expendable trust funds are accounted for in essentially the same manner as governmental funds.

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 forth in the Public School Finance Act:

- Before April 15 of each year, the District must submit an estimated budget for the next school year to NMPED. If the District fails to submit a budget, NMPED must prepare a District budget for the ensuing year.
- Before June 20 of each year, the Board must hold a public hearing to fix the estimated budget for the next school year.
- On or before July 1 of each year, NMPED must approve and certify an approved operating budget for use by the Board.

No school board, officer or employee of the 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 NMPED. 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 NMPED except upon the District's request to NMPED. 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, NMPED 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 with NMPED'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 NMPED. As a result, budgets are not prepared in conformity with generally accepted accounting principles GAAP, and budgetary comparisons are presented on the (Non-GAAP) basis of accounting.

Employees and Retirement Plan

The District employs 291 regular employees of which 18 are administrators, 125 are teachers and other professional instructional personnel including special education support personnel, 11 are instructional assistants, and 137 are support [e.g., cooks, secretaries, bus aide, mechanic, payroll clerk, nurse assistant, records clerk, mechanic, warehouse clerk, security guards, bus drivers, and Head Start staff], custodial, and maintenance staff.

Post-Employment Benefits – State Retiree Healthcare Plan

Plan Description. The District contributes to the New Mexico Retiree Health Care Fund, a cost-sharing multiple-employer defined benefit postemployment healthcare plan administered by the New Mexico Retiree Health Care Authority ("RHCA"). The RHCA provides health care insurance and prescription drug benefits to retired employees of participating New Mexico government agencies, their spouses, dependents, and surviving spouses and dependents. The RHCA Board was established by the Retiree Health Care Act (NMSA 1978, §§ 10-7C-1 through 10-7C-16). The Board is responsible for establishing and amending benefit provisions of the healthcare plan and is also authorized to designate optional and/or voluntary benefits like dental, vision, supplemental life insurance, and long-term care policies.

Eligible retirees are: 1) retirees who make contributions to the fund for at least five years prior to retirement and whose eligible employer during that period of time made contributions as a participant in the RHCA plan on the person's behalf unless that person retires before the employer's RHCA effective date, in which event the time period required for employee and employer contributions shall become the period of time between the employer's effective date and the date of retirement; 2) retirees defined by the Retiree Health Care Act who retired prior to July 1, 1990; 3) former legislators who served at least two years; and 4) former governing authority members who served at least four years.

The RHCA issues a publicly available stand-alone financial report that includes financial statements and required supplementary information for the postemployment healthcare plan. That report and further information can be obtained by writing to the RHCA at 4308 Carlisle NE, Suite 104, Albuquerque, NM 87107.

Funding Policy. The Retiree Health Care Act (at Section 10-7C-13) 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 RHCA Board.

The Retiree Health Care Act (at Section 10-7C-15) is the statutory authority that 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 plans 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), at the first session of the legislature following July 1, 2013, the legislature shall review and adjust the distributions pursuant to NMSA 1978, Section 7-1-6.1 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.

Contributions to the Fund from the District were \$298,917 for the year ended June 30, 2024.

Other Post Employee Benefits ("OPEB") Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB.

At June 30, 2024, the District reported a liability of \$4,247,614 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of June 30, 2023, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2023. The District's proportion of the net OPEB liability was based on actual contributions provided to the Fund for the year ending June 30, 2023. At June 30, 2023, the District's proportion was 0.024943%.

For the year ended June 30, 2024, the District recognized OPEB income of \$851,182.

Pension Plan – Educational Retirement Board

Plan Description. Substantially all of the District's full-time employees participate in an educational employee retirement system authorized under the Educational Retirement Act (NMSA 1978, Chapter 22, Article 11). 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, other employees of state public school districts, colleges and universities, and some state agency employees) and beneficiaries. The ERB issues a separate, publicly available financial report that includes financial statements and required supplementary information for the plan. That report may also be obtained by writing to the ERB, P.O. Box 26129, Santa Fe, New Mexico 87502. The report is also available on the ERB's website at www.nmerb.org.

Following is a partial history of employer and employee contributions statewide and net assets held in trust of the retirement fund:

Table 19

Fiscal Year Ending June 30	Employer Contributions	Employee Contributions	Net Assets Held in Trust
2019	\$406,549,056	\$303,442,092	\$13,544,691,114
2021	452,872,287	330,066,887	16,361,524,358
2022	511,943,988	347,917,165	15,550,701,708
2023	662,750,272	395,815,181	16,261,793,470
2024	770,384,190	437,997,100	17,498,201,024

Source: New Mexico Educational Retirement Board, Financial Report.

Contributions.

The contribution requirements are established in statute under NMSA 1978, Chapter 10, Article 11. The requirements may be amended by acts of the New Mexico Legislature. For the fiscal years ended June 30, 2024 and 2023, the District paid employee and employer contributions of \$4,229,299 and \$3,934,495 which equal the amount of the required contributions for each fiscal year.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of the Resources Related to Pensions.

At June 30, 2024, the District reported a liability of \$32,107,539 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022. The total pension liability was rolled-forward from the valuation date to the plan year ending June 30, 2023, using generally accepted actuarial principles.

House Bill 360 made several changes to benefit provisions, which were effective July 1, 2019. These included:

- Increasing the employer contribution rate by 0.25%, from 13.9% to 14.15%;
- Increasing from \$20,000 to \$24,000 the member salary range subject to the lower 7.90% contribution rate (higher rate is 10.70%);
- Increasing the employer contribution to ERP on behalf on ARP members from 3.0% to 3.25%;
- Implementing anti-spiking measures to prevent artificially increasing benefits;
- Requiring all working retirees and their employers to contribute to ERP; and
- For members hired after June 30, 2019, using a tiered multiplier instead of a single multiplier to calculate retirement benefit upon retirement.

These changes have been reflected in the roll-forward and in the projection used to determine the single discount rate. 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, 2023, actuarially determined. At June 30, 2023, the District's proportion was 0.36972%, which was an increase of 0.00641%. For the year ended June 30, 2024, the District recognized pension expense of \$3,711,903.

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 District, as a contributor to the 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 the ERB. The District is assessing the full extent of the effect of the new standards on the District's audited financial statements. Statement No. 68 is effective beginning with the fiscal year ending June 30, 2014, for the District.

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 amendments increased employee contributions for members whose salary exceeds \$20,000 per year to 10.1% in Fiscal Year 2014 and 10.7% in Fiscal Year 2015 (ERB members who make less than \$20,000 contribute 7.9% of their gross salary). The legislation also 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 Fund, and made certain other clarifying and technical changes.

In December 2013, the New Mexico Supreme Court, in *Bartlett v. Cameron*, 316 P.3d 889 (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.

TAX MATTERS

Federal Income Tax Opinion

On the date of initial delivery of the Bonds, McCall, Parkhurst & Horton L.L.P., Austin, Texas, will render its opinion that, in accordance with statutes, regulations, published rulings and court decisions existing on the date thereof ("Existing Law"), (1) interest on the Bonds for federal income tax purposes will be excludable from the "gross income" of the holders thereof and (2) the Bonds will not be treated as "specified private activity bonds" the interest of which would be included as an alternative minimum tax preference item under Section 57(a)(5) of the Internal Revenue Code of 1986 (the "Code"). Except as stated in this subsection and the subsection "New Mexico Income Tax Opinion," Co-Bond Counsel will express no opinion as to any other federal, state or local tax consequences of the purchase, ownership or disposition of the Bonds. See Appendix D for form of Opinion of McCall, Parkhurst & Horton L.L.P.

In rendering its opinion, McCall, Parkhurst & Horton L.L.P. will rely upon (a) the District's federal tax certificate and (b) covenants of the District with respect to arbitrage, the application of the proceeds to be received from the issuance and sale of the Bonds and certain other matters. Failure of the District to comply with these representations or covenants could cause the interest on the Bonds to become includable in gross income retroactively to the date of issuance of the Bonds.

The Code and the regulations promulgated thereunder contain a number of requirements that must be satisfied subsequent to the issuance of the Bonds in order for interest on the Bonds to be, and to remain, excludable from gross income for federal income tax purposes. Failure to comply with such requirements may cause interest on the Bonds to be included in gross income retroactively to the date of issuance of the Bonds. The opinion of McCall, Parkhurst & Horton L.L.P. is conditioned on compliance by the District with such requirements, and McCall, Parkhurst & Horton L.L.P. has not been retained to monitor compliance with these requirements subsequent to the issuance of the Bonds.

The opinion rendered by McCall, Parkhurst & Horton L.L.P. represents its legal judgement based upon its review of Existing Law and the reliance on the aforementioned information, representations and covenants. The opinion rendered by McCall, Parkhurst & Horton L.L.P. is not a guarantee of a result. Existing Law is subject to change by the Congress and to subsequent judicial and administrative interpretation by the courts and the Department of the Treasury. There can be no assurance that Existing Law or the interpretation thereof will not be changed in a manner which would adversely affect the tax treatment of the purchase, ownership or disposition of the Bonds.

A ruling was not sought from the Internal Revenue Service by the District with respect to the Bonds or the facilities financed or refinanced with the proceeds of the Bonds. Bond Counsel's opinion represents its legal judgment based upon its review of Existing Law and the representations of the District that it deems relevant to render such opinion and is not a guarantee of a result. No assurances can be given as to whether the Internal Revenue Service will commence an audit of the Bonds, or as to whether the Internal Revenue Service would agree with the opinion of Bond Counsel. If an audit is commenced, under current procedures the Internal Revenue Service is likely to treat the District as the taxpayer and the Bondholders may have no right to participate in such procedure. No additional interest will be paid upon any determination of taxability.

New Mexico Income Tax Opinion

On the date of initial delivery of the Bonds, Cuddy & McCarthy, LLP, Santa Fe, New Mexico and McCall, Parkhurst & Horton L.L.P., Austin, Texas, will render their opinions that interest on the Bonds will be excluded from net income for purposes of New Mexico state income tax. Cuddy & McCarthy, LLP expresses no opinion as to any

other federal, state or local tax consequences, except as described in this subsection. See Appendix D “Forms of Co-Bond Counsel Opinions.”

Federal Income Tax Accounting Treatment of Original Issue Discount

The initial public offering price to be paid for one or more maturities of the Bonds may be less than the principal amount thereof of one or more periods for the payment of interest on the bonds may not be equal to the accrual period or be in excess of one year (the “Original Issue Discount Bonds”). In such event, the difference between (1) the “stated redemption price at maturity” of each Original Issue Discount Bond, and (2) the “initial offering price to the public” of such Original Issue Discount Bond would constitute original issue discount. The “stated redemption price at maturity” means the sum of all payments to be made on the Bonds less the amount of all periodic interest payments. Periodic interest payments are payments which are made during equal accrual periods (or during any unequal period if it is the initial or final period) and which are made during accrual periods, which do not exceed one year.

Under existing law, any owner who has purchased such Original Issue Discount Bond in the initial public offering is entitled to exclude from gross income (as defined in section 61 of the Code) an amount of income with respect to such Original Issue Discount Bond equal to that portion of the amount of such original issue discount allocable to the accrual period. For a discussion of certain collateral federal tax consequences, see the discussion set forth below.

In the event of the redemption, sale or other taxable disposition of such Original Issue Discount Bond prior to stated maturity, however, the amount realized by such owner in excess of the basis of such Original Issue Discount Bond in the hands of such owner (adjusted upward by the portion of the original issue discount allocable to the period for which such Original Issue Discount Bond was held by such initial owner) is includable in gross income.

Under existing law, the original issue discount on each Original Issue Discount Bond is accrued daily to the stated maturity thereof (in amounts calculated as described below for each six-month period ending on the date before the semiannual anniversary dates of the date of the Bonds and ratably within each such six-month period) and the accrued amount is added to an initial owner's basis for such Original Issue Discount Bond for purposes of determining the amount of gain or loss recognized by such owner upon the redemption, sale or other disposition thereof. The amount to be added to basis for each accrual period is equal to (a) the sum of the issue price and the amount of original issue discount accrued in prior periods multiplied by the yield to stated maturity (determined on the basis of compounding at the close of each accrual period and properly adjusted for the length of the accrual period) less (b) the amounts payable as current interest during such accrual period on such Original Issue Discount Bond.

The federal income tax consequences of the purchase, ownership, redemption, sale or other disposition of Original Issue Discount Bonds which are not purchased in the initial offering at the initial offering price may be determined according to rules which differ from those described above. All owners of Original Issue Discount Bonds should consult their own tax advisors with respect to the determination for federal, state and local income tax purposes of the treatment of interest accrued upon redemption, sale or other disposition of such Original Issue Discount Bonds and with respect to the federal, state, local and foreign tax consequences of the purchase, ownership, redemption, sale or other disposition of such Original Issue Discount Bonds.

Collateral Federal Income Tax Consequences

The following discussion is a summary of certain collateral federal income tax consequences resulting from the purchase, ownership or disposition of the Bonds. This discussion is based on existing statutes, regulations, published rulings and court decisions, all of which are subject to change or modification, retroactively.

The following discussion is applicable to investors, other than those who are subject to special provisions of the Code, such as financial institutions, property and casualty insurance companies, life insurance companies, individual recipients of Social Security or Railroad Retirement benefits, individuals allowed an earned income

credit, certain S corporations with accumulated earnings and profits and excess passive investment income, foreign corporations subject to the branch profit tax, taxpayers qualifying for the health insurance premium assistance credit and taxpayers who may be deemed to have incurred or continued indebtedness to purchase tax-exempt obligations.

INVESTORS, INCLUDING THOSE WHO ARE SUBJECT TO SPECIAL PROVISIONS OF THE CODE, SHOULD CONSULT THEIR OWN TAX ADVISORS AS TO THE TAX TREATMENT WHICH MAY BE ANTICIPATED TO RESULT FROM THE PURCHASE, OWNERSHIP AND DISPOSITION OF TAX-EXEMPT OBLIGATIONS BEFORE DETERMINING WHETHER TO PURCHASE THE BONDS.

Interest on the Bonds may be includable in certain corporation's "adjusted financial statement income" determined under section 56A of the Code to calculate the alternative minimum tax imposed by section 55 of the Code.

Under Section 6012 of the Code, holders of tax-exempt obligations, such as the Bonds, may be required to disclose interest received or accrued during each taxable year on their returns of federal income taxation.

Section 1276 of the Code provides for ordinary income tax treatment of gain recognized upon the disposition of a tax-exempt obligation, such as the Bonds, if such obligation was acquired at a "market discount" and if the fixed maturity of such obligation is equal to, or exceeds, one year from the date of issue. Such treatment applies to "market discount bonds" to the extent such gain does not exceed the accrued market discount of such bonds; although for this purpose, a de minimis amount of market discount is ignored. A "market discount bond" is one which is acquired by the holder at a purchase price which is less than the stated redemption price at maturity or, in the case of an obligation issued at an original issue discount, the "revised issue price" (i.e., the issue price plus accrued original issue discount). The "accrued market discount" is the amount which bears the same ratio to the market discount as the number of days during which the holder holds the obligation bears to the number of days between the acquisition date and the final maturity date.

State, Local & Foreign Taxes

Investors should consult their own tax advisors concerning the tax implications of the purchase, ownership or disposition of the Bonds under applicable state or local laws. Foreign investors should also consult their own tax advisors regarding the tax consequences unique to investors who are not United States persons.

Information Reporting and Backup Withholding

Subject to certain exceptions, information reports describing interest income, including original issue discount, with respect to the Bonds will be sent to each registered holder and to the IRS. Payments of interest and principal may be subject to backup withholding under Section 3406 of the Code if a recipient of the payments fails to furnish to the payor such owner's social security number or other taxpayer identification number ("TIN"), furnishes an incorrect TIN, or otherwise fails to establish an exemption from the backup withholding tax. Any amounts so withheld would be allowed as a credit against the recipient's federal income tax. Special rules apply to partnerships, estates and trusts, and in certain circumstances, and in respect of non- U.S. holders, certifications as to foreign status and other matters may be required to be provided by partners and beneficiaries thereof.

Future and Proposed Legislation

Tax legislation, administrative actions taken by tax authorities, or court decisions, whether at the Federal or state level, may adversely affect the tax-exempt status of interest on the Bonds under Federal or state law and could affect the market price or marketability of the Bonds. Any such proposal could limit the value of certain deductions and exclusions, including the exclusion for tax-exempt interest. The likelihood of any such proposal being enacted cannot be predicted. Prospective purchasers of the Bonds should consult their own tax advisors regarding the foregoing matters.

Qualified Tax-Exempt Obligations for Financial Institutions

Section 265(a) of the Code provides, in pertinent part, that interest paid or incurred by a taxpayer, including a "financial institution," on indebtedness incurred or continued to purchase or carry tax-exempt obligations is not deductible in determining the taxpayer's taxable income. Section 265(b) of the Code provides an exception to the disallowance of such deduction for any interest expense paid or incurred on indebtedness of a taxpayer that is a "financial institution" allocable to tax-exempt obligations, other than "private activity bonds," that are designated by a "qualified small issuer" as "qualified tax-exempt obligations." A "qualified small issuer" is any governmental issuer (together with any "on-behalf of" and "subordinate" issuers) who issues no more than \$10,000,000 of tax-exempt obligations during the calendar year. Section 265(b)(5) of the Code defines the term "financial institution" as any "bank" described in Section 585(a)(2) of the Code, or any person accepting deposits from the public in the ordinary course of such person's trade or business that is subject to federal or state supervision as a financial institution. Notwithstanding the exception to the disallowance of the deduction of interest on indebtedness related to "qualified tax-exempt obligations" provided by Section 265(b) of the Code, Section 291 of the Code provides that the allowable deduction to a "bank," as defined in Section 585(a)(2) of the Code, for interest on indebtedness incurred or continued to purchase "qualified tax-exempt obligations" shall be reduced by twenty-percent (20%) as a "financial institution preference item."

The District expects to designate the Bonds as "qualified tax-exempt obligations" within the meaning of section 265(b) of the Code. In furtherance of that designation, the District will covenant to take such action which would assure, or to refrain from such action which would adversely affect, the treatment of the Bonds as "qualified tax-exempt obligations." **Potential purchasers should be aware that if the issue price to the public exceeds \$10,000,000, there is a reasonable basis to conclude that the payment of a de minimis amount of premium in excess of \$10,000,000 is disregarded; however, the Internal Revenue Service could take a contrary view. If the Internal Revenue Service takes the position that the amount of such premium is not disregarded, then such obligations might fail to satisfy the aforementioned dollar limitation and the Bonds would not be "qualified tax-exempt obligations."**

CONTINUING DISCLOSURE UNDERTAKING

In the Bond Resolution, the District has made the following agreement for the benefit of the holders and beneficial owners of the Bonds. The District is required to observe the agreement for so long as it remains obligated to advance funds to pay the Bonds. Under the agreement, the District will be obligated to provide certain updated financial information and operating data annually, and timely notice of specified material events, to the Municipal Securities Rulemaking Board (the "MSRB"). This information will be publicly available on the MSRB's website at www.emma.msrb.org.

Annual Reports

The District will provide annually certain updated financial information and operating data to the MSRB. The information to be updated includes all quantitative financial information and operating data with respect to the District of the general type included in the tables 2 - 18 in this Official Statement under the headings "DEBT AND OTHER FINANCIAL OBLIGATIONS", "TAX BASE", "THE DISTRICT - Enrollment" and "FINANCES OF THE DISTRICT - State Equalization Guarantee Program," "Balance Sheet," "Statement of Revenues, Expenditures & Changes in Fund Balances" and "Appendix B." The District will update and provide this information by March 31 of each year beginning in 2026.

The District may provide updated information in full text or may incorporate by reference certain other publicly available documents, as permitted by SEC Rule 15c2-12. The updated information will include audited financial statements, if the District commissions an audit and it is completed by the required time. If audited financial statements are not available by the required time, the District will provide unaudited financial information by the required time and will provide audited financial statements when and if the audit report becomes available. Any such financial statements will be prepared in accordance with accounting principles as in the District's annual

financial statements attached hereto or such other accounting principles as the District may be required to employ from time to time pursuant to state law or regulation.

The District's current fiscal year end is June 30. If the District changes its fiscal year, it will notify the MSRB of the change.

Event Notices

The District will provide timely notices of certain events to the MSRB, but in no event will such notices be provided to the MSRB in excess of ten business days after the occurrence of an event. The District will provide notice of any of the following events with respect to the Bonds: (1) principal and interest payment delinquencies; (2) non-payment related defaults, if material; (3) unscheduled draws on debt service reserves reflecting financial difficulties; (4) unscheduled draws on credit enhancements reflecting financial difficulties; (5) substitution of credit or liquidity providers, or their failure to perform; (6) 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; (7) modifications to rights of Beneficial Owners of the Bonds, if material; (8) bond calls, if material, and tender offers; (9) defeasances; (10) release, substitution, or sale of property securing repayment of the Bonds, if material; (11) rating changes; (12) bankruptcy, insolvency, receivership or similar event of the District or other obligated person within the meaning of CFR § 240.15c2-12 (the "Rule"); (13) consummation of a merger, consolidation, or acquisition involving the District or other obligated person within the meaning of the Rule or the sale of all or substantially all of the assets of the District or other obligated person within the meaning of the Rule, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of an definitive agreement relating to any such actions, other than pursuant to its terms, if material; (14) appointment of a successor or additional trustee or the change of name of a trustee, if material; (15) incurrence of a financial obligation (as defined by the Rule, which includes certain debt, debt-like, and debt-related obligations) 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 obligated person, any of which affect security holders, if material; and (16) 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, the District intends the words used in clauses (15) and (16) in the preceding paragraph, including the term "financial obligation," to have the meanings ascribed to them in SEC Release No. 34-83885, dated August 20, 2018. In addition, the District will provide timely notice of any failure by the District to provide information, data, or financial statements in accordance with its agreement described above under "Annual Reports."

Availability of Information from the MSRB

The District has agreed to provide the foregoing information only to the MSRB. All documents provided by the District to the MSRB described under "Annual Reports" and "Event Notices" will be in an electronic format and accompanied by identifying information as prescribed by the MSRB.

The address of the MSRB is 300 I Street NW, Suite 1000, Washington D.C., and its telephone number is (202) 898-1500.

Limitations and Amendments

The District has agreed to update information and to provide notices of material events only as described above. The District has not agreed to provide other information that may be relevant or material to a complete presentation of its financial results of operations, condition or prospects or agreed to update any information that is provided, except as described above. The District makes no representation or warranty concerning such information or concerning its usefulness to a decision to invest in or sell bonds at any future date. The District disclaims any contractual or tort liability for damages resulting in whole or in part from any breach of its continuing disclosure

agreement or from any statement made pursuant to its agreement, although holders of Bonds may seek a writ of mandamus to compel the District to comply with its agreement.

This continuing disclosure agreement may be amended by the District from time to time to adapt to changed circumstances that arise from a change in legal requirements, a change in law or a change in the identity, nature, status or type of operations of the District, but only if (1) the provisions, as so amended, would have permitted an underwriter to purchase or sell bonds in the primary offering of the Bonds in compliance with the Rule, taking into account any amendments or interpretations of the Rule since such offering as well as such changed circumstances and (2) either (a) the Holders of a majority in aggregate principal amount (or any greater amount required by any other provision of the Bond Resolution that authorizes such an amendment) of the outstanding Bonds consent to such amendment or (b) a person that is unaffiliated with the District (such as nationally recognized bond counsel) determined that such amendment will not materially impair the interest of the Holders and beneficial owners of the Bonds. The District may also amend or repeal the provisions of this continuing disclosure agreement if the SEC amends or repeals the applicable provision of the Rule or a court of final jurisdiction enters judgment that such provisions of the Rule are invalid, but only if and to the extent that the provisions of this sentence would not prevent an underwriter from lawfully purchasing or selling bonds in the primary offering of the Bonds.

Compliance with Prior Undertakings

For the past five years, the District has complied in all material respects with its existing continuing disclosure agreements in accordance with SEC Rule 15c2-12.

LITIGATION

At the time of the original delivery of the Bonds, the District will deliver a no-litigation certificate to the effect that no litigation or administrative action or proceeding is pending or, to the knowledge of the appropriate officials, threatened, restraining or enjoining, or seeking to restrain or enjoin, the issuance and delivery of the Bonds, the effectiveness of the Bond Resolution, the levying or collection of taxes to pay the principal of and interest on the Bonds or contesting or questioning the proceedings and authority under which the Bonds have been authorized and are to be issued, sold, executed or delivered, or the validity of the Bonds.

EVENTS

Two lawsuits were filed challenging the funding of the State's primary and secondary education system. In March 2014, individual plaintiffs in New Mexico District Court in McKinley County brought suit against the State, among others, alleging, among other things, that the State's educational funding formula violated the sufficiency of education and uniform system of public schools provision of the New Mexico Constitution and asked the court for injunctive relief ordering the State to develop a budget and funding formula that sufficiently, uniformly and equitably funded the public school system. In April 2014, individual plaintiffs in New Mexico District Court in Santa Fe County brought suit against the State, among others, alleging, among other things, that the State has failed to provide a sufficient and uniform system of education in violation of the sufficiency, uniformity, equal protection and due process provisions of the New Mexico Constitution because of an inadequate and arbitrary funding system. The cases were consolidated and on July 20, 2018, the District Court entered its Decision on the consolidated suits which concluded that the State has failed to provide educational funding sufficient to meet its obligations under Article XII, §1 of the New Mexico Constitution, the state Constitution's Equal Protection Clause and its Due Process Clause with respect to "at risk" students. Final Judgment was entered on February 2, 2019. The State did not appeal. The Judgement does not directly affect ad valorem taxes in the State.

RATING

Moody's Investors Service has assigned the Bonds a rating of "Aa3" on the understanding that the Bonds will qualify under the New Mexico School District Enhancement Program. The underlying rating for the District is "A3". See "New Mexico School District Enhancement Program" herein. An explanation of the significance of the rating given by Moody's Investors Service may be obtained from Moody's Investors Service, 99 Church Street, New York, New York 10007. There is no assurance that the rating will not be revised downward or withdrawn entirely by the rating agency, if in its judgment, circumstances so warrant. Any such downward revision or withdrawal of such rating may have an adverse effect on the market price of the Bonds.

LEGAL MATTERS

The written approval from the New Mexico Attorney General will be obtained for the Bonds. The legality of the Bonds will be approved by Cuddy & McCarthy, LLP, Santa Fe, New Mexico and McCall, Parkhurst & Horton L.L.P., Austin, Texas, as Co-Bond Counsel, whose unqualified opinions approving the legality of the Bonds will be furnished to the initial purchasers. Co-Bond Counsel, were not requested to and did not take part in the preparation of this Official Statement, nor have these firms undertaken to independently verify any of the information contained herein. These firms have no responsibility for the accuracy or completeness of any information furnished in connection with any offer or sale of the Bonds in this Official Statement or otherwise.

The legal fees to be paid to Co-Bond Counsel for services rendered in connection with the issuance of the Bonds are contingent in part upon the sale and delivery of the Bonds.

The various legal opinions to be delivered concurrently with the delivery of the Bonds express the professional judgment of the attorneys rendering the opinions as to the legal issues explicitly addressed therein. In rendering a legal opinion, the attorney does not become an insurer or guarantor of the 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.

DISCLOSURE CERTIFICATE

The final certificate included in the transcript of legal proceedings will include the following: At closing the Superintendent or Director of Finance will sign a certificate stating, after reasonable investigation, that to the best of his knowledge (a) no action, suit, proceeding, inquiry, or investigation, at law or in equity, before or by any court, public board, or body, is pending, or, to the best of his knowledge, threatened in any way contesting the completeness or accuracy of the Final Official Statement, (b) the Final Official Statement, as it pertains to the District and the Bonds, does not contain any untrue statement of a material fact or omit to state any material fact necessary to make the statements made therein, in the light of the circumstances under which they were made, not misleading, and (c) no event affecting the District has occurred since the date of the Final Official Statement, which should be disclosed therein for the purpose for which it is to be used or which it is necessary to disclose therein in order to make the statements and information therein not misleading in any respect; provided, however, that the District does not make any representation concerning the pricing information contained in the Final Official Statement.

ADDITIONAL MATTERS

All summaries of the statutes, resolutions, opinions, contracts, agreements, financial and statistical data and other related reports described in this Official Statement are subject to the actual provisions of such documents. The summaries do not purport to be complete statements of such provisions and reference is made to such documents, copies of which are either publicly available or available for inspection during normal business hours at the offices of the District located at the School Administration Office, or at the offices of RBC Capital Markets, LLC, 6301 Uptown Boulevard NE, Suite 110, Albuquerque, New Mexico 87110.

A LAST WORD

Anything in this Official Statement involving matters of opinion or estimates – whether labeled as such or not – are just that. They are not representations of fact. They might not prove true. Neither this Official Statement nor any other written or oral information is to be construed as a contract with the registered owners of the Bonds.

The District has duly authorized the execution and delivery of this Official Statement.

/s/ _____
President, Board of Education

/s/ _____
Secretary, Board of Education

APPENDIX A

ECONOMIC & DEMOGRAPHIC INFORMATION

THE ECONOMY

The West Las Vegas School District No. 1 is located in the north central region of New Mexico. Two school districts serve the City of Las Vegas and surrounding area.

The City of Las Vegas (2020 U.S. Census population of 13,166), incorporated in 1906, is the County Seat and principal city in San Miguel County, and serves as a trade and service center for the surrounding area. It is located approximately 125 miles northeast of Albuquerque and approximately 70 miles southeast of Santa Fe. In the late 1800s, as a major trading point on the Santa Fe Trail, Las Vegas was one of the largest towns in the region and had become prosperous, rivaling Denver, El Paso and Tucson. Unlike any other town in New Mexico, Las Vegas is home to a number of beautiful Victorian homes and buildings, with over 900 buildings on the historic register.

The decline of Las Vegas from a prosperous commercial center began around 1905 when major rail traffic was diverted to the south. An agricultural depression in the mid-1920s, the Great Depression of the 1930s, and a long drought put an end to Las Vegas' growth and its boomtown prosperity.

Today, Las Vegas is a thriving community of distinctive cultures. Las Vegas and the communities in San Miguel County are rich in history, architecture, cultural traditions, arts and natural beauty. Considered one of America's oldest film locations, many movies were filmed, in whole or in part, in and around Las Vegas.

The base of Las Vegas' economy is its institutional jobs housed within seven major institutions. These include: New Mexico Highlands University, Luna Community College, City of Las Vegas, San Miguel County, the West Las Vegas School District, the Las Vegas City School District, and Alta Vista Regional Hospital. Other institutional employers include the New Mexico Department of Transportation District 4 office and Armand Hammer United World College.

In addition to the City's glorious and infamous history, its location and natural resources provide a variety of outdoor and recreation opportunities such as hiking at the two National Forests within minutes of downtown Las Vegas, and biking, boating, and fishing at one of the largest lakes in the State – Storrie Lake State Park.

The City operates under the Mayor-Council form of government.

New Mexico Highlands University

Founded in 1893, New Mexico Highlands University ("NMHU") has served as a leading academic, cultural and economic institution for the communities of Northern New Mexico. In addition to its main campus in Las Vegas, it also has centers in Farmington, Roswell, Espanola/Santa Fe, Rio Rancho/Albuquerque and Raton. Undergraduate and graduate programs are offered in the arts and sciences, business, education and social work.

The Fall 2023 undergraduate enrollment at the main campus of NMHU was 2,210. The enrollment including graduate students totaled 2,842.¹

Luna Community College

Luna Community College ("LCC") is the only community college in northeastern New Mexico. LCC is located in the lower slopes of the majestic Sangre de Cristo Mountain Range overlooking the City of Las Vegas, New Mexico. LCC enjoys an outstanding reputation for its caliber of facilities, teaching methods, curricula, and dedication to excellence.

LCC has satellite centers in the northeastern New Mexico towns of Mora, Springer and Santa Rosa. These satellites, in addition to the main campus, serve participants of the Springer Municipal Schools, the Maxwell Municipal Schools, and the Santa Rosa Consolidated Schools, which are within Colfax and Guadalupe Counties. LCC also has a presence in the Pecos and Wagon Mound Schools.

¹ <https://www.nmhu.edu/institutional-research/enrollment-and-retention/>

All campuses are administered and supervised by LCC and governed by an elected Board of Trustees from the service area. LCC continues to offer a broad range of vocational, technical and professional education programs.

Population

Based on information gained from the Bureau of Business & Economic Research, the following table shows both the historical and projected population data for the City of Las Vegas, County of San Miguel, and the State of New Mexico.

Table 20

Census Year	City of Las Vegas	County of San Miguel	State of New Mexico
1970	13,835	21,951	1,017,055
1980	14,322	22,751	1,303,143
1990	14,522	25,743	1,515,069
2000	14,565	30,126	1,819,046
2010	13,077	29,395	2,059,174
2020	13,166	27,201	2,117,522
2025 ⁽¹⁾	12,784	26,397	2,117,805
2030 ⁽²⁾	12,426	25,857	2,136,623
Projected Growth 2025-2030 ⁽²⁾	-2.80%	-2.05%	0.89%

Source: Spotlight, U.S. Census Bureau: State and County QuickFacts.

(1) Estimates. Source: Environics Analytics, April 2025.

(2) Projected. Source: Environics Analytics, April 2025.

The following table sets forth a comparative age distribution profile for San Miguel County, the State of New Mexico and the United States.

Table 21

Age Group	Percent of Population		
	San Miguel County	New Mexico	United States
0 - 17	15.92%	20.74%	21.03%
18 - 24	9.36%	9.95%	9.63%
25 - 34	11.61%	12.97%	13.20%
35 - 44	11.40%	12.92%	13.19%
45 - 54	11.10%	11.24%	12.05%
55 and Older	40.61%	32.18%	30.90%

Source: Environics Analytics, April 2025.

Effective Buying Income

The following table reflects the percentage of households by Effective Buying Income ("EBI") and a five-year comparison of the estimated median household income as reported by Environics Analytics. EBI is personal income less personal tax and non-tax payments. Personal income includes wages and salaries, other labor income, proprietors' income, rental income, dividends, personal interest income, and transfer payments. Deductions are made for federal, state, and local taxes, non-tax payments such as fines and penalties, and personal contributions for social security insurance. The following chart depicts the median household EBI level for San Miguel County, the State of New Mexico and the United States.

Table 22

Effective Buying Income Group	San Miguel County	New Mexico	United States
Under \$25,000	27.26%	20.17%	14.69%
\$25,000 - \$34,999	12.35%	8.55%	6.95%
\$35,000 - \$49,999	10.93%	11.81%	10.40%
\$50,000 - \$74,999	17.90%	16.44%	15.65%
\$75,000 & Over	31.56%	43.03%	52.31%
2021 Est. Median Household Income	\$33,797	\$49,658	\$67,086
2022 Est. Median Household Income	35,008	55,028	72,191
2023 Est. Median Household Income	39,053	57,526	73,336
2024 Est. Median Household Income	43,209	60,814	75,781
2025 Est. Median Household Income	49,188	63,588	78,426

Source: Environics Analytics, April 2025.

Employment

Historically, the unemployment rates for San Miguel County and the State of New Mexico have remained higher than national levels. The following table provides a ten-year history of labor force and unemployment rates for San Miguel County, the State of New Mexico and the United States.

Table 23

Year ⁽¹⁾	San Miguel County		State of New Mexico		United States
	Labor Force	% Unemployed	Labor Force	% Unemployed	% Unemployed
2025 ⁽²⁾	10,345	4.80%	986,956	4.30%	4.20%
2024	10,397	4.80%	983,093	4.10%	4.00%
2023	10,519	4.60%	965,244	3.80%	3.63%
2022	10,281	4.90%	947,025	4.00%	3.65%
2021	10,367	7.30%	943,356	6.80%	5.30%
2020	10,429	7.90%	935,706	8.10%	8.10%
2019	10,883	5.90%	963,804	4.90%	3.70%
2018	11,020	5.90%	950,366	4.90%	3.90%
2017	11,091	7.30%	948,581	6.10%	4.40%
2016	11,179	7.80%	944,245	6.70%	4.90%

(1) Numbers are annual averages.

(2) Data for the month of March 2025. Numbers are Preliminary.

Source: NMDWS, Local Area Unemployment Statistics program in conjunction with U.S. Bureau of Labor Statistics.

Major Employers

Major employers include the following:

Table 24

Largest Employers in San Miguel County	Number of Employees
New Mexico Behavioral Health Institute	1,000
Las Vegas City Schools	490
New Mexico Highlands University	486
Wal-Mart	300
West Las Vegas Schools	291
Las Vegas City Government	235
Alta Vista Regional Hospital	158
Luna Community College	148
San Miguel County Government	130
Franken Companies	30

Source: Las Vegas Chamber of Commerce. Data as of September 2024.

Average Annual Employment by NAICS Code Classification

The New Mexico Department of Workforce Solutions publishes quarterly reports of covered employment and wages according to the [North American Industry Classification System \(NAICS\)](#). Detailed below is the report for San Miguel County.

Table 25

Sector	2020	2021	2022	2023	2024 ⁽¹⁾
Accommodation and Food Services	658	722	779	754	685
Administrative and Waste Services	45	45	65	93	78
Agriculture, Forestry, Fishing & Hunting	36	42	47	43	43
Arts, Entertainment, and Recreation	*	*	*	*	*
Construction	269	264	244	270	310
Educational Services	*	*	*	*	*
Finance and Insurance	149	141	146	151	140
Health Care and Social Assistance	1,827	1,780	1,859	1,759	1,840
Information	31	38	39	34	30
Management of Companies and Enterprises	9	6	*	*	*
Manufacturing	93	79	65	65	61
Mining	6	*	*	*	*
Other Services, Ex. Public Admin	88	93	93	98	103
Professional and Technical Services	90	101	103	95	94
Real Estate and Rental and Leasing	45	74	61	65	77
Retail Trade	845	829	853	882	849
Transportation and Warehousing	219	172	124	134	129
Utilities	27	25	25	26	25
Wholesale Trade	14	17	18	22	22
Total Government	2,915	2,735	2,706	3,005	2,711
Total Private	4,451	4,428	4,521	4,640	4,486
Grand Total	7,366	7,163	7,227	7,645	7,197

(1) Data as of Third Quarter of 2024

* Withheld to avoid disclosing confidential data. Data that are not disclosed for individual industries are always included in the totals.

Therefore, the individual industries may not sum to the totals.

Note: Figures shown here are annual averages of quarterly data.

Source: New Mexico Department of Workforce Solutions, Quarterly Census of Employment and Wages program.

APPENDIX B

JUNE 30, 2024 AUDITED FINANCIAL STATEMENTS

STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2024



PATTILLO, BROWN & HILL, LLP

CERTIFIED PUBLIC ACCOUNTANTS • BUSINESS CONSULTANTS

INTRODUCTORY SECTION

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
YEAR ENDED JUNE 30, 2024
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WEST LAS VEGAS SCHOOLS
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**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
OFFICIAL ROSTER
JUNE 30, 2024**

<u>Name</u>		<u>Title</u>
	<u>Board of Education</u>	
Rolando Medrano Jr.		President
Linda Montoya		Vice President
Christine Ludi		Secretary
Gabriel Salazar		Member
Christopher Lopez		Member
	<u>School Officials</u>	
Christopher Guterrez		Superintendent
James Bonney		Business Manager

FINANCIAL SECTION



Independent Auditors' Report

To Joseph M. Maestas, P.E.
New Mexico State Auditor

The Office of Management and Budget
Board of Education
West Las Vegas Schools
Las Vegas, New Mexico

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, the aggregate remaining fund information, and the budgetary comparison for the general fund and major special revenue funds of West Las Vegas Schools (District), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements 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, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2024, and the respective budgetary comparison for the general fund and major special revenue funds 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 Auditor's 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. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter – Change in Accounting Principle

As discussed in Note R to the basic financial statements, during the year ended June 30, 2024, The District implemented Government Accounting Standard (GASB) Statement No. 100, *Accounting Changes and Error Corrections – an amendment of GASB Statement No.62*. Our opinions are not modified with respect to this matter.

OFFICE LOCATIONS

TEXAS | Waco | Temple | Hillsboro | Houston
NEW MEXICO | Albuquerque



Responsibility of Management for the Financial Statements

The District's management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditor's 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 auditor's 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 *Schedules of the District's Proportionate Share of the Net Pension Liability and Net OPEB Liability*, and *Schedules of District Contributions* on pages 48 – 51 be presented to supplement the basic financial statements. Such information, 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 auditing standards generally accepted in the United States of America, 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.

Management has omitted the Management's Discussion and Analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, 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. Our opinion on the basic financial statements is not affected by this missing information.

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 nonmajor fund financial statements, the budgetary comparisons, and the Schedule of Expenditures of Federal Awards, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance), and the other supplementary schedules required by 2.2.2 NMAC are presented for purposes of additional analysis and are not a required part of the basic financial statements

The Schedule of Expenditures of Federal Awards and the other schedules required by 2.2.2 NMAC are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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 auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards and the schedules required by 2.2.2 NMAC are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 14, 2024, 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 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 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.

Pattillo, Brown & Hill, LLP

Pattillo, Brown & Hill, L.L.P.
Albuquerque, New Mexico
November 14, 2024

BASIC FINANCIAL STATEMENTS

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
STATEMENT OF NET POSITION
JUNE 30, 2024**

	Governmental Activities	Rio Gallinas Charter School
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 9,498,672	\$ 469,161
Taxes Receivable	1,275,514	-
Due from Grantor	1,291,985	36,809
Inventory	19,192	-
Total current assets	<u>12,085,363</u>	<u>505,970</u>
Noncurrent assets:		
Capital assets	121,324,282	204,856
Less Accumulated Depreciation	<u>(65,361,036)</u>	<u>(174,905)</u>
Total noncurrent assets	<u>55,963,246</u>	<u>29,951</u>
Total assets	<u>68,048,609</u>	<u>535,921</u>
Deferred Outflows of Resources		
Deferred Outflows Related to Pensions	4,182,310	658,629
Deferred Outflows Related to Other Post Employment Benefits	<u>1,943,966</u>	<u>227,287</u>
Total Deferred Outflows of Resources	<u>6,126,276</u>	<u>885,916</u>
LIABILITIES		
Current Liabilities:		
Payables	163,663	2,515
Payroll Liabilities	1,264,176	20,494
Accrued Interest	140,265	-
Compensated Absences	133,353	-
Current Portion Due of Long-Term Debt	<u>2,330,000</u>	<u>-</u>
Total Current Liabilities	<u>4,031,457</u>	<u>23,009</u>
Noncurrent Liabilities:		
Bonds and Net Premiums	9,105,022	-
Compensated Absences	205,015	-
Pension Liability	32,107,539	1,889,700
Other Post Employment Benefits Liability	<u>4,247,614</u>	<u>250,053</u>
Total Noncurrent Liabilities	<u>45,665,190</u>	<u>2,139,753</u>
Total Liabilities	<u>49,696,647</u>	<u>2,162,762</u>
Deferred Inflows of Resources		
Deferred Inflows Related to Pensions	5,778,619	329,361
Deferred Inflows Related to Other Post Employment Benefits	<u>4,820,748</u>	<u>301,803</u>
Total Deferred Inflows of Resources	<u>10,599,367</u>	<u>631,164</u>
NET POSITION		
Net Investment in Capital Assets	44,528,224	29,951
Restricted for Special Revenue	955,111	53,650
Restricted for Capital Projects	3,761,617	37,246
Restricted for Debt Service	3,284,758	-
Unrestricted	<u>(38,650,839)</u>	<u>(1,492,936)</u>
Total net position	<u>\$ 13,878,871</u>	<u>(1,372,089)</u>

See Notes to Financial Statements

STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2024

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenue and Changes in Net Assets	
		Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government	Rio Gallinas Charter School
Primary government						
Governmental activities						
Instruction	\$ 11,744,737	192,964	3,190,816	-	(8,360,957)	
Support Services						
Students	2,556,086	370,906	1,498,414	-	(686,766)	
Instruction	483,041	-	62,745	3,429,191	3,008,895	
General Administration	725,380	-	187,612	-	(537,768)	
School Administration	1,096,732	-	328,256	-	(768,476)	
Central Services	851,452	-	166,509	-	(684,943)	
Operation of Plant	4,603,348	-	408,669	-	(4,194,679)	
Student Transportation	868,259	-	5,752	-	(862,507)	
Other	480	-	-	-	(480)	
Food Services Operations	1,663,152	75,035	1,845,379	-	257,262	
Community Service	-	-	-	-	-	
Capital Outlay	(22,175)	-	-	-	22,175	
Interest Expense	-	-	-	-	-	
Interest on long-term debt	379,100	-	-	-	(379,100)	
Total Primary Government	\$ 24,949,592	638,905	7,694,152	3,429,191	(13,187,344)	
Component Unit						
Rio Gallinas Charter School	\$ 1,518,461	1,840	448,067	89,543		(979,011)
General Revenues:						
Taxes:						
Property Taxes, Levied for General Purpose:				74,289	-	
Property Taxes, Levied for Capital Projects				452,012	-	
Property Taxes, Levied for Debt Service				2,376,577	-	
State Equalization Grant				20,190,391	1,366,379	
Interest and Investment Earnings				26,274	-	
Miscellaneous				115,843	3,780	
Total general revenues				23,235,386	1,370,159	
Change in net position				10,048,042	391,148	
Net Position - beginning				3,830,829	(1,763,237)	
Net Position - ending				\$ 13,878,871	(1,372,089)	

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2024**

	General Fund	Special Revenue Funds		
	Operational 11000 -15200	CRRSA ESSER II 24308	ARP ESSER III CDF 24330	HEADSTART 25127
ASSETS				
<i>Current Assets</i>				
Cash and Cash Equivalents	\$ 2,102,232	-	-	-
Receivables				
Taxes Receivables	35,411	-	-	-
Due from Grantor	92,122	-	-	348,758
Interfund Balance	991,135	-	-	-
Inventory	-	-	-	-
<i>Total Assets</i>	<u>\$ 3,220,900</u>	<u>-</u>	<u>-</u>	<u>348,758</u>
LIABILITIES AND FUND BALANCES				
<i>Current Liabilities</i>				
Accounts Payable	\$ 39,082	-	-	49,377
Accrued Payroll Liabilities	1,264,176	-	-	-
Interfund Balance	-	-	-	299,381
<i>Total Liabilities</i>	<u>1,303,258</u>	<u>-</u>	<u>-</u>	<u>348,758</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue	<u>18,998</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total Deferred Inflows of Resources</i>	<u>18,998</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund balances</i>				
Nonspendable-Inventory	-	-	-	-
Restricted for	-	-	-	-
Special revenue funds	-	-	-	-
Capital improvements	-	-	-	-
Debt service	-	-	-	-
Unassigned	<u>1,898,644</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total Fund Balance</i>	<u>1,898,644</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$ 3,220,900</u>	<u>-</u>	<u>-</u>	<u>348,758</u>

See Notes to Financial Statements

Capital Projects Fund				
Bond Building 31100	Public School Capital Outlay 31200	Debt Service 41000	Other Governmental Funds	Total Primary Government
1,421,796	1,566,054	2,846,207	1,562,383	9,498,672
-	-	1,042,778	197,325	1,275,514
-	-	-	851,105	1,291,985
-	-	-	-	991,135
-	-	-	19,192	19,192
<u>1,421,796</u>	<u>1,566,054</u>	<u>3,888,985</u>	<u>2,630,005</u>	<u>13,076,498</u>
-	15,582	-	59,622	163,663
-	-	-	-	1,264,176
-	-	-	691,754	991,135
-	<u>15,582</u>	-	<u>751,376</u>	<u>2,418,974</u>
-	-	<u>604,227</u>	<u>114,977</u>	<u>738,202</u>
-	-	<u>604,227</u>	<u>114,977</u>	<u>738,202</u>
-	-	-	19,192	19,192
-	-	-	955,111	955,111
1,421,796	1,550,472	-	789,349	3,761,617
-	-	3,284,758	-	3,284,758
-	-	-	-	<u>1,898,644</u>
<u>1,421,796</u>	<u>1,550,472</u>	<u>3,284,758</u>	<u>1,763,652</u>	<u>9,919,322</u>
<u>1,421,796</u>	<u>1,566,054</u>	<u>3,888,985</u>	<u>2,630,005</u>	<u>13,076,498</u>

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
GOVERNMENTAL FUNDS
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET POSITION
JUNE 30, 2024**

	<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of net position are different because:	
Total Fund Balance - Governmental Funds	\$ 9,919,322
Property taxes receivable will be collected after the period of availability, but are not available soon enough to pay for the current period's expenditures, and therefore are deferred in the funds.	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	
Capital Assets	\$ 121,324,282
Accumulated Depreciation	<u>(65,361,036)</u>
	55,963,246
Defined benefit pension and OPEB plan deferred outflows are not financial resources and, therefore, are not reported in the funds	
Deferred Outflows Related to Pensions	4,182,310
Deferred Outflows Related to OPEB	<u>1,943,966</u>
	6,126,276
Defined benefit pension and OPEB plan deferred inflows are not financial obligations and, therefore, are not reported in the funds	
Deferred Inflows Related to Pensions	(5,778,619)
Deferred Inflows Related to OPEB	<u>(4,820,748)</u>
	(10,599,367)
Delinquent ad valorem assessments receivable are not available to pay current year expenditures and, therefore, are reported as deferred inflows in the fund financial statements	738,202
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds:	
Accrued Interest	(140,265)
Compensated Absences	(338,368)
Bonds, Net of Premiums	(11,435,022)
Net pension liability	(32,107,539)
Net OPEB liability	<u>(4,247,614)</u>
Total Net Position - Governmental Activities	\$ <u><u>13,878,871</u></u>

See Notes to Financial Statements

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2024**

	General Fund	Special Revenue Funds		
	Operating 11000 - 15200	CRRSA ESSER II 24308	ARP ESSER III CDF 24330	HEADSTART 25127
<i>Revenues</i>				
Property Taxes	\$ 72,693	-	-	-
Interest Income	9,367	-	-	-
Fees	104,787	-	-	-
State and Local Grants	20,190,391	-	-	-
Federal Grants	397,090	-	2,055,665	2,201,554
Miscellaneous	75,643	-	-	200
<i>Total Revenues</i>	<u>20,849,971</u>	<u>-</u>	<u>2,055,665</u>	<u>2,201,754</u>
<i>Expenditures</i>				
Current				
Instruction	10,771,008	-	523,289	914,473
Support Services				
Students	1,720,425	-	-	724,952
Instruction	522,729	-	-	-
General Administration	666,098	-	80,738	42,755
School Administration	1,311,123	-	-	154,687
Central Services	871,580	-	67,131	-
Operation of Plant	3,530,714	-	95,544	301,637
Student Transportation	1,001,333	-	-	1,471
Other	480	-	-	-
Food Services Operations	-	-	-	27,141
Community Service	-	-	-	-
Capital Outlay	157,896	-	1,288,963	34,638
Debt Service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total Expenditures</i>	<u>20,553,386</u>	<u>-</u>	<u>2,055,665</u>	<u>2,201,754</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>296,585</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Other Financing Sources (Uses)</i>				
Bond Issue	-	-	-	-
Premium on Bond Issue	-	-	-	-
<i>Total Other Financing Sources (Uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net Change in Fund Balances</i>	296,585	-	-	-
<i>Fund Balances (Deficits), Beginning of Year</i>	1,602,059	-	-	-
Restatement, Note R.	-	-	-	-
<i>Fund Balances, as restated</i>	<u>1,602,059</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Fund Balances, (Deficits) End of Year</i>	<u>\$ 1,898,644</u>	<u>-</u>	<u>-</u>	<u>-</u>

See Notes to Financial Statements

Capital Projects Fund				
Bond Building 31100	Public School Capital Outlay 31200	Debt Service 41000	Other Governmental Funds	Total Governmental Funds
-	-	2,290,372	434,970	2,798,035
8,919	-	7,988	-	26,274
-	-	-	492,640	597,427
-	1,157,616	-	1,618,578	22,966,585
-	-	-	3,734,318	8,388,627
-	-	-	40,000	115,843
<u>8,919</u>	<u>1,157,616</u>	<u>2,298,360</u>	<u>6,320,506</u>	<u>34,892,791</u>
-	-	-	1,434,622	13,643,392
-	-	-	1,097,650	3,543,027
-	-	-	72,511	595,240
-	-	18,992	86,489	895,072
-	-	-	173,569	1,639,379
-	-	-	99,378	1,038,089
356,463	364,539	-	577,568	5,226,465
-	-	-	4,281	1,007,085
-	-	-	-	480
-	-	-	1,876,724	1,903,865
2,167,422	62,477	-	339,522	4,050,918
-	-	2,560,000	-	2,560,000
-	-	388,883	-	388,883
<u>2,523,885</u>	<u>427,016</u>	<u>2,967,875</u>	<u>5,762,314</u>	<u>36,491,895</u>
<u>(2,514,966)</u>	<u>730,600</u>	<u>(669,515)</u>	<u>558,192</u>	<u>(1,599,104)</u>
1,471,878	-	-	-	1,471,878
-	-	-	-	-
<u>1,471,878</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,471,878</u>
(1,043,088)	730,600	(669,515)	558,192	(127,226)
2,464,884	-	3,954,273	2,025,332	10,046,548
-	819,872	-	(819,872)	-
<u>2,464,884</u>	<u>819,872</u>	<u>3,954,273</u>	<u>1,205,460</u>	<u>10,046,548</u>
<u>1,421,796</u>	<u>1,550,472</u>	<u>3,284,758</u>	<u>1,763,652</u>	<u>9,919,322</u>

See Notes to Financial Statements

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
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, 2024**

		<u>Governmental Funds</u>
Amounts reported for governmental activities in the statement of activities are different because:		
Net Change in Fund Balances		\$ (127,226)
Some property taxes will not be collected for several months after the District's fiscal year ends, they are not considered "available" revenues in the governmental funds, and are instead reported as deferred revenues. They are however, recorded as revenues in the Statement of Activities.		
Property Taxes Receivable, June 30, 2023	\$ (633,359)	
Property Taxes Receivable, June 30, 2024	<u>738,202</u>	104,843
Capital Outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities. This is the amount by which depreciation exceeds capital outlays for the period.		
Depreciation expense	(2,573,059)	
Capital Outlays	<u>4,017,088</u>	1,444,029
The issuance of long-term debt (e.g., bonds, notes, leases) 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, whereas these amounts are deferred and amortized in the statement of activities:		
Bond proceeds	(1,471,878)	
Repayment of Bond Principal	2,560,000	
Premium received on the bond issue	(55,076)	
Amortization of premiums	<u>46,597</u>	1,079,643
In the Statement of Activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.		
Accrued Interest, June 30, 2023	150,048	
Accrued Interest, June 30, 2024	<u>(140,265)</u>	9,783
Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		
Compensated Absences, June 30, 2023	350,397	
Compensated Absences, June 30, 2024	<u>(338,368)</u>	12,029
Pension and Other Post-Employment Benefits (OPEB) contributions are reported as expenses in the government funds but are deferred outflows in the Statement of Net Position. Pension and OPEB expense is reported in the Statement of Activities but not in the governmental funds.		
Pension Contributions	2,668,769	
OPEB Contributions	298,917	
Pension Income	3,706,072	
OPEB Income	<u>851,183</u>	<u>7,524,941</u>
Changes in Net Position of Governmental Activities		\$ <u><u>10,048,042</u></u>

See Notes to Financial Statements

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
GENERAL FUND - 11000, 13000, 15200
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ 56,490	56,490	57,722	1,232
Fees	48,700	48,700	104,787	56,087
State and Local Grants	20,190,998	20,190,350	20,260,368	70,018
Federal Grants	150,000	150,000	304,968	154,968
Miscellaneous	148,858	148,858	75,643	(73,215)
Interest	1,312	1,312	9,367	8,055
<i>Total revenues</i>	<u>20,596,358</u>	<u>20,595,710</u>	<u>20,812,855</u>	<u>217,145</u>
<i>Expenditures</i>				
Current				
Instruction	11,465,397	11,477,731	10,826,278	651,453
Support Services				
Students	2,093,782	1,988,186	1,729,242	258,944
Instruction	544,925	552,985	525,332	27,653
General Administration	682,237	672,480	667,453	5,027
School Administration	1,372,582	1,343,024	1,318,933	24,091
Central Services	702,945	779,443	780,536	(1,093)
Operation & Maintenance of Plant	3,914,709	4,325,722	3,514,762	810,960
Student Transportation	1,121,502	1,148,657	1,129,323	19,334
Other Support Services	700	700	481	219
<i>Total expenditures</i>	<u>21,898,779</u>	<u>22,288,928</u>	<u>20,492,340</u>	<u>1,796,588</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,302,421)</u>	<u>(1,693,218)</u>	<u>320,515</u>	<u>2,013,733</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>\$ (1,302,421)</u>	<u>(1,693,218)</u>	<u>320,515</u>	<u>2,013,733</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			\$ (217,042)	
Expenditure accruals			<u>193,112</u>	
Net change in fund balance (GAAP Basis)			<u>\$ 296,585</u>	

See Notes to Financial Statements

STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
SPECIAL REVENUE FUND- CRRSA ESSER II-24308
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Federal grants	\$ -	-	436,834	436,834
<i>Total revenues</i>	-	-	436,834	436,834
<i>Expenditures</i>				
Current				
Instruction	-	-	-	-
<i>Total expenditures</i>	-	-	-	-
<i>Excess (deficiency) of revenues</i>				
<i>over (under) expenditures</i>	-	-	436,834	436,834
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	-	-	-	-
<i>Net change in fund balances</i>	\$ -	-	436,834	436,834
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			\$ (436,834)	
Expenditure accruals			-	
Net change in fund balance (GAAP Basis)			\$ -	

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
SPECIAL REVENUE FUND-ARP ESSER III CDF-24330
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Federal grants	\$ 2,273,363	2,337,315	2,610,387	273,072
<i>Total revenues</i>	<u>2,273,363</u>	<u>2,337,315</u>	<u>2,610,387</u>	<u>273,072</u>
<i>Expenditures</i>				
Current				
Instruction	570,418	598,318	523,289	75,029
Support Services				
Students	-	-	-	-
Instruction	108,897	111,451	80,738	30,713
General Administration	-	-	-	-
School Administration	-	-	-	-
Central Services	201,284	201,284	67,131	134,153
Operation & Maintenance of Plant	436,598	474,627	436,598	38,029
Student Transportation	-	-	-	-
Other Support Services	-	-	-	-
Food Services Operations	-	-	-	-
Community Service	-	-	-	-
Capital outlay	956,166	951,635	947,909	3,726
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>2,273,363</u>	<u>2,337,315</u>	<u>2,055,665</u>	<u>281,650</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>554,722</u>	<u>554,722</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	\$ <u>-</u>	<u>-</u>	<u>554,722</u>	<u>554,722</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			\$ (554,722)	
Expenditure accruals			-	
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
SPECIAL REVENUE FUND-HEAD START 25127
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts			
	Original Budget	Final Budget	Actual	Variance
<i>Revenues</i>				
Federal grants	\$ 2,265,345	2,367,420	1,958,549	(408,871)
Miscellaneous	-	-	-	-
<i>Total revenues</i>	<u>2,265,345</u>	<u>2,367,420</u>	<u>1,958,549</u>	<u>(408,871)</u>
<i>Expenditures</i>				
Current				
Instruction	1,114,128	938,467	897,731	40,736
Support Services				
Students	659,826	795,893	715,677	80,216
Instruction	-	-	-	-
General Administration	54,866	55,019	42,754	12,265
School Administration	128,764	153,960	160,039	(6,079)
Central Services	-	-	-	-
Operation & Maintenance of Plant	287,411	393,824	329,400	64,424
Student Transportation	650	1,471	1,471	-
Other Support Services	-	-	-	-
Food Services Operations	19,700	28,786	27,141	1,645
Community Service	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
<i>Total expenditures</i>	<u>2,265,345</u>	<u>2,367,420</u>	<u>2,174,213</u>	<u>193,207</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>(215,664)</u>	<u>(215,664)</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>\$ -</u>	<u>-</u>	<u>(215,664)</u>	<u>(215,664)</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			\$ 243,205	
Expenditure accruals			(27,541)	
<i>Net change in fund balance (GAAP Basis)</i>			<u>\$ -</u>	

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Summary of Significant Accounting Policies

The financial statements of the West Las Vegas Schools (District) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's accounting policies are described below.

Financial Reporting Entity

The District has been in existence since the early nineteen hundreds, and is currently operating under the provisions of the Public School District Code, Chapter 22, of the New Mexico Statutes Annotated, 1978 Compilation. The District operates with a local board of education - superintendent form of government and provides a supervised program of instruction designed to educate students at the elementary and secondary level.

GASB Statement No. 14 established criteria for determining the governmental 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 GASB Statement No. 14, 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 has one component unit, Rio Gallinas Charter School defined by GASB Statement No. 14 as other legally separate organizations for which the elected District members are financially accountable. A separate audit report was issued for Rio Gallinas Charter School and can be found on the Office of State Auditor web site. 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.

The accounts of the District are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds are maintained consistent with legal and managerial requirements.

The funds of the District are classified into two categories: governmental and fiduciary. In turn, each category is divided into separate fund types. The fund classification and a description of each existing fund type follows below:

Governmental Funds:

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 capital assets and the servicing of general long-term debt.

General Fund - The General Fund is the general operating fund of the District and accounts for all revenues and expenditures of the District not encompassed within other funds.

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

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Capital Projects Fund - The Capital Projects Fund is used to account for all resources for the acquisition of capital facilities by the District.

Debt Service Fund - The Debt Service Fund is used to account for all resources for, and the payment of, principal, interest and related costs.

Fiduciary Fund Type

Fiduciary funds account for assets held by the government in a trustee capacity or as an agent on behalf of outside parties, including other governments, or on behalf of other funds within the District.

Major Funds

The District reports the following major governmental funds:

General Fund (11000)(13000)(15200). The General Fund consists of three sub funds. The first is the Operational Fund of the District and accounts for all revenues and expenditures of the District not encompassed within other funds. The second is the Transportation Fund includes a state grant to provide transportation for students in the District. The third is Local Revenue Operational accounts for a property taxes used for operation of plant.

Special Revenue Fund

CARES Act (24308)(24330). Coronavirus Relief Fund, the CARES Act provides for payments to State, Local, and Tribal governments navigating the impact of the COVID-19 outbreak. The fund was created by the authority of federal grant provisions. Funding authorized by Coronavirus Aid, Relief, and Economic Security (CARES) Act, Pub. L. No. 748-284.

HeadStart (25127). To account for the promotion of school readiness by enhancing the social and cognitive development of low-income children, including children on federally recognized reservations and children of migratory farm workers, through the provision of comprehensive health, education, nutritional, social and other services; and to involve parents in their children's learning and to help parents make progress toward their educational, literacy and employment goals. Head Start also emphasizes the significant involvement of parents in the administration of the local Head start programs. Community Opportunities, Accountability, Training, and Educational Services Act of 1998, Title I, Sections 101-119.

Capital Projects Fund

Bond Building (31100). The revenues are derived from a bond debt levy. Expenditures are restricted to capital improvements.

Public School Capital Outlay(31200). To account for a state grant to be used for capital projects.

Debt Service Fund (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.

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Measurement Focus and Basis of Accounting

Government-Wide Financial Statements (GWFS)

The Statement of Net Position and the Statement of Activities displays information about the reporting government as a whole. Fiduciary funds are not included in the GWFS. Fiduciary Funds are reported only in the Statement of Fiduciary Assets and Liabilities at the fund financial statement level. The District had no fiduciary funds.

Program Revenues

Program revenues included in the Statement of Activities derive directly from the program itself or from parties outside the District's taxpayers or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the District's general revenues. Program revenues include: 1) charges for services to students or applicants who purchase, use or directly benefit from the goods or services provided by the given function 2) program-specific operating grants and contributions, Transportation, Food Service, Special Revenue Funds such as special education as well as others and 3) program specific capital grants and contributions.

Fund Financial Statements (FFS)

Governmental Funds

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting revenues are recognized when susceptible to accrual (i.e., when they are "measurable and available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The government considers all revenues available if they are collected within 30 days after year-end. Expenditures are recorded when the related fund liability is incurred, except for unmatured principal and interest on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources. Any effect of interfund activity has been eliminated from the district-wide financial statements.

Revenues

Taxes. Ad valorem taxes are susceptible to full accrual on the government wide financial statements. Property Tax revenues recognize revenues net of estimated refunds and uncollectible accounts in the period for which the taxes are levied.

Grants. Government mandated nonexchange transaction and voluntary nonexchange transactions. Recipients should recognize revenues in the period when all applicable eligibility requirements have been met and the resources are available.

Revenue Recognition for Grants.

Eligibility requirements for government-mandated and voluntary nonexchange transaction comprise one or more of the following:

1. Required characteristics of recipients. The recipient has the characteristics specified by the provider (are required to be school districts).
2. Time requirements. Time requirements specified by enabling legislation or the provider have been met (period when the resources are required to be used).

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3. Reimbursements. The provider offers resources on a reimbursement ("expenditure-driven") basis and the recipient has incurred allowable costs under the applicable program.

4. Contingencies. The providers offer of resources is contingent upon a specified action of the recipient and that action has occurred (the recipient has raised the matching funds).

Entitlement and shared revenues (which include state equalization and state revenue sharing) are recorded as unrestricted grants-in-aid at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met and the susceptible to accrual criteria have been met.

Other receipts become measurable and available when cash is received by the District and are recognized as revenue at that time.

Expenditures

Salaries are recorded as paid. Salaries for nine-month employees are paid prior to the end of the fiscal year and therefore are not accrued. Salaries for the twelve-month employees payroll are accrued.

Other Financing Sources (Uses)

Transfers between funds that are not expected to be repaid (or any other types, such as capital lease transactions, sale of fixed 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.

Basis of Budgeting

Formal budgetary integration is employed as a management control device during the year.

Budgets for the General, Special Revenue, Capital Projects and Debt Service Funds are adopted on a basis inconsistent with generally accepted accounting principles (GAAP). These budgets are prepared using the cash basis of accounting. Budgetary comparisons for the various funds in this report are on the non-GAAP budgetary basis.

The District follows the following procedures in establishing data reflected in the financial statements:

1. Prior to April 15, (unless a later date is fixed by the Secretary of Education) the local school board submits to the School Budget and Finance Analysis Unit (SBFAU) of the New Mexico Public Education Department an estimated budget for the District for the ensuing fiscal year beginning July 1. The operating budget includes proposed expenditures and the means of financing them. All budgets submitted to the New Mexico Public Education Department (PED) by the district shall contain headings and details as prescribed by law.

2. Prior to June 20, of each year, the proposed "operating" budget will be reviewed and approved by the SBFAU and certified and approved by the local school board at the public hearing of which notice has been published by the local school board which fixed the estimated budget for the district for the ensuing fiscal year.

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3. The "operating" budget will be used by the District until they have been notified that the budget has been approved by the SBFAU and the local school board. The budget shall be integrated formally into the accounting system. Encumbrances shall be used as an element for control and shall be integrated into the budget system.

4. The District shall make corrections, revisions and amendments to the estimated budgets fixed by the local school board to recognize actual cash balances and carryover funds, if any. These adjustments shall be reviewed and approved by the SBFAU.

5. No school board or officer or employee of the District shall make any expenditures or incur any obligation for the expenditures of public funds unless such expenditure or contractual obligation is made in accordance with an operating budget approved by the division. But this does not prohibit the transfer of funds between line items within a series of a budget.

6. Budget change requests are processed in accordance with Supplement I (Budget Preparation and Maintenance) of the Manual of Procedures Public School Accounting and Budgeting. Such changes are initiated by the District and approved by the SBFAU.

7. Legal budget control for expenditures is by function.

8. Appropriations lapse at fiscal year end. Funds unused during the fiscal year may be carried over into the next fiscal year by budgeting those in the subsequent fiscal year's budget. The budget of the District has been amended during the current fiscal year in accordance with these procedures. The budget schedules included in the accompanying financial statements reflect the approved budget and amendments thereto.

Budget comparison schedules are no longer required for non-major funds and are not included.

Cash and Cash Equivalents

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.

The District is authorized under the provisions of Chapter 6, Article 10, paragraph 10, NMSA 1978, to deposit its money in banks, savings and loan associations and/or credit unions whose accounts are insured by an agency of the United States.

Investments

All money not immediately necessary for the public uses of the District may be invested in:

(a) bonds or negotiable securities of the United States, the state or any county, municipality or school district which has a taxable valuation of real property for the last preceding year of at least one million dollars (1,000,000) and has not defaulted in the payment of any interest or sinking fund obligation or failed to meet any bonds at maturity at any time within five years last preceding; or

(b) securities that are issued by the United States government or by its agencies or instrumentalities and that are either direct obligations of the United States or are backed by the full faith and credit of the United States government or agencies guaranteed by the United States government.

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(c) in contracts with banks, savings and loan associations or credit unions for the present purchase and resale at a specified time in the future of specific securities at specified prices at a price differential representing the interest income to be earned by the investor. The contract shall be shown on the books of the financial institution as being the property of the investor and the designation shall be contemporaneous with the investment. The contract shall be fully secured by obligations of the United States having a market value of at least one hundred two percent of the contract. The collateral required for investment in the contracts provided for in this subsection shall be shown on the books of the financial institution as being the property of the investor and the designation shall be contemporaneous with investment.

Receivables and Payables

Receivables include property taxes, interfund loans that are expected to be paid back and amount due from state government agencies related to various grant agreements. Payables represent routine monthly bills for services rendered and products purchased and accrued salaries and benefits.

Property Taxes

The County collects the District's share of property taxes assessed. Property taxes attach an enforceable lien on property as of January 1st. Tax notices are sent by the County treasurer to property owners by November 1st of each year to be paid in whole or in two installments by November 10th and April 10th of each year. The County collects such taxes and distributes them to the District on a monthly basis. The District accounts for its share of property taxes in the General,

Debt Service and Capital Projects Funds. Only those collections received are recorded as revenues for the budget presentation.

Elimination and Reclassifications of Certain Receivables and Payables

In the process of aggregating data for the Statement of Net Position and the Statement of Activities, some amounts reported as interfund activity and balances in the funds were eliminated or reclassified. Interfund receivables and payables were eliminated to minimize the "grossing up" effect on assets and liabilities within the governmental activities column.

Inventories and Prepaid Items

Purchased inventory is valued at the lower of cost (first-in, first-out) or market. Inventory in the Food Service Fund consists of purchased food and non-food items and United States Department of Agriculture (USDA) commodities. Commodities are shown at the USDA procurement cost. Costs are recorded as expenditures at the time individual inventory items are used (consumption method). Reported inventories are equally offset by a fund balance reserve which indicates that they do not constitute "available spendable resources" even though they are a component of net current assets. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both District-wide and fund financial statements.

Capital Assets

Capital assets are recorded at historical costs and depreciated over their estimated useful lives (with no salvage value). Capital assets are defined by the District as assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of one year. Donated capital assets are recorded at their estimated fair market value on the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

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If there are any construction projects funded by the NM Public School Facilities Authority, they are included in the appropriate capital projects fund and in the capital assets.

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:

Buildings & Improvements	20-50 Years
Equipment, Vehicles, Information Technology Equipment, Software & Library Books	3-15 Years

Leases

Governments must recognize lease assets and liabilities for leases and report inflows of resources or outflows of resources based on the payment provisions of the long-term contract. A lessee must recognize a lease liability and an intangible right-to-use lease asset, and a lessor must recognize a lease receivable and a deferred inflow of resources. There was no material impact on the financials.

Subscription-Based Information Technology

Subscript-Based Information (SBITA) should be recognized as assets and liabilities resulting from a long-term contract. There was no material impact on the financials.

Debts

Debt is defined as a liability that arises from a contractual obligation to pay cash or other asset's in one or more payments to settle an amount that is fixed at the date the contractual obligation is established.

Short -Term Debt

Short-term debt results from borrowings characterized by anticipation notes, use of lines of credit, and similar loans. The District does not have any activity in short-term debt.

Long-Term Debt

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 or the straight-line method if the difference from the effective interest method is minimal. In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of the debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual net of debt proceeds received, are reported as debt service expenditures.

Restricted Net Position

For the government-wide statement of net position, net positions are reported as restricted when constraints placed use are either:

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

Imposed by law through constitutional provisions or enabling legislation.

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When an expense is incurred for purposes for which both restricted and unrestricted net position are available it will first be applied to restricted resources.

Fund Balances of Fund Financial Statements

Nonspendable fund balance indicates that portion of fund equity is not spendable such as inventory.

The restricted fund balance category includes amounts that can be spent only for specific purposes stipulated by constitution, external resources providers, or through enabling legislation.

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the government's highest level of decision-making authority.

Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as restricted or committed.

Unassigned fund balance is the residual amount that is not restricted or committed.

Interfund Transfers

In governmental funds, transfers should be reported as other financing uses in the funds making transfers and as other financing sources in the funds receiving transfers.

Retirement Plan

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.

Postemployment 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.

Deferred Outflows of Resources

In addition to assets, the balance sheet reports a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a use of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expenditure) until that time. The District has pension-related deferred outflows of resources items that qualify for reporting in this category.

Deferred Inflows of Resources

In addition to liabilities, the balance sheet reports a separate section for deferred inflows of resources. Deferred Inflows consist of three types. 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

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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. Outstanding property taxes that are received after 30 days of the year end are shown as Unearned Revenue on the balance sheet. The third type of deferred inflows of resources related to pension and other post employment benefits.

Compensated Absences

The District's policy is as follows:

Twelve-month employees will earn annual leave on the basis of two (2) weeks or ten (10) days for 1-3 years of service and three (3) weeks or fifteen (15) days for four (4) and above years of service per year, effective July 1, 1983.

The maximum annual leave accrual for twelve (12) month employees hired on or after July 1, 2008 is three hundred (300) hours. Any hours over three (300) hours are forfeited.

The maximum annual leave for twelve (12) month employees hired prior to July 1, 2008 is six hundred (600) hours. Employees with over six hundred (600) hours of annual leave shall schedule four (4) weeks of annual leave per calendar year (maybe school year).

Twelve (12) month employees with an annual leave accrual in excess of six hundred (600) hours may sell back up to five hundred (500) hours of annual leave once during the calendar year. Such sell back shall be done at the rate of three (3) hours of leave for one (1) hour at their current regular hourly rate of pay. The sell back is subject to the availability of funds as determined by the School Board.

This does not apply to Bargaining Unit Employees.

The District's recognition and measurement criteria for compensated absences follow:

GASB Statement No. 16 provides that vacation leave and other compensated absences with similar characteristics should be accrued as a liability as the benefits are earned by the employees if both the following conditions are met:

(a) The employees' right to receive compensation is attributable to services already rendered.

(b) It is probable that the employer will compensate the employees for the benefits through paid time off or some other means, such as cash payments at termination or retirement.

The entire compensated absence liability is reported on the government-wide financial statements.

For governmental fund financial statements the current portion of unpaid compensated absences is the amount expected to be paid using expendable available resources. These amounts, if any, are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. The noncurrent portion of the liability is not reported.

Estimates

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

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A. Deposits and Investments

The District is required by New Mexico State Statute (Section 6-10-17) to be 50% collateralized. Following is a schedule calculating the requirement and disclosing the pledged securities.

Southwest Capital Bank		Type	Balance		Interest or non-interesting bearing
<u>Name on Account</u>		Checking Or Savings	Per Bank 6/30/2024	Reconciled Balance	
General		Checking	\$ 8,428,039	\$ 7,960,652	Interest Bearing
Accounts Payable		Checking	1,264,176	1,264,176	Interest Bearing
Student Activities		Checking	276,185	273,844	Interest Bearing
Total Deposited			9,968,401	\$ 9,498,672	
Less FDIC Coverage			(250,000)		
Uninsured Amount			9,718,401		
50% collateral requirement			4,859,200		
Pledged securities			5,900,000		
Over (Under Requirement)			\$ 1,040,800		

The difference between the bank balance and the reconciled balance is outstanding deposits, outstanding checks and pending bank adjustments.
The following securities are pledged:

<u>Description</u>		<u>Market Value</u>	<u>Maturity Date</u>	<u>Location</u>
Collateral pledged by FHLB LOC	\$	5,900,000	01/30/2025	FHLB Dallas, TX
	\$	5,900,000		

Custodial Credit-Risk Deposit		Bank Balance
<u>Depository Account</u>		
Insured	\$	250,000
Collateralized		
Collateral held by the pledging bank in District's name		5,900,000
Uninsured and uncollateralized		3,818,401
Total Deposits	\$	9,968,401

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 government does not have a deposit policy for custodial credit risk. As of June 30, 2024 \$3,818,401 of the District's balance of \$9,968,401 was exposed to custodial risk.

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Component Unit

A. Deposits and Investments

The Charter is required by New Mexico State Statute (Section 6-10-17) to be 50% collateralized. Following is a schedule calculating the requirement and disclosing the pledged securities.

Southwest Capital Bank

<u>Name on Account</u>	Balance Per Bank 6/30/2024	Reconciled Balance	Type
Rio Gallinas School for Ecology and the Arts	\$ 519,455	\$ 469,161	Checking, Non-interest bearing
Total Deposited	519,455	\$ 469,161	
Less FDIC Coverage	(250,000)		
Uninsured Amount	269,455		
50% collateral requirement	134,727		
Pledged securities	155,000		
Over (Under Requirement)	\$ (20,273)		

The following securities are pledged at Southwest Capital Bank:

<u>Description</u>	<u>Market Value</u>	<u>Maturity Date</u>	<u>Location</u>
FHLB Letter of Credit 3544000001	\$ 155,000	01/30/2025	FHLB Dallas, TX
	\$ 155,000		

The difference between the bank balance and the reconciled is outstanding deposits, outstanding checks and pending bank adjustments.

Custodial Credit-Risk Deposit

<u>Depository Account</u>	<u>Bank Balance</u>
Insured	\$ 250,000
Collateralized	
Collateral held by the pledging bank in District's name	155,000
Uninsured and uncollateralized	114,455
Total Deposits	\$ 519,455

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 government does not have a deposit policy for custodial credit risk. As of June 30, 2024 \$114,455 of the Charter's balance of \$519,455 was exposed to custodial risk. Southwest Capital Bank is a Federal Home Loan Bank, and therefore, the Charter is in compliance with 2.2.2.10 (P)(4)(e) NMAC.

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B. Receivables

Following is a schedule of property taxes receivable as of June 30, 2024:

	Local Revenue 15200	Debt Service 41000	Other Governmental	Total
Property Tax Receivable				\$
Available	\$ 16,414	\$ 438,551	\$ 82,348	537,313
Unavailable and Deferred	18,998	604,227	114,977	738,201
Total Property Taxes Receivable	\$ 35,411	\$ 1,042,778	\$ 197,325	\$ 1,275,514

Amounts due from other agencies and units of government were as follows as of June 30, 2024:

	Operational 11000	HEADSTART 25127	Other Governmental	Total
Federal Agencies	\$ 92,122	\$ -	\$ 495,660	\$ 587,782
State Agencies	-	348,758	355,445	704,203
Total	\$ 92,122	\$ 348,758	\$ 851,105	\$ 1,291,985

C. Interfund Receivables, Payables and Transfers

The District recorded interfund transfers to reflect activity occurring between funds. Transfers and payments within the District are substantially for the purpose of subsidizing operating functions and funding various projects within the District. All transfers made during the year were considered routine and were consistent with the general characteristics of the District's transfer policy.

The composition of interfund balances during the year ending June 30, 2024 were as follows:

	Due From Other Funds	Due To Other Funds
Governmental funds		
General Fund (11000-15200)	\$ 991,135	-
Title I-IASA	-	221,513
Entitlement Idea-B	-	66,458
Preschool IDEA-B	-	3,078
Fresh Fruits and Vegetables	-	5,738
Teacher/Principal Training & Recruiting	-	18,942
Rural & Low-Income Schools	-	48,963
HeadStart	-	299,381
Literacy for Children @ Risk PED	-	1,786
Capital Outlay and School Bus Replacements	-	54,217
PreK Initiative	-	147,277
Stay in School	-	63,808
Special Capital Outlay-State	-	59,974
Totals	\$ 991,135	991,135

The District recorded interfund receivables/payables to reflect temporary loans between funds. The purpose of the loans was to cover cash shortages until grant reimbursements or other funding measures could be obtained. There were no interfund balances outstanding as of June 30, 2024.

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D. Capital Assets

Capital Assets Balances and Activity for the Year Ended June 30, 2024, is as follows:

	Balance 6/30/2023	Additions	Adjustments	Balance 6/30/2024
Governmental Activities				
Capital Assets not being Depreciated				
Land	\$ 997,746	\$ 14,657	\$ -	\$ 1,012,403
Construction in Progress	5,846,310	2,554,702	-	8,401,012
Total Capital Assets not Being depreciated	<u>6,844,056</u>	<u>2,569,359</u>	<u>-</u>	<u>9,413,415</u>
Capital Assets, being Depreciated				
Buildings & Improvements	91,352,620	1,020,434	-	92,373,054
Furniture, Fixtures, & Equipment	<u>19,110,518</u>	<u>427,295</u>	<u>-</u>	<u>19,537,813</u>
Total Capital Assets, Being depreciated	<u>110,463,138</u>	<u>1,447,729</u>	<u>-</u>	<u>111,910,867</u>
Total Capital Assets	<u>117,307,194</u>	<u>4,017,088</u>	<u>-</u>	<u>121,324,282</u>
Less Accumulated Depreciation				
Buildings & Improvements	(47,299,750)	(431,340)	-	(47,731,090)
Furniture, Fixtures, & Equipment	<u>(15,488,227)</u>	<u>(2,141,719)</u>	<u>-</u>	<u>(14,629,946)</u>
Total Accumulated Depreciation	<u>(62,787,977)</u>	<u>(2,573,059)</u>	<u>-</u>	<u>(65,361,036)</u>
Capital Assets, net	\$ <u>54,519,217</u>	\$ <u>1,444,029</u>	\$ <u>-</u>	\$ <u>55,963,246</u>

Depreciation expense was charged to governmental activities as follows:

Instruction	\$ 2,379,914
Support Services	56,925
Support Services – General Administration	23,941
Central Services	15,035
Operation & Maintenance of Plant	43,082
Student Transportation	37,982
Food Service Operations	16,180
Total Depreciation Expense	\$ <u>2,573,059</u>

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Component Unit

Capital Assets Balances and Activity for the Year Ended June 30, 2024, is as follows:

	Balance 6/30/2023	Additions	Adjustments	Balance 6/30/2024
Governmental Activities				
Capital Assets being Depreciated				
Buildings & Improvements	\$ 29,249	\$ -	\$ -	\$ 29,249
Equipment, Vehicles, Information Technology Equipment, Software & Library Books	159,190	19,581	(3,164)	175,607
Total Capital Assets, being Depreciated	188,439	19,581	(3,164)	204,856
Total Capital Assets	188,439	19,581	(3,164)	204,856
Less Accumulated Depreciation				
Buildings & Improvements	(22,904)	(830)	(2,387)	(26,121)
Equipment, Vehicles, Information Technology Equipment, Software & Library Books	(148,703)	(2,425)	2,344	(148,784)
Total Accumulated Depreciation	(171,607)	(3,255)	(43)	(174,905)
Capital Assets, net	16,832	16,326	(3,207)	29,951

Depreciation expense was charged to governmental activities as follows:

Instruction	\$ 3,255
Total Depreciation Expense	\$ 3,255

E. Long-Term Debt and Other Liabilities

A summary of activity in the Long-Term Debt is as follows:

	Balance 6/30/23	Additions	Reductions	Balance 6/30/2024	Amounts Due Within One Year
Governmental Activities					
Bonds and Notes Payable					
General Obligation Bonds	\$ 12,120,000	\$ 1,471,878	\$ (2,560,000)	\$ 11,031,878	\$ 2,330,000
Total Bonds	12,120,000	1,471,878	(2,560,000)	11,031,878	2,330,000
Other Liabilities					
Compensated Absences	350,397	126,065	(138,094)	338,368	133,353
Total Other Liabilities	350,397	126,065	(138,094)	338,368	133,353
Long-Term Liabilities	\$ 12,470,397	\$ 1,597,943	\$ (2,698,094)	\$ 11,370,246	\$ 2,463,353

Payments on the general obligation bonds are made by the Debt Service Funds. The compensated absences liability will ultimately be liquidated by several of the District's governmental funds, with most being paid by the General Fund.

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Reconciliation of the Long-Term Debt above to Bonds Payable on the Statement of Net Position:

Amount from above schedule	\$ 11,031,878
Premiums received for all bond issues	622,224
Less accumulated amortization of the premiums	(219,080)
Amount on the Statement of Net Position	<u>\$ 11,435,022</u>

General Obligation Bonds.

The following bonds were issued for the purpose of erecting, furnishing, remodeling, and making additions to District buildings and improving District grounds. A tax is annually assessed, levied and collected upon all taxable property within the District for the purpose of providing the necessary funds to meet the interest and principal payments as they become due.

Series	Original Amount	Maturity Date	Interest Rate	Balance
2013	800,000	08/15/2025	2.20%	\$ 200,000
2014	1,000,000	08/15/2026	2.50%	300,000
2015	1,500,000	08/15/2027	2.00%	650,000
2016	1,700,000	08/15/2028	2-2.5%	550,000
2017	2,500,000	08/15/2029	2-3%	1,170,000
2018	2,500,000	08/15/2030	3-3.125%	1,430,000
2019	2,500,000	08/15/2031	2.250-4%	1,400,000
2020	1,835,000	08/15/2033	4.00%	1,565,000
2021	2,000,000	08/15/2034	4.00%	1,045,000
2022	2,500,000	08/15/2035	3-5%	1,250,000
2023	0	08/15/2031	5.00%	1,471,878
				<u>\$ 11,031,878</u>

The annual requirements to amortize the General Obligation Bonds Issue as of June 30, 2024, including interest payments are as follows:

	Principal	Interest	Total
2025	\$ 2,330,000	\$ 330,938	\$ 2,660,938
2026	1,530,000	264,701	1,794,701
2027	1,435,000	217,975	1,652,975
2028	1,385,000	170,688	1,555,688
2029	1,185,000	125,538	1,310,538
2030-2034	3,116,878	184,020	3,300,898
2035	50,000	813	50,813
Total	<u>\$ 11,031,878</u>	<u>\$ 1,294,673</u>	<u>\$ 12,326,551,</u>

F. Commitments

The District is involved in a major renovation at the Baseball and Softball Field, CTE Building and repairs campus wide.

G. Retirement Plan

General Information about the Pension Plan

Plan Description. The New Mexico Educational Retirement Act (ERA) was enacted in 1957. The act created the Educational Employees Retirement Plan (Plan) and, to administer it, the New Mexico Educational Retirement Board (NMERB). The Plan is included in NMERB's annual comprehensive financial report. The report can be found on NMERB's Web site at <https://www.erb.nm.gov/annual-reports>.

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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 22-11-52, NMSA 1978, as amended.

The Plan is a pension trust fund of the State of New Mexico. The ERA assigns the authority to establish and amend benefit provisions to a seven-member Board of Trustees (Board); the state legislature has the authority to set or amend contribution rates and other terms of the Plan. 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.

All accumulated assets are held by the Plan in trust to pay benefits, including refunds of contributions as defined in the terms of the Plan. Eligibility for membership in the Plan is a condition of employment, as defined Section 22-11- 2, NMSA 1978. Employees of public schools, universities, colleges, junior colleges, technical-vocational institutions, state special schools, charter schools, and state agencies providing an educational program, who are employed more than 25% of a full-time equivalency, are required to be members of the Plan, unless specifically excluded.

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.

For members hired on or before June 30, 2019 (Tiers 1-3 members) the multiplier is 2.35%. For members hired after June 30, 2019 the multiplier accrues as follows:

<u>Years of Service</u>	<u>Benefit Percentage Earned</u>
10 or less	1.35%
10.25 to 20	2.35%
20.25 to 30	3.35%
30.25 plus	2.40%

FAS is the average of the member's fiscal annual earnings for the last 20 calendar service quarters (60 months) prior to retirement or the highest average fiscal annual earning for any 20 consecutive calendar quarters.

Summary of Plan Provisions for Retirement Eligibility by Tier -

Tier 1: Membership prior to July 1, 2010

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 earned 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 sixty-five years of age and has five or more years of earned service credit, or

*The member has service credit totaling 25 years or more.

Tier 2: Membership on or after July 1, 2010, but prior to July 1, 2013

Chapter 288, Laws of 2009 changed the eligibility requirements for new members who were first employed on, or after, July 1, 2010 but before July 1, 2013-or before July 1, 2010, terminated employment, subsequently withdrew all contributions, and then becomes re-employed after July 1, 2010. These members must meet on the following requirements:

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*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 sixty-seven years of age and has five or more years of earned service credit,

*The member has service credit totaling 30 years or more.

Tier 3: Membership beginning on or after July 1, 2013, but prior to July 1, 2019

Section 2-11-23.2, 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 ERB 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 minimum 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 receive reduced retirement benefits.)

*Or, the member's age is 67, and the member has earned 5 or more years of service credit.

Tier 4: Membership beginning on or after July 1, 2019

Section 2-11-23.3, NMSA 1978, added eligibility requirements for new members who were first employed on or after July 1, 2019 — and had, before that date, been refunded all member contributions and had not restored all refunded contributions and interest before July 1, 2019. A member in this tier must meet one of the following requirements:

* The member is any age and has 30 or more years of earned service credit, or

*The member is at least 67 years of age and has 5 or more years of earned service credit, or

*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 made 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.

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.

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.

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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. The member's increased monthly benefit commences in the month following the beneficiary's death.

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 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.

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.

<u>Membership</u>	<u>Age Eligible for Cola</u>
Tier 1	65
Tier 2	65
Tier 3	67
Tier 4	67

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 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.

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Contributions. For the fiscal year ended June 30, 2024 and 2023 educational employers contributed to the Plan based on the following rate schedule.

Fiscal Year	Date Range	Wage Category	Member's Rate	Employer's Rate	Combined Rate	Increase over Prior Year
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%
2023	7-1-22 to 6-30-23	Over \$24K	10.70%	18.15%	27.85%	2.00%
2023	7-1-22 to 6-30-23	\$24K or less	7.90%	18.15%	25.05%	2.00%

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, 2024 and 2023, the District paid employee and employer contributions of \$4,229,299 and \$3,934,495 which equal the amount of the required contributions for each fiscal year.

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

At June 30, 2024, the District reported a liability of \$32,107,539 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022. The total pension liability was rolled-forward from the valuation date to the plan year ending June 30, 2023 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, 2023.

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, 2023, actuarially determined. At June 30, 2023, the District's proportion was 0.36972%, which was a decrease of 0.00641%.

For the year ended June 30, 2024, the District recognized pension income of \$3,711,903. At the June 30, 2024, the District 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
Difference between expected and actual experience	\$ 910,068	\$ 290,311
Changes of assumptions	-	4,764,680
Net difference between projected and actual earnings on pension plan investments	-	201,138
Changes in proportion and differences between the District's contributions and proportionate share of contributions	603,473	522,490
District's contributions subsequent to the measurement date	2,668,769	-
	<u>\$ 4,182,310</u>	<u>\$ 5,778,619</u>

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\$2,668,769 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 ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June	
2024	\$ (4,434,253)
2025	(986,752)
2026	1,126,054
2027	29,873
2028	-
Total	\$ <u>(4,265,078)</u>

Actuarial Assumptions. Actuarial assumptions and methods are set by the Board of Trustees, based upon recommendations made by the plan's actuary. The Board adopted new assumptions on April 17, 2020, in conjunction with the six-year actuarial experience study period ending June 30, 2019. At that time, the Board adopted a number of demographic and economic assumption changes. There were no changes in assumptions since the prior valuation.

The total pension liability in the June 30, 2021 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 a step-rate promotional increase for members with less than 15 years of service.
Investment Rate of Return	7.00%
Mortality	<p>Healthy males: Based on the RP-2000 Combined Mortality Table with White Collar adjustments, generational mortality improvements with Scale BB from the table's base year of 2000.</p> <p>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.</p>

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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.

Asset Class	Target Allocation	Long-Term Expected Rate of Return
Equities	24%	
Fixed Income	23%	
Alternatives	52%	
Cash	1%	
	100%	7%

Discount rate. A single discount rate of 7.00% was used to measure the total pension liability as of June 30, 2023. This the same rate used for June 30, 2022. The 7.00% single discount rate was based on a long-term expected rate of return on pension plan investments of 7.00% and a municipal bond rate of 3.69%. 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%)
The District's proportionate share of the net pension liability	\$ 43,647,469	\$ 32,107,539	\$ 22,574,198

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. The District did not accrue any payables for the pension plan at June 30, 2024. All 10-month teacher contracts for the school year are paid by fiscal year end.

H. Other Post-Employment Benefits (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.

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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, 2023, 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
	<u>159,125</u>
Active membership	
State general	18,462
State police and corrections	1,260
Municipal general	17,283
Municipal police	3,169
Municipal FTRE	2,419
Educational Retirement Board	51,002
	<u>93,595</u>

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 \$285,702 for the year ended June 30, 2023.

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

At June 30, 2024, the District reported a liability of \$4,247,614 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of June 30, 2023, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2023. The District's proportion of the net OPEB liability was based on actual contributions provided to the Fund for the year ending June 30, 2023. At June 30, 2023, the District's proportion was 0.024943 percent.

For the year ended June 30, 2024, the District recognized OPEB income of \$851,182. At June 30, 2024 the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

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	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 71,806	\$ 769,032
Changes in assumptions	817,439	4,006,923
Changes in proportion	664,984	44,793
Net difference between projected and actual earnings on OPEB plan investments	90,820	-
Employer contributions subsequent to the measurement date	298,917	-
Total	\$ 1,943,966	\$ 4,820,748

Deferred outflows of resources totaling \$298,917 represent 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, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in OPEB expense as follows:

Year ended June	
2024	\$ (832,300)
2025	(532,592)
2026	(889,568)
2027	(687,568)
2028	(233,391)
Total	\$ (3,175,699)

Actuarial Assumptions

The total OPEB liability was determined by an actuarial valuation as of June 30, 2023 and rolled forward to the measurement date of June 30, 2022, 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% 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 of Non-Medicare medical plan costs and 8.5% graded down to 4.5% over 16 for Medicare medical plan costs.

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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%.

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:

<u>Asset Class</u>	<u>Long-Term Rate of Return</u>
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	10.0%
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 6.22% as of June 30, 2023. 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, 2059. 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 2052. Beyond 2059, the index rate for 20-year, tax exempt general obligation municipal bonds with an average rating of AA/Aa or higher (3.54%) was applied. Thus, 6.22% is the blended discount rate.

**State of New Mexico
West Las Vegas Schools
Notes to the Financial Statements
June 30, 2024**

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 6.22% as of June 30, 2023, 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 (5.22%)	Current Discount Rate (6.22%)	1% Increase (7.44%)
The District's proportionate share of the net pension liability	\$ <u>5,355,193</u>	\$ <u>4,247,614</u>	\$ <u>3,349,817</u>

The following presents the Net OPEB Liability of the District, as well as what the Fund's Net OPEB Liability would be if it were calculated using a health cost trend rate that is 1-percentage-point lower or 1-percentage-point higher than the health cost trend rates used:

	1% Decrease	Current Discount Rate	1% Increase
The District's proportionate share of the net pension liability	\$ <u>3,516,593</u>	\$ <u>4,247,614</u>	\$ <u>5,087,171</u>

OPEB plan fiduciary net position. Detailed information about the OPEB plan's fiduciary net position is available in NMRHCA's audited financial statements for the year ended June 30, 2023.

Payables changes in the net OPEB liability. At June 30, 2024, the District did not accrue any payables for OPEB. All 10-month teacher contracts for the school year are paid by fiscal year end.

I. Reconciliation of Budgetary Basis to GAAP Basis Statements

The Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - all Governmental Fund Types is presented on the budgetary basis to provide a comparison of actual results with the budget. The major differences between the budget basis and GAAP (Generally Accepted Accounting Principles) basis are that:

- A. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
- B. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).

The adjustments necessary to convert the results of operations for the year from GAAP basis to the budget basis for the governmental funds are presented on each individual Statement of Revenues, Expenditures, and Changes in Cash Balance - Budget and Actual (Budgetary Basis).

The reconciliation of budgetary basis to GAAP basis statements are located at the bottom of each budget actual.

J. Contingent Liabilities

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the District expects such amount, if any, to be immaterial.

**State of New Mexico
West Las Vegas Schools
Notes to the Financial Statements
June 30, 2024**

K. Risk Management

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; error and omissions; and injuries to employees; and natural disasters. The District, as a New Mexico Public School, is insured through the New Mexico Public Schools Insurance Authority (NMPSIA). Annual premiums are paid by the District to NMPSIA for coverage provided in the following areas:

- Property and Automobile Liability and Physical Damage
- Liability and Civil Rights and Personal Injury
- Contract School Bus Coverage; and Crime

The officials and certain employees of the District are covered by a surety bond as required by Section 12-6-7, NMSA, 1978 Compilation.

L. Joint Powers Agreements

The District is part of a joint powers agreement with the Northeast Regional Center Cooperative (NEREC). NEREC is a regional cooperative center that operates as an agency for participating school districts and provides cooperative services as its primary service.

The purpose of the agreement is to provide supplementary special education services to local education agencies utilizing federal PL 94-142 funds.

The agreement is to remain in effect until the end of any fiscal year during which the school gives notice of intent to terminate.

The financial statements for the REC were prepared by an IPA. The audit report is available at the REC located in Las Vegas, New Mexico and at www.saonm.org.

M. Concentrations

The District depends on financial resources flowing from, or associated with, both the Federal Government and the State of New Mexico. Because of this dependency, the District is subject to changes in specific flows of intergovernmental revenues based on modifications to Federal and State laws and Federal and State PaAppropriations.

N. Subsequent Events

Subsequent events were evaluated through November 14, 2024 which is the date the financial statements were available to be issued.

O. Tax Abatement Disclosures

The District has not been affected by a tax abatement.

P. Recent Accounting Pronouncements

In April 2022, the GASB issued Statement No. 99, Omnibus 2022, with multiple effective dates as follows; (1) extension of the use of LIBOR, accounting for SNAP distributions, disclosures of nonmonetary transactions, pledges of future revenues by pledging governments, clarification of certain provisions in Statement 24, as amended, and terminology updates related to Statement 53 and 63 are effective upon issuance. (2) The requirements related to leases, PPPs, and SBITAs are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter. (3) The requirements related to financial guarantees and the classification and reporting of derivative instruments within the scope of Statement 53 are effective for fiscal years beginning after June 15, 2023, and all reporting periods thereafter. The objectives of this statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees. The implementation of this Statement had no effect on the District's financial statements.

**State of New Mexico
West Las Vegas Schools
Notes to the Financial Statements
June 30, 2024**

In June 2022, the GASB issued Statement No. 100, Accounting Changes and Error Corrections, effective for periods beginning after June 15, 2023. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. The District has properly implemented this statement. See details for implementation at Note R.

Q. New Pronouncements

The following GASB pronouncements have been issued, but are not yet effective at June 30, 2024.

GASB Statement No. 101, Compensated Absences
GASB Statement No. 102, Certain Risks Disclosures
GASB Statement No. 103, Financial Reporting Model Improvements

The District will implement the new GASB pronouncements in the fiscal year no later than the required effective date. The District believes that the above listed new GASB pronouncements will not have a significant financial impact to the District or in issuing its financial statements.

R. Restatement

For the current year, the District reported a change in its financial reporting entity. The District previously reported the Head Start, and Public School Capital Outlay as a non-major governmental fund. In the prior year, that classification was required based on quantitative factors. However, thresholds were met in the current year which resulted in the classification of the governmental fund as a major fund. Thus, the Head Start, and Public School Capital Outlay were reclassified to major funds in the current year.

The changes within the financial reporting entity described above resulted in adjustments to beginning fund balance:

	<u>6/30/2023 As Previously Reported</u>	<u>Change Within Financial Reporting Entity</u>	<u>6/30/2024 As Restated</u>
Governmental Funds			
Major Funds:			
General Fund – 11000-15200	\$ 1,602,059	-	1,602,059
CRRSA ESSER II - 24308	-	-	-
ARP ACT ESSER III - 24330	-	-	-
Head Start - 25127	-	-	-
Bond Building - 31100	2,464,884	-	2,464,884
Public School Capital Outlay - 31200	-	819,872	819,872
Debt Service – 41000	3,954,273	-	3,954,273
Nonmajor fund	<u>2,025,332</u>	<u>(819,872)</u>	<u>1,205,460</u>
Total governmental funds	\$ <u>10,046,548</u>	<u>-</u>	<u>10,046,548</u>

REQUIRED SUPPLEMENTARY INFORMATION

STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
SCHEDULE OF THE DISTRICT'S PROPORATIONATE SHARE OF THE NET PENSION LIABILITY
June 30, 2024

New Mexico Educational Retirement Board Pension Plan
For Last 10 Fiscal Years*

	Fiscal Year Measurement Date	30-Jun-24									
		2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
District's Proportion of the Net Pension Liability		2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
		0.36972%	0.37613%	0.35227%	0.35227%	0.34157%	0.33374%	0.32027%	0.33986%	0.33986%	0.37403%
District's Proportionate Share of Net Pension Liability	\$	32107539	31,676,583	26,036,518	71,390,650	25,881,792	39,686,128	35,593,105	24,194,410	22,013,637	21,341,136
District's Covered Payroll	\$	14,983,122	14,321,651	12,827,363	11,819,851	11,286,907	9,999,239	9,339,320	9,124,269	9,279,267	10,309,633
District's Proportionate Share of the Net Pension Liability as a Percentage of Its Covered Payroll		214.29%	221.18%	202.98%	603.99%	229.31%	396.89%	381.11%	265.17%	237.23%	207.00%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability		65.19%	64.87%	69.77%	39.11%	64.13%	52.17%	52.95%	61.58%	63.97%	66.54%

STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
SCHEDULE OF DISTRICT CONTRIBUTIONS
June 30, 2024

New Mexico Educational Retirement Board Pension Plan
Last Ten Fiscal Years*
(Dollar Amounts in Thousands)

		2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Statutory Required Contributions	\$	2,669	1,897	1,504	1,380	1,393	1,242	1,217	1,254	1,412	1,215
Contribution in Relation to the Statutorily Required Contributions		2,669	1,903	1,504	1,380	1,393	1,241	1,218	1,254	1,237	1,215
Annual Contribution Deficiency (Excess)	\$	-	(6)	-	-	-	1	(1)	-	175	-

STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
June 30, 2024

New Mexico Retiree Healthcare Authority
For Last 10 Fiscal Years*

	Fiscal Year Measurement Date	June 30,						
		2024 2023	2023 2022	2022 2021	2021 2020	2020 2019	2019 2018	2018 2017
District's Proportion of the Net OPEB liability (Asset)		0.24943%	0.25085%	0.24910%	0.23933%	0.22167%	0.21631%	0.21275%
District's Proportionate Share of Net OPEB Liability (Asset)	\$	4,247,614	5,798,614	2,682,043	9,784,715	7,187,406	9,405,926	9,641,134
District's Covered Payroll	\$	12,679,000	14,933,209	12,741,234	11,778,701	11,286,907	9,810,802	9,236,546
Districts's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Its Covered Payroll		33.50%	48.72%	21.05%	83.07%	63.68%	95.87%	104.38%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability		44.16%	33.33%	25.39%	16.50%	18.92%	13.14%	11.34%

*This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the District will present information for available years.

STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
SCHEDULE OF DISTRICT CONTRIBUTIONS
June 30, 2024

New Mexico Retiree Healthcare Authority
Last Ten Fiscal Years*

	2024	2023	2022	2021	2020	2019	2018
Contractually Required Contribution	\$ 298,917	285,702	254,825	235,574	224,880	196,216	184,731
Contributions in Relation to the Contractually Required Contribution	298,917	285,702	254,825	235,574	224,880	196,216	184,731
Contribution Deficiency (Excess)	\$ -	-	-	-	-	-	-
District's covered payroll	\$ 12,679,000	14,285,084	12,741,234	11,778,701	11,286,907	9,810,802	9,236,546
Contributions as a percentage of covered payroll	2.36%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%

*Governmental Accounting Standards Board Statement No. 68 requires ten years of historical information be presented; however, until a full 10-year trend is compiled, the statement only requires presentation of information for those years that information is available. Complete information for District is not available prior to fiscal year 2015, the year the statement's requirements became

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
NOTES TO PENSION REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2024**

Notes to Required Supplementary Information

Changes in ERB benefit provisions. There were no significant events or changes in benefit provisions that required an adjustment to the roll-forward liabilities as of June 30, 2023.

Changes in ERB assumptions and methods. Actuarial assumptions and methods are set by the Board of Trustee, based upon recommendations made by the Plan's actuary. The assumptions for the 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.

Retiree Health Care Authority (RHCA). In the total OPEB liability measured as of June 30, 2023, changes in assumptions include adjustment resulting from a decrease in the discount rate from 5.42% to 6.22%.

SUPPLEMENTARY INFORMATION

GENERAL FUND

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
COMBINING BALANCE SHEET-GENERAL FUND
JUNE 30, 2024**

	Operational 11000	Transportation 13000
ASSETS		
Current Assets		
Cash and Cash Equivalents	\$ 1,897,391	-
Receivables		
Taxes Receivable	-	-
Due From Grantor	92,122	-
Interfund Balance	991,135	-
	<u>2,980,648</u>	<u>-</u>
Total assets	\$ <u>2,980,648</u>	<u>-</u>
LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCES		
Current Liabilities		
Accounts Payable	\$ 39,082	-
Accrued Payroll Liabilities	1,264,176	-
Interfund Balances	-	-
	<u>1,303,258</u>	<u>-</u>
Total Liabilities	<u>1,303,258</u>	<u>-</u>
Deferred Inflows of Resources		
Unavailable Revenue	-	-
	<u>-</u>	<u>-</u>
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>
Fund balances (deficit)		
Nonspendable- Inventory	-	-
Restricted for:	-	-
Special Revenue	-	-
Capital Projects	-	-
Debt Service	-	-
Unassigned	1,677,390	-
	<u>1,677,390</u>	<u>-</u>
Total Fund Balances	<u>1,677,390</u>	<u>-</u>
Total Liabilities, Deferred Inflows, and Fund Balances	\$ <u>2,980,648</u>	<u>-</u>

AD Valorem	
Taxes	
15200	Totals
204,841	2,102,232
35,411	35,411
-	92,122
-	991,135
<u>240,252</u>	<u>3,220,900</u>
-	39,082
-	1,264,176
-	-
<u>-</u>	<u>1,303,258</u>
<u>18,998</u>	<u>18,998</u>
<u>18,998</u>	<u>18,998</u>
-	-
-	-
-	-
<u>221,254</u>	<u>1,898,644</u>
<u>221,254</u>	<u>1,898,644</u>
<u>240,252</u>	<u>3,220,900</u>

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES -- GENERAL FUND
FOR YEAR ENDED JUNE 30, 2024**

	Operational 11000	Transportation 13000
<i>Revenues</i>		
Property Taxes	\$ -	-
Fees	104,787	-
State and Local Grants	19,160,601	1,029,790
Federal Grants	321,222	-
Miscellaneous	75,643	-
Interest	9,367	-
<i>Total Revenues</i>	<u>19,671,620</u>	<u>1,029,790</u>
<i>Expenditures</i>		
Current		
Instruction	10,764,418	-
Support Services		
Students	1,720,425	-
Instruction	496,129	-
General Administration	665,521	-
School Administration	1,311,123	-
Central Services	871,580	-
Operation & Maintenance of Plant	3,530,714	-
Student Transportation	33,229	968,104
Other Support Services	480	-
Food Services Operations	-	-
Community Service	-	-
Capital Outlay	96,210	61,686
Debt Service		
Principal	-	-
Interest	-	-
<i>Total Expenditures</i>	<u>19,489,829</u>	<u>1,029,790</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>181,791</u>	<u>-</u>
<i>Fund Balances (Deficits), Beginning of Year</i>	<u>1,495,599</u>	<u>-</u>
<i>Fund Balances, (Deficits) End of Year</i>	<u>\$ 1,677,390</u>	<u>-</u>

Non-Instructional Support 15200	Total
72,693	72,693
-	104,787
-	20,190,391
75,868	397,090
-	75,643
-	9,367
148,561	20,849,971
6,590	10,771,008
-	1,720,425
26,600	522,729
577	666,098
-	1,311,123
-	871,580
-	3,530,714
-	1,001,333
-	480
-	-
-	-
-	157,896
-	-
-	-
33,767	20,553,386
114,794	296,585
106,460	1,602,059
221,254	1,898,644

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
OPERATIONAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Fees	\$ 48,700	48,700	104,787	56,087
State and Local Grants	19,160,540	19,160,540	19,160,601	61
Federal Grants	150,000	150,000	229,100	79,100
Miscellaneous	148,858	148,858	75,643	(73,215)
Interest	1,312	1,312	9,367	8,055
<i>Total revenues</i>	<u>19,509,410</u>	<u>19,509,410</u>	<u>19,579,498</u>	<u>70,088</u>
<i>Expenditures</i>				
Current				
Instruction	11,349,531	11,349,531	10,819,688	529,843
Support Services				
Students	2,093,782	1,988,186	1,729,242	258,944
Instruction	512,184	520,257	498,735	21,522
General Administration	681,673	671,903	666,876	5,027
School Administration	1,372,582	1,343,024	1,318,933	24,091
Central Services	702,945	779,443	780,536	(1,093)
Operation & Maintenance of Plant	3,914,709	4,325,722	3,514,762	810,960
Student Transportation	91,044	118,847	99,513	19,334
Other Support Services	700	700	481	219
<i>Total expenditures</i>	<u>20,719,150</u>	<u>21,097,613</u>	<u>19,428,766</u>	<u>1,668,847</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(1,209,740)</u>	<u>(1,588,203)</u>	<u>150,732</u>	<u>1,738,935</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>\$ (1,209,740)</u>	<u>(1,588,203)</u>	<u>150,732</u>	<u>1,738,935</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			\$ (162,032)	
Expenditure accruals			<u>193,091</u>	
Net change in fund balance (GAAP Basis)			<u>\$ 181,791</u>	

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
TRANSPORTATION FUND-13000
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
State and Local Grants	\$ 1,030,458	1,029,810	1,099,767	69,957
<i>Total revenues</i>	<u>1,030,458</u>	<u>1,029,810</u>	<u>1,099,767</u>	<u>69,957</u>
<i>Expenditures</i>				
Current				
Support Services				
Student Transportation	1,030,458	1,029,810	1,029,810	-
<i>Total expenditures</i>	<u>1,030,458</u>	<u>1,029,810</u>	<u>1,029,810</u>	<u>-</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>-</u>	<u>-</u>	<u>69,957</u>	<u>69,957</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>\$ -</u>	<u>-</u>	<u>69,957</u>	<u>69,957</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			\$ (69,978)	
Expenditure accruals			<u>21</u>	
Net change in fund balance (GAAP Basis)			<u>\$ -</u>	

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
AD VALOREM FUND- 15200
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (NON - GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2024**

	Budgeted Amounts		Actual	Variance
	Original Budget	Final Budget		
<i>Revenues</i>				
Property taxes	\$ 56,490	56,490	57,722	1,232
Federal Grants	-	-	75,868	75,868
<i>Total revenues</i>	<u>56,490</u>	<u>56,490</u>	<u>133,590</u>	<u>77,100</u>
<i>Expenditures</i>				
Current				
Instruction	115,866	128,200	6,590	121,610
Support Services				
Instruction	32,741	32,728	26,597	6,131
General Administration	564	577	577	-
<i>Total expenditures</i>	<u>149,171</u>	<u>161,505</u>	<u>33,764</u>	<u>127,741</u>
<i>Excess (deficiency) of revenues over (under) expenditures</i>	<u>(92,681)</u>	<u>(105,015)</u>	<u>99,826</u>	<u>204,841</u>
<i>Other financing sources (uses)</i>				
Designated cash	-	-	-	-
Operating transfers	-	-	-	-
Proceeds from bond issues	-	-	-	-
<i>Total other financing sources (uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>\$ (92,681)</u>	<u>(105,015)</u>	<u>99,826</u>	<u>204,841</u>
<i>Reconciliation to GAAP Basis:</i>				
Revenue accruals			\$ 14,968	
Expenditure accruals			-	
<i>Net change in fund balance (GAAP Basis)</i>			<u>\$ 114,794</u>	

NONMAJOR GOVERNMENTAL FUNDS

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
DESCRIPTION OF SPECIAL REVENUE FUNDS
JUNE 30, 2024**

SPECIAL REVENUE FUNDS

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:

Nonmajor Special Revenue Funds

Food Service (21000). To account for revenue and expenditures associated with the school breakfast and lunch program. Funding is provided from fees from patrons and USDA food reimbursements. Authority for creation of this fund is NMSA 22-13-13.

Universal Free Meals (21100). To account for costs to ensure all students have access to free and healthy school meals

Athletics (22000). To account for revenue and expenditures associated with the District's budgeted athletic activities. (NMAC 6.20.2).

Student Activities (23000). To account for revenue and expenditures associated with the Student Activities that support learning activities that otherwise would have been paid by the operational fund. Authority for the fund is by definition.

Title I (24101). To account for a program funded by a Federal grant to supplement the regular instructional program for educationally deprived students. Funding authorized by the Elementary and Secondary Act of 1965, Chapter I of Title I, as amended, Public Laws 100-297, 20 U.S.C. 2701. The fund was created by the authority of federal grant provisions.

IDEA-B Entitlement (24106). To account for a program funded by a Federal grant to assist the District in providing free appropriate public education to all handicapped children. Funding authorized by the Individuals with Disabilities Education Act, Part B, Sections 611-620, as amended, Public Laws 91-230, 93-380, 94-142, 98-199, 99-457, 100-639, and 101-476, 20 U. S. C. 1411-1420. The fund was created by the authority of federal grant provisions.

IDEA Preschool (24109). To account for a program funded by a Federal grant to assist the District in providing a free appropriate public education to preschool disabled children aged three through five years. Funding authorized by the Individuals with Disabilities Education Act, Part B, Section 619, as amended, Public Laws 94- 142, 99-457, 100-630, 101-497, 101-476, and 102-119. The fund was created by the authority of federal grant provisions.

Fresh Fruit & Vegetables (24118). To account for a Federal grant to provide a variety of free fresh fruits and vegetables to children to help create a healthier school environment. Funding is authorized by the Agriculture, Rural Development, Food and Drug Administration and Related Agencies Act, signed in November 2005, Public Law 109-97.

Teacher/Principal Training (24154). To provide grants to State Education Agencies (SEAs) on a formula basis to increase student academic achievement through strategies such as improving teacher and principal quality and increasing the number of highly qualified teachers in the classroom and highly qualified principals and assistant principals in schools and hold local educational agencies and schools accountable for improvements in student academic achievement. Elementary and Secondary Education Act of 1965, as amended, Title II, Part A (PL 107-110).

Rural Education (24160). To provide financial assistance to rural districts to carry out activities to help improve the quality of teaching and learning in their schools. Elementary and Secondary Education Act, Title VI, Part B.

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
DESCRIPTION OF SPECIAL REVENUE FUNDS
JUNE 30, 2024**

USDA School Equipment Grant (24183). To purchase equipment needed to serve healthier meals, improve food safety, and to help support the establishment, maintenance, or expansion of the School Breakfast Program.

Title IV Student Support (24189). To account for a federal grant to support well-rounded educational opportunities, safe and healthy students and effective use of technology. ESEA sections 4107, 4108 and 4109. The fund was created by the authority of federal grant provisions.

Stronger Connections Grant (24196). 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, Public Law 105-332.

CARES Act (24309)(24346)(24349)(24350)(24346). Coronavirus Relief Fund, the CARES Act provides for payments to State, Local, and Tribal governments navigating the impact of the COVID-19 outbreak. The fund was created by the authority of federal grant provisions. Funding authorized by Coronavirus Aid, Relief, and Economic Security (CARES) Act, Pub. L. No. 748-284.

Medicaid (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. The fund was created by the authority of federal grant provisions. (Title XIX Social Security Act).

LANL Foundation (26113). Educational enrichment grant in support of The Renaissance Program. Authorized by the New Mexico Public Education Department.

Literacy for Children at Risk (27107). To account for a state grant for the improvement of reading for elementary students. The fund was created by the authority of state grant provisions.

Instructional Materials (27109). To account for revenues and expenditures from a state appropriation to purchase text books. Authority for the creation of this fund is the New Mexico Public Education Department.

Capital Outlay and School Bus Replacement (27118). To account for sports and audio equipment for the school district.

Community Schools Implementation Grant (27127). To account for Implementation of Community Schools program. The fund was created under the provisions of NM Laws of 2024, Section V, Item (BH)

Pre-K Initiative (27149). To account for revenue and expenditures received from... The fund was created by the authority of state grant provisions.

NM Grown Fruit & Vegetables (27183). To account for a state grant to provide students with regionally grown fresh fruits and vegetables. The fund was created by grant provisions.

Bilingual Multiculture EF Laws of 2023 (27575). To account for costs to develop proficiency in two or more languages for New Mexico students.

Stay in School (27588). To accounts for funding to improve outcomes for students with disabilities (SWDs) by decreasing dropout rates and increasing graduation rates.

TOPS (29102). To account for a private grant to be used as specified in the grant. The fund was created by grant provisions.

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
DESCRIPTION OF CAPITAL PROJECTS FUNDS
JUNE 30, 2024**

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities.

The District has the following separate funds classified as Capital Projects Funds:

Nonmajor Capital Projects Fund

Special Capital Outlay State (31400). To account for a grant from the Department of Public Education, in the laws of 2022, Chapter 53, Section 18, paragraph 193,

Senate Bill Nine-Local (31701). The revenues are derived from a district tax levy. Expenditures are restricted to capital improvements, repairs and maintenance, supplies and supply assets used in the upkeep of the facilities.

Senate Bill Nine-Advance (31703). The revenues are derived from a legislative appropriation. Expenditures are restricted to capital improvements.

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2024**

	<u>SPECIAL REVENUE</u>	<u>CAPITAL PROJECTS</u>	<u>TOTAL</u>
ASSETS			
<i>Current Assets</i>			
Cash and cash equivalents	\$ 801,601	760,782	1,562,383
Accounts Receivable			
Taxes Receivable	-	197,325	197,325
Due from Grantors	791,131	59,974	851,105
Interfund Balances	-	-	-
Inventory	<u>19,192</u>	<u>-</u>	<u>19,192</u>
<i>Total Assets</i>	<u>\$ 1,611,924</u>	<u>1,018,081</u>	<u>2,630,005</u>
LIABILITIES AND FUND BALANCES			
<i>Current Liabilities</i>			
Accounts Payable	\$ 5,841	53,781	59,622
Accrued Payroll Liabilities	-	-	-
Interfund Balances	<u>631,780</u>	<u>59,974</u>	<u>691,754</u>
<i>Total Liabilities</i>	<u>637,621</u>	<u>113,755</u>	<u>751,376</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenues	<u>-</u>	<u>114,977</u>	<u>114,977</u>
<i>Total Deferred Inflows of Resources</i>	<u>-</u>	<u>114,977</u>	<u>114,977</u>
<i>Fund balances</i>			
Nonspendable- Inventory	19,192	-	19,192
Restricted for:			
Special Revenue	955,111	-	955,111
Capital Projects	<u>-</u>	<u>789,349</u>	<u>789,349</u>
<i>Total fund balance</i>	<u>974,303</u>	<u>789,349</u>	<u>1,763,652</u>
<i>Total liabilities and fund balance</i>	<u>\$ 1,611,924</u>	<u>1,018,081</u>	<u>2,630,005</u>

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2024**

	<u>SPECIAL REVENUE</u>	<u>CAPITAL PROJECTS</u>	<u>TOTAL</u>
<i>Revenues</i>			
Property Taxes	\$ -	434,970	434,970
Fees	492,640	-	492,640
State and Local Grants	713,333	905,245	1,618,578
Federal Grants	3,734,318	-	3,734,318
Miscellaneous	40,000	-	40,000
<i>Total Revenues</i>	<u>4,980,291</u>	<u>1,340,215</u>	<u>6,320,506</u>
<i>Expenditures</i>			
Current			
Instruction	1,434,622	-	1,434,622
Support Services			
Students	1,097,650	-	1,097,650
Instruction	72,511	-	72,511
General Administration	82,872	3,617	86,489
School Administration	173,569	-	173,569
Central Services	99,378	-	99,378
Operation & Maintenance of Plant	11,488	566,080	577,568
Student Transportation	4,281	-	4,281
Food Services Operations	1,876,724	-	1,876,724
Community Service			
Capital Outlay	69,817	269,705	339,522
<i>Total expenditures</i>	<u>4,922,912</u>	<u>839,402</u>	<u>5,762,314</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>57,379</u>	<u>500,813</u>	<u>558,192</u>
<i>Fund Balances, Beginning of Year</i>	<u>916,924</u>	<u>1,108,408</u>	<u>2,025,332</u>
<i>Restatements, Note R</i>	<u>-</u>	<u>(819,872)</u>	<u>(819,872)</u>
<i>Fund balances, as restated</i>	<u>916,924</u>	<u>288,536</u>	<u>1,205,460</u>
<i>Fund Balances, End of Year</i>	<u>\$ 974,303</u>	<u>789,349</u>	<u>1,763,652</u>

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
NONMAJOR FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2024**

Special Revenue Funds		
	Food Service 21000	Universal Free Meals 21100
ASSETS		
<i>Current Assets</i>		
Cash and Cash Equivalents	\$ 287,076	-
Accounts Receivable		
Taxes Receivable	-	-
Due From Grantor	129,048	-
Interfund Balances	-	-
Inventory	19,192	-
<i>Total Assets</i>	<u>\$ 435,316</u>	<u>-</u>
LIABILITIES AND FUND BALANCES		
<i>Current Liabilities</i>		
Accounts Payable	\$ 157	-
Accrued Payroll Liabilities	-	-
Interfund Balances	-	-
<i>Total Liabilities</i>	<u>157</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES		
Unavailable Revenues	-	-
<i>Total Deferred Inflows of Resources</i>	<u>-</u>	<u>-</u>
<i>Fund Balances</i>		
Nonspendable- Inventory	19,192	-
Restricted for:		
Special Revenue	415,967	-
Capital Projects	-	-
Unassigned	-	-
<i>Total Fund Balance</i>	<u>435,159</u>	<u>-</u>
<i>Total Liabilities, Deferred Inflows, and Fund Balance</i>	<u>\$ 435,316</u>	<u>-</u>

Special Revenue Funds		
Athletics 22000	Non-Instructional Support 23000	Title I IASA 24101
78,323	272,592	-
-	-	-
-	-	221,803
-	-	-
78,323	272,592	221,803
-	5,042	290
-	-	-
-	-	221,513
-	5,042	221,803
-	-	-
-	-	-
-	-	-
78,323	267,550	-
-	-	-
-	-	-
78,323	267,550	-
78,323	272,592	221,803

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
NONMAJOR FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2024**

	Special Revenue Funds	
	Entitlement IDEA-B 24106	Preschool IDEA-B 24109
ASSETS		
<i>Current Assets</i>		
Cash and Cash Equivalents	\$ -	-
Accounts Receivable		
Taxes Receivable	-	-
Due From Grantor	66,810	3,078
Interfund Balances	-	-
Inventory	-	-
<i>Total Assets</i>	<u>\$ 66,810</u>	<u>3,078</u>
LIABILITIES AND FUND BALANCES		
<i>Current Liabilities</i>		
Accounts Payable	\$ 352	-
Accrued Payroll Liabilities	-	-
Interfund Balances	66,458	3,078
<i>Total Liabilities</i>	<u>66,810</u>	<u>3,078</u>
DEFERRED INFLOWS OF RESOURCES		
Unavailable Revenues	-	-
<i>Total Deferred Inflows of Resources</i>	<u>-</u>	<u>-</u>
<i>Fund Balances</i>		
Nonspendable- Inventory	-	-
Restricted for:		
Special Revenue	-	-
Capital Projects	-	-
Unassigned	-	-
<i>Total Fund Balance</i>	<u>-</u>	<u>-</u>
<i>Total Liabilities, Deferred Inflows, and Fund Balance</i>	<u>\$ 66,810</u>	<u>3,078</u>

Special Revenue Funds		
Fresh Fruit & Vegetable 24118	Teacher & Principal Training 24154	Rural and Low Income Schools 24160
-	-	-
-	-	-
5,738	18,942	48,963
-	-	-
<u>5,738</u>	<u>18,942</u>	<u>48,963</u>
-	-	-
-	-	-
<u>5,738</u>	<u>18,942</u>	<u>48,963</u>
<u>5,738</u>	<u>18,942</u>	<u>48,963</u>
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
<u>5,738</u>	<u>18,942</u>	<u>48,963</u>

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
NONMAJOR FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2024**

		Special Revenue Funds	
		USDA School Equipment Grant 24183	Title IV Student Support Academic Achievement 24189
ASSETS			
<i>Current Assets</i>			
Cash and Cash Equivalents	\$	-	-
Accounts Receivable			
Taxes Receivable		-	-
Due From Grantor		-	-
Interfund Balances		-	-
Inventory		-	-
<i>Total Assets</i>	\$	-	-
LIABILITIES AND FUND BALANCES			
<i>Current Liabilities</i>			
Accounts Payable	\$	-	-
Accrued Payroll Liabilities		-	-
Interfund Balances		-	-
<i>Total Liabilities</i>		-	-
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenues		-	-
<i>Total Deferred Inflows of Resources</i>		-	-
<i>Fund Balances</i>			
Nonspendable- Inventory		-	-
Restricted for:			
Special Revenue		-	-
Capital Projects		-	-
Unassigned		-	-
<i>Total Fund Balance</i>		-	-
<i>Total Liabilities, Deferred Inflows, and Fund Balance</i>	\$	-	-

[illegible]

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
NONMAJOR FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2024**

	Special Revenue Funds	
	Title XIX Medicaid 3/21 Years 25153	LANL Foundation 26113
ASSETS		
<i>Current Assets</i>		
Cash and Cash Equivalents	\$ 142,423	18,914
Accounts Receivable		
Taxes Receivable	-	-
Due From Grantor	29,661	-
Interfund Balances	-	-
Inventory	-	-
<i>Total Assets</i>	<u>\$ 172,084</u>	<u>18,914</u>
LIABILITIES AND FUND BALANCES		
<i>Current Liabilities</i>		
Accounts Payable	\$ -	-
Accrued Payroll Liabilities	-	-
Interfund Balances	-	-
<i>Total Liabilities</i>	<u>-</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES		
Unavailable Revenues	-	-
<i>Total Deferred Inflows of Resources</i>	<u>-</u>	<u>-</u>
<i>Fund Balances</i>		
Nonspendable- Inventory	-	-
Restricted for:		
Special Revenue	172,084	18,914
Capital Projects	-	-
Unassigned	-	-
<i>Total Fund Balance</i>	<u>172,084</u>	<u>18,914</u>
<i>Total Liabilities, Deferred Inflows, and Fund Balance</i>	<u>\$ 172,084</u>	<u>18,914</u>

Special Revenue Funds		
GO Bond Student Library Fund (SB66) 27107	Instructional Material Special Appropriation 27109	Capital Outlay and School Bus Replacement 27118
-	108	-
-	-	-
1,786	-	54,217
-	-	-
-	-	-
1,786	108	54,217
-	-	-
-	-	-
1,786	-	54,217
1,786	-	54,217
-	-	-
-	-	-
-	-	-
-	-	-
-	108	-
-	-	-
-	-	-
-	108	-
1,786	108	54,217

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
NONMAJOR FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2024**

	Special Revenue Funds	
	Community Schools Implementation Grant	Prek Initiative
	27127	27149
ASSETS		
<i>Current Assets</i>		
Cash and Cash Equivalents	\$ -	-
Accounts Receivable		
Taxes Receivable	-	-
Due From Grantor	-	147,277
Interfund Balances	-	-
Inventory	-	-
<i>Total Assets</i>	<u>\$ -</u>	<u>147,277</u>
LIABILITIES AND FUND BALANCES		
<i>Current Liabilities</i>		
Accounts Payable	\$ -	-
Accrued Payroll Liabilities	-	-
Interfund Balances	-	147,277
<i>Total Liabilities</i>	<u>-</u>	<u>147,277</u>
DEFERRED INFLOWS OF RESOURCES		
Unavailable Revenues	-	-
<i>Total Deferred Inflows of Resources</i>	<u>-</u>	<u>-</u>
<i>Fund Balances</i>		
Nonspendable- Inventory	-	-
Restricted for:		
Special Revenue	-	-
Capital Projects	-	-
Unassigned	-	-
<i>Total Fund Balance</i>	<u>-</u>	<u>-</u>
<i>Total Liabilities, Deferred Inflows, and Fund Balance</i>	<u>\$ -</u>	<u>147,277</u>

Special Revenue Funds				
NM Grown Fresh Fruit and Vegetables 27183	Bilingual Multicultural Laws of 2024 27575	Stay In School 27588	Private Direct Grants 29102	Total Special Revenue Funds
-	-	-	2,165	801,601
-	-	-	-	-
-	-	63,808	-	791,131
-	-	-	-	-
-	-	-	-	19,192
-	-	63,808	2,165	1,611,924
-	-	-	-	5,841
-	-	-	-	-
-	-	63,808	-	631,780
-	-	63,808	-	637,621
-	-	-	-	-
-	-	-	-	-
-	-	-	-	19,192
-	-	-	2,165	955,111
-	-	-	-	-
-	-	-	-	-
-	-	-	2,165	974,303
-	-	63,808	2,165	1,611,924

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
NONMAJOR FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2024**

	Special Revenue Funds	
	Food Service 21000	Universal Free Meals 21100
<i>Revenues</i>		
Property Taxes	\$ -	-
Fees	33,557	-
State and Local Grants	-	41,478
Federal Grants	1,768,642	-
Miscellaneous	-	-
<i>Total Revenues</i>	<u>1,802,199</u>	<u>41,478</u>
<i>Expenditures</i>		
Current		
Instruction	-	-
Support Services		
Students	-	-
Instruction	-	-
General Administration	18,753	-
School Administration	-	-
Central Services	-	-
Operation & Maintenance of Plant	-	-
Student Transportation	-	-
Other Support Services	-	-
Food Services Operations	1,785,650	41,478
Community Service	-	-
Capital Outlay	12,700	-
Debt service		
Principal	-	-
Interest	-	-
<i>Total Expenditures</i>	<u>1,817,103</u>	<u>41,478</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>(14,904)</u>	<u>-</u>
<i>Fund Balances, Beginning of Year</i>	450,063	-
<i>Restatements, Note R</i>	-	-
<i>Fund balances, as restated</i>	<u>450,063</u>	<u>-</u>
<i>Fund Balances, (Deficits) End of Year</i>	<u>\$ 435,159</u>	<u>-</u>

Special Revenue Funds		
Athletics 22000	Non-Instructional Support 23000	Title I IASA 24101
-	-	-
88,177	370,906	-
-	-	-
-	-	915,027
-	-	-
88,177	370,906	915,027
67,955	-	443,771
-	295,850	239,142
-	-	-
-	-	36,272
-	-	173,569
-	-	17,992
-	-	-
-	-	4,281
-	-	-
-	-	-
-	-	-
-	-	-
67,955	295,850	915,027
20,222	75,056	-
58,101	192,494	-
-	-	-
58,101	192,494	-
78,323	267,550	-

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
NONMAJOR FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2024**

	Special Revenue Funds	
	Entitlement IDEA-B 24106	Preschool IDEA-B 24109
<i>Revenues</i>		
Property Taxes	\$ -	-
Fees	-	-
State and Local Grants	-	-
Federal Grants	401,558	13,391
Miscellaneous	-	-
<i>Total Revenues</i>	<u>401,558</u>	<u>13,391</u>
<i>Expenditures</i>		
Current		
Instruction	348,007	12,840
Support Services		
Students	6,592	-
Instruction	-	-
General Administration	17,226	551
School Administration	-	-
Central Services	29,733	-
Operation & Maintenance of Plant	-	-
Student Transportation	-	-
Other Support Services	-	-
Food Services Operations	-	-
Community Service	-	-
Capital Outlay	-	-
Debt service		
Principal	-	-
Interest	-	-
<i>Total Expenditures</i>	<u>401,558</u>	<u>13,391</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>-</u>
<i>Fund Balances, Beginning of Year</i>	-	-
<i>Restatements, Note R</i>	-	-
<i>Fund balances, as restated</i>	<u>-</u>	<u>-</u>
<i>Fund Balances, (Deficits) End of Year</i>	<u>\$ -</u>	<u>-</u>

Special Revenue Funds		
Fresh Fruit & Vegetable 24118	Teacher & Principal Training 24154	Rural and Low Income Schools 24160
-	-	-
-	-	-
-	-	-
35,276	75,041	53,846
-	-	-
<u>35,276</u>	<u>75,041</u>	<u>53,846</u>
-	58,804	4,884
-	11,023	-
-	-	48,759
-	3,061	203
-	-	-
-	2,153	-
-	-	-
-	-	-
35,276	-	-
-	-	-
-	-	-
<u>35,276</u>	<u>75,041</u>	<u>53,846</u>
<u>-</u>	<u>-</u>	<u>-</u>
-	-	-
-	-	-
<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
NONMAJOR FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2024**

	Special Revenue Funds	
	USDA School Equipment Grant 24183	Title IV Student Support Academic Achievement 24189
<i>Revenues</i>		
Property Taxes	\$ -	-
Fees	-	-
State and Local Grants	-	-
Federal Grants	-	73,633
Miscellaneous	-	-
<i>Total Revenues</i>	<u>-</u>	<u>73,633</u>
<i>Expenditures</i>		
Current		
Instruction	-	70,673
Support Services		
Students	-	-
Instruction	-	-
General Administration	-	2,960
School Administration	-	-
Central Services	-	-
Operation & Maintenance of Plant	-	-
Student Transportation	-	-
Other Support Services	-	-
Food Services Operations	-	-
Community Service	-	-
Capital Outlay	-	-
Debt service		
Principal	-	-
Interest	-	-
<i>Total Expenditures</i>	<u>-</u>	<u>73,633</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>-</u>
<i>Fund Balances, Beginning of Year</i>	-	-
<i>Restatements, Note R</i>	-	-
<i>Fund balances, as restated</i>	<u>-</u>	<u>-</u>
<i>Fund Balances, (Deficits) End of Year</i>	\$ <u>-</u>	<u>-</u>

Stronger Connections Grant 24196	IDEA-B ARPA 24346	Head Start 25127
-	-	-
-	-	-
-	-	-
49,500	11,671	-
-	-	-
49,500	11,671	-
-	11,671	-
-	-	-
-	-	-
-	-	-
-	-	-
49,500	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
49,500	11,671	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
NONMAJOR FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2024**

	Special Revenue Funds	
	Title XIX Medicaid 3/21 Years 25153	LANL Foundation 26113
<i>Revenues</i>		
Property Taxes	\$ -	-
Fees	-	-
State and Local Grants	-	-
Federal Grants	336,733	-
Miscellaneous	-	40,000
<i>Total Revenues</i>	<u>336,733</u>	<u>40,000</u>
<i>Expenditures</i>		
Current		
Instruction	-	10,611
Support Services		
Students	365,071	-
Instruction	-	9,766
General Administration	-	-
School Administration	-	-
Central Services	-	-
Operation & Maintenance of Plant	-	-
Student Transportation	-	-
Other Support Services	-	-
Food Services Operations	-	-
Community Service	-	-
Capital Outlay	-	14,388
Debt service		
Principal	-	-
Interest	-	-
<i>Total Expenditures</i>	<u>365,071</u>	<u>34,765</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>(28,338)</u>	<u>5,235</u>
<i>Fund Balances, Beginning of Year</i>	200,422	13,679
<i>Restatements, Note R</i>	-	-
<i>Fund balances, as restated</i>	<u>200,422</u>	<u>13,679</u>
<i>Fund Balances, (Deficits) End of Year</i>	<u>\$ 172,084</u>	<u>18,914</u>

Special Revenue Funds		
GO Bond Student Library Fund (SB66) 27107	Instructional Material Special Appropriation 27109	Capital Outlay and School Bus Replacement 27118
-	-	-
-	-	-
13,986	23,325	54,217
-	-	-
-	-	-
13,986	23,325	54,217
-	23,217	-
-	-	-
13,986	-	-
-	-	-
-	-	-
-	-	-
-	-	11,488
-	-	-
-	-	-
-	-	-
-	-	-
-	-	42,729
-	-	-
-	-	-
13,986	23,217	54,217
-	108	-
-	-	-
-	-	-
-	-	-
-	108	-

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
NONMAJOR FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2024**

	Special Revenue Funds	
	Community Schools Implementation Grant 27127	Prek Initiative 27149
<i>Revenues</i>		
Property Taxes	\$ -	-
Fees	-	-
State and Local Grants	-	386,035
Federal Grants	-	-
Miscellaneous	-	-
<i>Total Revenues</i>	<u>-</u>	<u>386,035</u>
<i>Expenditures</i>		
Current		
Instruction	-	382,189
Support Services		
Students	-	-
Instruction	-	-
General Administration	-	3,846
School Administration	-	-
Central Services	-	-
Operation & Maintenance of Plant	-	-
Student Transportation	-	-
Other Support Services	-	-
Food Services Operations	-	-
Community Service	-	-
Capital Outlay	-	-
Debt service		
Principal	-	-
Interest	-	-
<i>Total Expenditures</i>	<u>-</u>	<u>386,035</u>
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>-</u>
<i>Fund Balances, Beginning of Year</i>	-	-
<i>Restatements, Note R</i>	-	-
<i>Fund balances, as restated</i>	<u>-</u>	<u>-</u>
<i>Fund Balances, (Deficits) End of Year</i>	<u>\$ -</u>	<u>-</u>

Special Revenue Funds				
NM Grown Fresh Fruit and Vegetables 27183	Bilingual Multicultural Laws of 2024 27575	Stay In School 27588	Private Direct Grants 29102	Total Special Revenue Funds
-	-	-	-	-
-	-	-	-	492,640
14,320	-	179,972	-	713,333
-	-	-	-	3,734,318
-	-	-	-	40,000
14,320	-	179,972	-	4,980,291
-	-	-	-	1,434,622
-	-	179,972	-	1,097,650
-	-	-	-	72,511
-	-	-	-	82,872
-	-	-	-	173,569
-	-	-	-	99,378
-	-	-	-	11,488
-	-	-	-	4,281
-	-	-	-	-
14,320	-	-	-	1,876,724
-	-	-	-	-
-	-	-	-	69,817
-	-	-	-	-
-	-	-	-	-
14,320	-	179,972	-	4,922,912
-	-	-	-	57,379
-	-	-	2,165	916,924
-	-	-	-	-
-	-	-	2,165	916,924
-	-	-	2,165	974,303

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
NONMAJOR FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2024**

	Capital Project Funds				
	Public School Capital Outlay 31200	Special Capital Outlay State 31400	Capital Improvements SB-9 Local 31701	Public School Capital Imp SB-9 31703	Total Capital Project Funds
ASSETS					
<i>Current Assets</i>					
Cash and Cash Equivalents	\$ -	-	101,037	659,745	760,782
Receivables					
Taxes Receivable	-	-	197,325	-	197,325
Due from Grantor	-	59,974	-	-	59,974
<i>Total Assets</i>	<u>\$ -</u>	<u>59,974</u>	<u>298,362</u>	<u>659,745</u>	<u>1,018,081</u>
LIABILITIES AND FUND BALANCES					
<i>Current Liabilities</i>					
Accounts Payable	\$ -	-	-	53,781	53,781
Interfund Balances	-	59,974	-	-	59,974
<i>Total Liabilities</i>	<u>-</u>	<u>59,974</u>	<u>-</u>	<u>53,781</u>	<u>113,755</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable Revenue	-	-	114,977	-	114,977
<i>Total Deferred Inflows of Resources</i>	<u>-</u>	<u>-</u>	<u>114,977</u>	<u>-</u>	<u>114,977</u>
<i>Fund balances</i>					
Nonspendable- Inventory	-	-	-	-	-
Restricted for:					
Special Revenue	-	-	-	-	-
Capital Projects	-	-	183,385	605,964	789,349
<i>Total Fund Balance</i>	<u>-</u>	<u>-</u>	<u>183,385</u>	<u>605,964</u>	<u>789,349</u>
<i>Total Liabilities, Deferred Inflows, and Fund Balances</i>	<u>\$ -</u>	<u>59,974</u>	<u>298,362</u>	<u>659,745</u>	<u>1,018,081</u>

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
NONMAJOR FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2024**

	Capital Project Funds				
	Public School Capital Outlay 31200	Special Capital Outlay State 31400	Capital Improvements SB-9 Local 31701	Public School Capital Imp SB-9 31703	Total Capital Project Funds
<i>Revenues</i>					
Property Taxes	\$ -	-	434,970	-	434,970
State and Local Grants	-	198,559	-	706,686	905,245
<i>Total Revenues</i>	-	198,559	434,970	706,686	1,340,215
<i>Expenditures</i>					
Current					
Instruction	-	-	-	-	-
Support Services					
Students	-	-	-	-	-
Instruction	-	-	-	-	-
General Administration	-	-	3,617	-	3,617
School Administration	-	-	-	-	-
Central Services	-	-	-	-	-
Operation & Maintenance of Plant	-	415	401,930	163,735	566,080
Student Transportation	-	-	-	-	-
Other Support Services	-	-	-	-	-
Food Services Operations	-	-	-	-	-
Community Service	-	-	-	-	-
Capital Outlay	-	198,144	32,291	39,270	269,705
Debt service					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
<i>Total Expenditures</i>	-	198,559	437,838	203,005	839,402
<i>Excess (Deficiency) of Revenues Over (Under) Expenditures</i>	-	-	(2,868)	503,681	500,813
<i>Fund Balances, Beginning of Year</i>	819,872	-	186,253	102,283	1,108,408
<i>Restatements, Note R</i>	(819,872)	-	-	-	(819,872)
<i>Fund balances, as restated</i>	-	-	186,253	102,283	288,536
<i>Fund Balances, End of Year</i>	\$ -	-	183,385	605,964	789,349

SUPPORTING SCHEDULES

STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
CASH RECONCILIATION
June 30, 2024

	Operational	Transportation	Ad Valorem	Food Services
	11000	13000	15200	21000
Cash, June 30, 2023	\$ 1,589,892	(69,957)	105,015	392,202
Add:				
2023-24 revenues	<u>19,579,498</u>	<u>1,099,768</u>	<u>133,590</u>	<u>1,759,012</u>
Total cash available	21,169,390	1,029,811	238,605	2,151,214
Less:				
2023-24 expenditures	(19,428,766)	(1,029,811)	(33,764)	(1,822,660)
Transfers to/from other funds	-	-	-	-
Payroll liabilities	1,264,176	-	-	-
Permanent Cash Transfers	-	-	-	-
Total Outstanding Loans	-	-	-	-
Modified accrual adjustments	<u>(116,274)</u>	<u>-</u>	<u>-</u>	<u>(41,478)</u>
Cash, June 30, 2024	2,888,526	-	204,841	287,076
Loans to/from other funds	<u>(991,135)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash per books	<u>\$ 1,897,391</u>	<u>-</u>	<u>204,841</u>	<u>287,076</u>

Universal Free Lunch 21100	Athletics 22000	Non-Instructional Materials 23000	Federal Flowthrough 24000	Federal Direct 25000
-	58,101	192,495	(1,626,826)	116,704
-	88,176	370,909	4,946,099	2,265,621
-	146,277	563,404	3,319,273	2,382,325
(41,478)	(67,954)	(290,812)	(3,706,140)	(2,539,283)
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
41,478	-	-	22,175	-
-	78,323	272,592	(364,692)	(156,958)
-	-	-	364,692	299,381
-	78,323	272,592	-	142,423

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
CASH RECONCILIATION
June 30, 2024**

	Local Grants 26000	State Flowthrough 27000	State Direct 28000
Cash, June 30, 2023	\$ 13,679	(251,555)	(60,000)
Add:			
2023-24 revenues	<u>40,000</u>	<u>656,319</u>	<u>60,000</u>
Total cash available	53,679	404,764	-
Less:			
2023-24 expenditures	(34,765)	(765,843)	-
Transfers to/from other funds	-	-	-
Payroll liabilities	-	-	-
Permanent Cash Transfers	-	-	-
Total Outstanding Loans	-	-	-
Modified accrual adjustments	<u>-</u>	<u>94,099</u>	<u>-</u>
Cash, June 30, 2024	18,914	(266,980)	-
Loans to/from other funds	<u>-</u>	<u>267,088</u>	<u>-</u>
Cash per books	<u>\$ 18,914</u>	<u>108</u>	<u>-</u>

Local or State 29000	Bond Building Account 31100	Public School Capital Outlay 31200	Special Capital Outlay 31400	Capital Improvement SB9/Local 31701
2,165	2,464,885	819,872	-	187,231
-	1,480,797	1,157,616	138,585	361,625
2,165	3,945,682	1,977,488	138,585	548,856
-	(2,523,886)	(411,434)	(198,559)	(447,819)
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
2,165	1,421,796	1,566,054	(59,974)	101,037
-	-	-	59,974	-
2,165	1,421,796	1,566,054	-	101,037

STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
CASH RECONCILIATION
June 30, 2024

	Educational Technology Equipment Act 31703	Debt Service Fund 41000	Total
Cash, June 30, 2023	\$ 103,494	3,906,910	7,944,307
Add:			
2023-24 revenues	<u>706,685</u>	<u>1,907,171</u>	<u>36,751,471</u>
Total cash available	810,179	5,814,081	44,695,778
Less:			
2023-24 expenditures	(150,434)	(2,967,874)	(36,461,282)
Transfers to/from other funds	-	-	-
Payroll liabilities	-	-	1,264,176
Permanent Cash Transfers	-	-	-
Total Outstanding Loans	-	-	-
Modified accrual adjustments	<u>-</u>	<u>-</u>	<u>-</u>
Cash, June 30, 2024	659,745	2,846,207	9,498,672
Loans to/from other funds	<u>-</u>	<u>-</u>	<u>-</u>
Cash per books	\$ <u><u>659,745</u></u>	<u><u>2,846,207</u></u>	<u><u>9,498,672</u></u>

COMPLIANCE SECTION

**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***

To Joseph M. Maestas, P.E.
New Mexico State Auditor

The Office of Management and Budget
Board of Education
West Las Vegas Schools
Las Vegas, New Mexico

We have audited, in accordance with 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, each major fund, the aggregate remaining fund information, and the budgetary comparison of the general fund and major special revenue funds of West Las Vegas Schools (District) as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 14, 2024.

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.

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. 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.

OFFICE LOCATIONS

TEXAS | Waco | Temple | Hillsboro | Houston
NEW MEXICO | Albuquerque

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

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 no instance of noncompliance or other matter that was required to be reported under *Government Auditing Standards*.

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.

Pattillo, Brown & Hill, LLP

Pattillo, Brown & Hill, LLP
Albuquerque, New Mexico
November 14, 2024

FEDERAL FINANCIAL ASSISTANCE



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To Joseph M. Maestas, P.E.
New Mexico State Auditor

The Office of Management and Budget
The Board of Education
West Las Vegas Schools
Las Vegas, New Mexico

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited West Las Vegas Schools' (the "District") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2024. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

OFFICE LOCATIONS

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NEW MEXICO | Albuquerque



Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the District's federal programs.

Auditor's Responsibility for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Pattillo, Brown & Hill, LLP

Pattillo, Brown, & Hill, L.L.P.
Albuquerque, New Mexico
November 14, 2024

STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2024

Federal Grantor or Pass-Through Grantor/Program Title	Passthrough Number	Federal Assistance Listing #	Federal Expenditures
U.S. Department of Education			
<i>Passthrough State of New Mexico Department of Education</i>			
Education Stabilization Fund Program			
ARP ESSER III-Elementary and Secondary School Emergency Relief Fund	24330	84.425D	\$ 2,055,665
IDEA- American Rescue Plan Act of 2021 (APR)	24346	84.425D	11,671
Total Education Stabilization Fund Program			<u>2,067,336</u>
Special Education Cluster (IDEA)			
Entitlement IDEA B	24106	84.027	401,558
Preschool IDEA-B	24109	84.173	13,391
Total Special Education Cluster			<u>414,949</u>
 Title I-IASA Part A*	24101	84.010*	915,027
Improving Teacher Quality	24154	84.367	75,041
Rural Education	24160	84.358	53,846
Student Support and Academic Enrichment	24189	84.424A	73,633
Stronger Connections	24196	84.424F	49,500
 <i>Total - Passthrough State of New Mexico Department of Education</i>			<u>3,649,332</u>
Total U.S. Department of Education			<u>3,649,332</u>
U.S. Department of Agriculture			
<i>Passthrough State of New Mexico Department of Education</i>			
Fresh Fruits & Vegetables	24118	10.582*	35,276
Child Nutrition Cluster			
School Breakfast Program *	21000	10.553*	540,441
National School Lunch Program*	21000	10.555*	1,157,431
Total Child Nutrition Cluster			<u>1,697,872</u>
 <i>Subtotal - Passthrough State of New Mexico Department of Education</i>			<u>1,733,148</u>
<i>Passthrough State of New Mexico Department of Health and Human Services</i>			
Commodity Supplemental Food Program	21000	10.565	70,770
 <i>Subtotal - Passthrough State of New Mexico Department of Health and Human Services</i>			<u>70,770</u>
 <i>Direct U.S. Department of Agriculture</i>			
Rural Development, Forestry and Communities	11000	10.672	75,868
 <i>Subtotal - Direct U.S. Department of Agriculture</i>			<u>75,868</u>
Total U.S. Department of Agriculture			<u>1,879,786</u>
U.S. Department of Health and Human Services			
<i>Direct Program</i>			
Head Start Program	25127	93.600	2,201,554
 <i>Passthrough State of New Mexico Department of Education</i>			
MEDICAL ASSISTANCE PROGRAM (Medicaid; Title XIX)	25153	93.778	336,733
<i>Total - Passthrough State of New Mexico Department of Education</i>			<u>336,733</u>
Total U.S. Department of Health and Human Services			<u>2,538,287</u>
FEDERAL COMMUNICATIONS COMMISSION			
EMERGENCY CONNECTIVITY FUND PROGRAM	11000	32.009	321,222
 Total Federal Assistance-District			<u>\$ 8,388,627</u>

* Major Federal Financial Assistance Program

See notes to schedule of expenditures of federal awards.

STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2024

Notes to Schedule of Expenditures of Federal Awards

1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes the federal grant activity of the West Las Vegas Schools (District) and is presented on the modified accrual basis of accounting, which is the same basis as was used to prepare the fund financial statements. The information in this Schedule is presented in accordance with the requirements of the Uniform Guidance, Audits of States and Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts present in, or used in the preparation of the financial statements.

2. Subrecipients

The District did not provide any federal awards to subrecipients during the year.

3. Non-Cash Federal Assistance

The District receives USDA Commodities for use in sponsoring the National School Lunch and Breakfast programs. The value of commodities received for the year ended June 30, 2024 was \$70,770 and is reported in the Schedule of Expenditures of Federal Awards under the Department of Agriculture Commodities program, CFDS number 10.565. Commodities are recorded as revenues and expenditures in the food

4. Other

The district opted not to use the 10% de minimus rate for charging indirect costs to federal programs.

Reconciliation of Schedule of Expenditures of Federal Awards to Statement of Revenues, Expenditures, and Changes in Fund Balances

Total federal awards expended per Schedule of Expenditures of Federal Awards	\$ 8,388,627
Total federal grant revenues	\$ <u>8,388,627</u>

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2024**

A. Summary of Audit Results

Financial Statements

Type of auditor's report issued	Unmodified
Internal control over financial reporting	
Material weaknesses identified?	No
Significant deficiencies identified?	No
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
Material weaknesses identified?	No
Significant deficiencies identified?	No
Type of auditor's report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance	No

Identification of major programs:

Federal Assistance Listing Number	Name of Federal Program of Cluster
10.553, 10.555, 10.582 84.010	Child Nutrition Cluster Title I

Dollar threshold used to distinguish between type A and type B programs:	\$750,000
Audited qualified as low risk Auditee	Yes

New Mexico State Requirements

Internal control over state requirements:	
Other non-compliance	No
Other Matters	No

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
SCHEDULES OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2024**

FINANCIAL STATEMENT FINDINGS

NONE

FEDERAL AWARDS FINDING

NONE

SECTION 12-6-5 NMSA 1978 FINDINGS

NONE

**STATE OF NEW MEXICO
COMPONENT UNIT FINDINGS
RIO GALLINAS CHARTER SCHOOL
SCHEDULES OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2024**

FINANCIAL STATEMENT FINDINGS

NONE

FEDERAL AWARDS FINDING

NOT APPLICABLE

OTHER FINDINGS AS REQUIRED BY SECTION 12-6-5 NMSA 1978

NONE

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
SUMMARY OF PRIOR YEAR AUDIT RESULTS
FOR THE YEAR ENDED JUNE 30, 2024**

FINANCIAL STATEMENT FINDINGS

Primary Government

2023-001 (2019-010) NMERB & RHCA- Significant Deficiency – Resolved and Not Repeated

2023-002 (2022-002) PED Cash Report - Significant Deficiency – Resolved and Not Repeated

2023-003 Expenditures - Significant Deficiency – Resolved and Not Repeated

FEDERAL AWARDS FINDING

Primary Government

NONE

SECTION 12-6-5 NMSA 1978 FINDINGS

Primary Government

2023-004 (2022-006) Contracts - Other Matters- Resolved and Not Repeated

2023-005 Old Outstanding Checks - Other Matters – Resolved and Not Repeated

2023-006 Anti-Donation - Other Matters – Resolved and Not Repeated

**STATE OF NEW MEXICO
RIO GALLINAS CHARTER SCHOOL
SUMMARY OF PRIOR YEAR AUDIT RESULTS
FOR THE YEAR ENDED JUNE 30, 2024**

FINANCIAL STATEMENT FINDINGS

Component Unit

NONE

FEDERAL AWARDS FINDING

Component Unit

NONE

SECTION 12-6-5 NMSA 1978 FINDINGS

Component Unit

2023-001 (2022-002) - New Mexico Public Schools Insurance Authority (NMPSIA) - Other Matters-
Resolved and Not Repeated

**STATE OF NEW MEXICO
WEST LAS VEGAS SCHOOLS
EXIT CONFERENCE
JUNE 30, 2024**

The contents of this report were discussed in the exit conference held on November 14, 2024 with the following in attendance:

Representing West Las Vegas Schools:

Christopher Gutierrez, Superintendent
Christopher L. Lopez, Board Member
Gabriel Salazar, Board Member
James Bonney, Business Manager
Natasha Garduno, Comptroller
Raymond Lujan, Chair of the Audit Committee
Janet Ulibarri, Parent Member of the Audit Committee
Chris Cavazos, At-Large Member of the Audit Committee

Representing Pattillo, Brown & Hill, LLP:

Chris Garner, CPA

Auditor Prepared Financials:

The financial statements were prepared with the assistance of Pattillo, Brown & Hill, LLP from the books and records of West Las Vegas Schools. The District's management has reviewed and approved the financial statements and related notes and they believe that their records adequately support the financial statements.

APPENDIX C

THE BOOK-ENTRY-ONLY SYSTEM

This section describes how ownership of the Bonds is to be transferred and how the principal of, premium, if any, and interest on the Bonds are to be paid to and credited by The Depository Trust Company, New York, New York ("DTC") while the Bonds are registered in its nominee name. The information in this section concerning DTC and the Book-Entry-Only System has been provided by DTC for use in disclosure documents such as this Official Statement. The District, the Municipal Advisor and the Underwriters believe the source of such information to be reliable, but take no responsibility for the accuracy or completeness thereof.

The District and the Underwriters cannot and do not give any assurance that (1) DTC will distribute payments of debt service on the Bonds, or redemption notices or other notices to DTC Participants, (2) DTC Participants or others will distribute debt service payments paid to DTC or its nominee (as the registered owner of the Bonds), or redemption notices or other notices to the Beneficial Owners, or that they will do so on a timely basis, or (3) DTC will serve and act in the manner described in this Official Statement. The current rules applicable to DTC are on file with the United States Securities and Exchange Commission, and the current procedures of DTC to be followed in dealing with DTC Participants are on file with DTC.

DTC will act as securities depository for the Bonds. The 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 Bond certificate will be issued for each maturity of the Bonds, each in the aggregate principal amount of such maturity 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 3.5 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 a S&P Global Ratings rating of AA+. The DTC Rules applicable to its Participants are on file with the United States Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com.

Purchases of Bonds under the DTC system must be made by or through Direct Participants, which will receive a credit for the Bonds on DTC's records. The ownership interest of each actual purchaser of each 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 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 Bonds, except in the event that use of the book-entry system for the Bonds is discontinued.

To facilitate subsequent transfers, all 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 Bonds with DTC and their registration in the name of Cede & Co. or such

other DTC nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Bonds; DTC's records reflect only the identity of the Direct Participants to whose accounts such 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. Beneficial Owners of Bonds may wish to take certain steps to augment the transmission to them of notices of significant events with respect to the Bonds, such as redemptions, tenders, defaults, and proposed amendments to the Bond documents. For example, Beneficial Owners of Bonds may wish to ascertain that the nominee holding the Bonds for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the registrar and request that copies of notices be provided directly to them.

Redemption notices shall be sent to DTC. If less than all of the Bonds within a maturity are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such maturity to be redeemed.

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to 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 Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

All payments on the 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 the Paying Agent/Registrar, 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, the Paying Agent/Registrar, or the District, subject to any statutory or regulatory requirements as may be in effect from time to time. All payments, with respect to the Bonds, to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) are the responsibility of the District or the Paying Agent/Registrar, 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 Bonds at any time by giving reasonable notice to the District or the Paying Agent/Registrar. Under such circumstances, in the event that a successor depository is not obtained, Bond certificates are required to be printed and delivered.

The District may decide to discontinue use of the system of book-entry-only transfers through DTC (or a successor Securities depository). In that event, Bond certificates will be printed and delivered to bond holders.

The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that the District, the Municipal Advisor and the Underwriters believe to be reliable, but none of the District, the Municipal Advisor or the Underwriters take any responsibility for the accuracy thereof.

Use of Certain Terms in Other Sections of this Official Statement

In reading this Official Statement it should be understood that while the Bonds are in the Book-Entry-Only System, references in other sections of this Official Statement to registered owners should be read to include the person for which the Direct or Indirect Participant acquires an interest in the Bonds, but (i) all rights of ownership must be exercised through DTC and the Book-Entry-Only System, and (ii) except as described above, notices that are to be given to registered owners under the Bond Order will be given only to DTC.

Effect of Termination of Book-Entry-Only System

In the event that the Book-Entry-Only System is discontinued by DTC or the use of the Book-Entry-Only System is discontinued by the District, printed Bonds will be issued to the holders and the Bonds will be subject to transfer, exchange and registration provisions as set forth in the Resolution and summarized under “The Bonds” below in this Official Statement

APPENDIX D

FORMS OF CO-BOND COUNSEL'S OPINIONS

*[An opinion in substantially the following form will be delivered by McCall,
Parkhurst & Horton L.L.P., Co-Bond Counsel, upon the delivery of the
Bonds, assuming no material changes in facts or law.]*

§ _____
WEST LAS VEGAS MUNICIPAL SCHOOL DISTRICT NO. 1
GENERAL OBLIGATION SCHOOL BONDS
SERIES 2025

We have acted as Co-Bond Counsel in connection with the issuance by the West Las Vegas Municipal School District No. 1 (the "Issuer"), of its General Obligation School Bonds, Series 2025 in the aggregate principal amount of \$_____ (the "Bonds"). We have examined those portions of the Constitution and laws of the State of New Mexico considered by us relevant to this opinion, certified copies of the proceedings of the Issuer and other documents authorizing and relating to the issuance of the Bonds, including the form of the Bonds approved by the Issuer. We have acted as Co-Bond Counsel for the Issuer for the sole purpose of rendering an opinion with respect to the validity of the Bonds under the Constitution and laws of the State of New Mexico and with respect to the application to the Bonds of those provisions of the Internal Revenue Code of 1986, as amended (the "Code"), as to which an opinion is rendered herein and for no other reason or purpose.

We have not been engaged nor have we undertaken to review the accuracy, completeness or sufficiency of the Official Statement provided to us or other offering material relating to the Bonds (except to the extent, if any, stated in the Official Statement) and we express no opinion relating thereto (excepting only the matters set forth as our opinion in the Official Statement), nor have we been requested to investigate or verify, nor have we independently investigated or verified any records, data or other material relating to the financial condition or capabilities of the Issuer and have not assumed any responsibility with respect thereto.

As to questions of fact material to our opinion, we have relied upon the certified proceedings and other certifications of public officials furnished us without undertaking to verify the same by independent investigation.

Based upon the foregoing, we are of the opinion that, under existing law:

1. The Bonds have been authorized, issued and delivered in accordance with the Constitution and laws of the State of New Mexico and constitute valid and legally binding general obligations of the Issuer.



2. All taxable property within the territory of the Issuer is subject to ad valorem taxation without limitation as to rate or amount to pay the Bonds. The Issuer is required by law to include in its annual tax levy the principal and interest coming due on the Bonds to the extent the necessary funds are not provided from other sources.

3. Except as discussed below, the interest on the Bonds is excludable from the gross income of the owners for federal income tax purposes under the statutes, regulations, published rulings and court decisions existing on the date of this opinion. We further are of the opinion that the Bonds are not "specified private activity bonds" and that accordingly, interest on the Bonds will not be included as an individual alternative minimum tax preference item under Section 57(a)(5) of the Code. In expressing the aforementioned opinions, we have relied on, and assume compliance by the Issuer with, certain representations and covenants regarding the use and investment of the proceeds of the Bonds. We call your attention to the fact that failure by the Issuer to comply with such representations and covenants may cause the interest on the Bonds to become includable in gross income retroactively to the date of issuance of the Bonds.

4. The interest on the Bonds is excluded from net income for New Mexico state income tax purposes.

Except as stated above, we express no opinion as to any other federal, state or local tax consequences of acquiring, carrying, owning or disposing of the Bonds, including the amount, accrual or receipt of interest on, the Bonds. In particular, but not by way of limitation, we express no opinion with respect to the federal, state or local tax consequences arising from the enactment of any pending or future legislation. Owners of the Bonds should consult their tax advisors regarding the applicability of any collateral tax consequences of owning the Bonds.

We call your attention to the fact that the interest on tax-exempt obligations, such as the Bonds, may be includable in a corporation's adjusted financial statement income for purposes of determining the alternative minimum tax imposed on certain corporations by section 55 of the Code.

Our opinions are based on existing law, which is subject to change. Such opinions are further based on our knowledge of facts as of the date hereof. We assume no duty to update or supplement our opinions to reflect any facts or circumstances that may thereafter come to our attention or to reflect any changes in any law that may thereafter occur or become effective. Moreover, our opinions are not a guarantee of result and are not binding on the Internal Revenue Service (the "Service"); rather, such opinions represent our legal judgment based upon our review of existing law and in reliance upon the representations and covenants referenced above that we deem relevant to such opinions. The Service has an ongoing audit program to determine compliance with rules that relate to whether interest on state or local obligations is includable in gross income for federal income tax purposes. No assurance can be given whether or not the Service will commence an audit of the Bonds. If an audit is commenced, in accordance with its current published procedures the Service is likely to treat the Issuer as the taxpayer. We observe that the Issuer has covenanted not to take any action, or omit to take any action within its control, that if taken or omitted, respectively, may result in the treatment of interest on the Bonds as includable in gross income for federal income tax purposes.



It is to be understood that the rights of the holders of the Bonds and the enforceability thereof may be subject to bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting creditors' rights heretofore or hereafter enacted to the extent constitutionally applicable and that their enforcement may also be subject to the exercise of judicial discretion in appropriate cases.

The foregoing opinions represent our legal judgment based upon a review of existing legal authorities that we deem relevant to render such opinions and are not a guarantee of a result.

Respectfully,

An opinion in substantially the following form will be delivered by Cuddy & McCarthy, LLP, Bond Counsel, upon delivery of the Bonds, assuming no material changes in facts or law.

**\$2,000,000
WEST LAS VEGAS MUNICIPAL SCHOOL DISTRICT NO. 1
GENERAL OBLIGATION SCHOOL BONDS
SERIES 2025**

We have acted as Co-Bond Counsel in connection with the issuance by the West Las Vegas Municipal School District No. 1, County of San Miguel, State of New Mexico ("Issuer"), of its General Obligation School Bonds, Series 2025 ("Bonds") in the aggregate principal amount of \$2,000,000.00. In addition to examining those portions of the Constitution and laws of the State of New Mexico considered by us to be relevant to this opinion, we have reviewed certified copies of the proceedings of the Issuer and documents authorizing the release of the Bonds, including the form of Bond approved by the Issuer. We have acted as Co-Bond Counsel for the Issuer for the sole purpose of rendering an opinion with respect to the validity of the Bonds under the Constitution and laws of the State of New Mexico, as to which an opinion is rendered herein, and for no other reason or purpose.

We have not been engaged nor have we undertaken to review the accuracy, completeness, or sufficiency of any offering material relating to the Bonds, and we express no opinion relating thereto. We have not been requested to investigate or verify, nor have we independently investigated or verified any records, data, or other material relating to the financial condition or capabilities of the Issuer, and we have not assumed and do not assume any responsibility with respect thereto.

As to questions of fact material to our opinion, we have relied upon the certified proceedings and other certifications of public officials furnished us without undertaking to verify the same by independent investigation.

Based upon the foregoing, we are of the opinion that under existing law:

1. The Bonds have been authorized, issued, and delivered in accordance with the Constitution and laws of the State of New Mexico, and constitute valid and legally binding general obligations of the Issuer.

2. All taxable property within the territory of the Issuer is subject to ad valorem taxation without limitation as to rate or amount to pay the Bonds. The Issuer is required by law to include in its annual tax levy the principal and interest coming due on the Bonds, to the extent the necessary funds are not provided from other sources.

3. The interest on the Bonds is excluded from net income for New Mexico State income tax purposes.

4. We express no opinion as to any federal tax consequences resulting from the ownership, carrying, or disposition of the Bonds, and in particular, no opinion is expressed as to the excludability of interest on the Bonds from the gross income of the holders, for federal tax purposes.

Except as stated above, we express no opinion as to any other federal, state, or local tax consequences of acquiring, carrying, owning, or disposing of the Bonds. In particular, but not by way of limitation, we express no opinion with respect to the federal, state or local tax consequences arising from the enactment of any pending or future legislation. Owners of the Bond should consult their tax advisors regarding the applicability of any collateral tax consequences of owning the Bonds.

We note that the rights of the holders of the Bonds and the enforceability thereof may be subject to bankruptcy, insolvency, reorganization, moratorium, and other similar laws affecting creditors' rights heretofore or hereafter enacted to the extent constitutionally applicable, and that their enforcement may also be subject to the exercise of judicial discretion in appropriate cases.

The foregoing opinions represent our legal judgment based upon a review of existing legal authorities that we deem relevant to render such opinions and are not a guarantee of a result.

Very truly yours,

APPENDIX E

OFFICIAL NOTICE OF BOND SALE

OFFICIAL NOTICE OF BOND SALE

WEST LAS VEGAS MUNICIPAL SCHOOL DISTRICT NO. 1
COUNTY OF SAN MIGUEL, STATE OF NEW MEXICO
GENERAL OBLIGATION SCHOOL BONDS
SERIES 2025 - \$2,000,000*

PUBLIC NOTICE IS HEREBY GIVEN that the West Las Vegas Municipal School District No. 1 ("District"), San Miguel County, New Mexico, will, until the hour of 8:30 a.m., local time, on June 3, 2025, at the office of RBC Capital Markets, 6301 Uptown Blvd, NE, Suite 110, Albuquerque, New Mexico 87110, receive bids for the purchase of the District's General Obligation School Bonds, Series 2025 ("Bonds"), in the aggregate principal amount of \$2,000,000*, subject to adjustment described below, and then publicly open the same. Bids may be submitted as a sealed bid or as an electronic bid using the facilities of PARITY. Submission of bids is further discussed below. Award of the Bonds will be pursuant to a resolution authorizing the Bonds adopted by the Board of Education of the District on May 8, 2025, and a pricing certificate executed by an authorized pricing officer of the District ("Pricing Officer") determining certain terms of the Bonds pursuant to provisions of the resolution (collectively, the "Bond Resolution").

For purposes of the written sealed bids, and bids received through the electronic bidding process, the time as maintained by PARITY shall constitute the official time.

For information purposes only, bidders are requested to state in their electronic bids the true interest cost to the District, as described under "BASIS OF AWARD" below. All bids shall be deemed to incorporate the provisions of this Official Notice of Bond Sale ("Notice") and the Official Bid Form.

Bids Delivered to the District:

Sealed bids, plainly marked "Bid for Bonds," should be addressed to "West Las Vegas Municipal School District No. 1" and delivered to the West Las Vegas Municipal School District No. 1, c/o RBC Capital Markets, LLC, 6301 Uptown Blvd., NE, Suite 110, Albuquerque, New Mexico 87110, prior to 8:30 a.m., local time, on June 3, 2025 (the "Bid Date"), the date of the bid opening. Such bids must be submitted on the Official Bid Form, without alteration or interlineation or through the electronic bidding process described below.

Electronic Bidding Procedures:

Any prospective bidder that intends to submit an electronic bid must submit its electronic bid through the facilities of PARITY. Subscription to i-Deal's BIDCOMP Competitive Bidding System is required in order to submit an electronic bid. The District will neither confirm any subscription nor be responsible for the failure of any prospective bidder to subscribe.

An electronic bid made through the facilities of PARITY shall be deemed an irrevocable offer to purchase the Bonds on the terms provided in this Notice, and shall be binding upon the bidder as if made by a signed, sealed bid delivered to the District. The District and RBC Capital Markets, LLC ("District's

*Subject to change, see "ADJUSTMENT OF THE BONDS" herein

Municipal Advisor") shall not be responsible for any malfunction or mistake made by or as a result of the use of the facilities of PARITY, the use of such facilities being the sole risk of the prospective bidder.

If any provisions of this Notice conflict with information provided by PARITY, as the approved provider of electronic bidding services, this Notice shall control. Further information about PARITY, including any fee charged, may be obtained from BIDCOMP/PARITY, 1359 Broadway, 2nd Floor, New York, New York 10018, i-Deal Prospectus: (212) 849-5024 or (212) 849-5025; BidComp/Parity: (212) 849-5021.

Adjustment of Bid Parameters and Taking of Bids for the Bonds:

The Pricing Officer may, after consultation with the District's Municipal Advisor, in the Pricing Officer's sole discretion and prior to the opening of bids, (i) adjust the aggregate principal amount set forth herein; (ii) adjust individual maturities; and/or (iii) modify or clarify any other term hereof by issuing a notification of the adjusted amounts, modification or clarification via Thomson Municipal News ("TM3") and/or Bloomberg Financial Services no later than 8:30 a.m., prevailing Mountain Time, on the Bid Date. The Pricing Officer may also, after consultation with the District's Municipal Advisor, in the Pricing Officer's sole discretion on notice given at least twenty-four (24) hours prior to the original bid deadline on the original Bid Date, reschedule the original Bid Date and bid deadline, and may, at that time or a subsequent time on at least twenty-four (24) hours prior notice, in each case via TM3 and/or Bloomberg Financial Services, establish a rescheduled bid due date and rescheduled bid deadline and a place where electronic bids will be publicly examined.

THE BONDS

The Bonds will be dated as of their date of initial delivery, expected to be July 9, 2025, and will be issued as fully registered bonds in the denomination of \$5,000 each or any integral multiple thereof. The Bonds will be issued in book-entry-only form through the facilities of The Depository Trust Company, New York, New York and beneficial owners will not receive physical delivery of Bond certificates. BOKF, will be the initial paying agent/registrar for the Bonds. The Bonds will mature on August 15 in each of the years and in the principal amounts (preliminary) as follows:

<u>Years</u>	<u>Amount Maturing</u>
2026	\$325,000
2027	155,000
2028	155,000
2029	155,000
2030	155,000
2031	155,000
2032	155,000
2033	155,000
2034	155,000
2035	155,000
2036	155,000
2037	125,000

Both principal and interest on the Bonds will be payable in lawful money of the United States of America, and the principal of each Bond will be payable at the principal office of the paying agent/registrars for the Bonds. The interest on each Bond shall be payable by check or draft mailed to the respective registered owners thereof at the address as it appears on the registration books of said paying agent/registrars or any successor paying agent/registrars. Said issue constitutes a portion of the bonds which were authorized at a special election held on February 25, 2025, and are for the purpose of erecting, remodeling, making additions to and furnishing school buildings, purchasing or improving school grounds and purchasing computer software and hardware for student use in public schools, providing matching funds for capital outlay projects funded pursuant to the Public School Capital Outlay Act, or any combination of these purposes, and will constitute general obligation bonds of the District, payable from general taxes that may be levied without limitation as to rate or amount.

ADJUSTMENT OF THE BONDS

After selecting the best bid pursuant to "BASIS OF AWARD" herein, the aggregate principal amount of the Bonds and the maturity schedule for such series may be adjusted as determined by the Pricing Officer and its Municipal Advisor in \$5,000 increments to produce proceeds of the sale of the Bonds to the District (principal and net premium) of \$2,000,000 plus an amount for costs of issuance of the Bonds as determined by the Pricing Officer. Any such adjustment of the aggregate principal amount of the Bonds and/or the maturity schedule for the Bonds made by the Pricing Officer and the District's Municipal Advisor, RBC Capital Markets, LLC, subsequent to deadline for the submission of bids shall be subsequent to the award of the Bonds to the winning bidder. Any such adjustment will be communicated to the winning bidder within three (3) hours of the deadline for the submission of bids and any adjustment will be done in a "spread neutral" manner.

In the event that the District exercises its right to make adjustments to the aggregate principal amount of the Bonds and/or the maturity schedule, the winning bidder must execute and promptly deliver to the District an acknowledgment of and agreement with such modifications, and the Bonds shall be payable in the principal amounts contained therein and shall bear interest at the respective interest rates submitted by the winning bidder in its bid.

QUALIFIED TAX-EXEMPT OBLIGATIONS

The Pricing Officer intends to designate the Bonds as "QUALIFIED TAX-EXEMPT OBLIGATIONS" for purposes of Section 265 of the Internal Revenue Code of 1986, as amended ("Code"). Section 265 of the Code permits the designation of governmental bonds such as these Bonds as qualified tax-exempt obligations based upon certain representations made herein below (and certain representations by the initial purchaser of the Bonds):

- (a) The Bonds are not private activity bonds;
- (b) The District does not reasonably expect to issue qualified tax-exempt obligations in an aggregate principal amount exceeding \$10,000,000 during calendar year 2025; and
- (c) The District has not and will not designate more than \$10,000,000 in aggregate principal amount of qualified tax-exempt obligations during calendar year 2025.

REDEMPTION

The Bonds maturing on or after August 15, 2034, may be redeemed prior to their scheduled maturities on August 15, 2033, or on any date thereafter, in whole or in part, on any interest payment date, at the option of the District, with funds derived from any available and lawful source, and the District shall designate the amount that is to be redeemed, and if less than a whole maturity is to be redeemed, the District shall direct the Paying Agent/Registrar to call by lot Bonds, or portions thereof within such maturity, for redemption (provided that a portion of a Bond may be redeemed only in an integral multiple of \$5,000), at the redemption price of par, plus accrued interest to the date fixed for prepayment or redemption.

PAYMENT OF PURCHASE PRICE

The purchaser will be required to make payment of the balance of the purchase price of the Bonds (after credit for the bidder's good-faith deposit, without interest to the purchaser) in immediately available funds at a depository designated by the District.

INTEREST RATE, BID LIMITATIONS, AND MAXIMUM PREMIUM LIMITATION

Interest on the Bonds will be payable on February 15, 2026, and semi-annually thereafter on August 15 and February 15 in each year until maturity or redemption prior to maturity.

It is permissible to bid different or split rates of interest; provided, however, that: (1) no bid shall specify more than one interest rate for each maturity; (2) each interest rate specified must be stated in a multiple of one-eighth ($1/8^{\text{th}}$) or one-twentieth ($1/20^{\text{th}}$) of one percent (1%) per annum; and (3) the maximum interest rate specified for any maturity shall not exceed 5% and the maximum interest rate may not exceed the minimum interest rate specified for any other maturity by more than three percent (3%).

The Bonds will not be sold for less than par plus accrued interest, if any, nor will a premium in excess of eight percent (8%) of par be accepted.

Bidders are required to submit a bid specifying the lowest rate or rates of interest and premium, if any, at which such bidder will purchase the Bonds. For informational purposes only, each bidder is requested to specify the True Interest Cost on the Bonds stated as a nominal annual percentage rate (see "BASIS OF AWARD" below). Only unconditional bids shall be considered. Bids should be submitted on the Official Bid Form, which may be obtained from the District's Municipal Advisor (see "FURTHER INFORMATION" below).

INSURANCE

The District may apply for municipal bond insurance for payment of principal of and interest on the Bonds. If the Bonds are approved for municipal bond insurance, the Bonds may be insured at the bidder's request and expense; and if the successful bidder desires that a legend be printed on the Bonds stating they are insured, the form of such legend and a written request that it be printed on the Bonds must be received by the District's Municipal Advisor, identified under "Further Information" below, within forty-eight (48) hours of the award of the Bonds to the successful bidder. At the delivery of the Bonds, the bidder is required to provide documentation to the District confirming that the premiums due the

insurance company and any rating agency fees (other than the fee of Moody's Investors Service, which will be paid by the District) have been fully paid.

BASIS OF AWARD

The Bonds will be awarded to the best bidder, considering the interest rate or rates specified and the premium offered, if any, and subject to the right of the Pricing Officer to reject any and all bids and re-advertise. The best bid will be determined and will be awarded on the basis of the True Interest Cost of the Bonds (i.e., using a True Interest Cost method) for each bid received, and an award will be made (if any is made) to the responsible bidder submitting the bid that results in the lowest actuarial yield on the Bonds. "True Interest Cost" of the Bonds, as used herein, means that yield, which if used to compute the present worth, as of the date of the Bonds, of all payments of principal and interest to be made on the Bonds, from their date to their respective maturity dates, as specified in the maturity schedule and without regard to the possible optional prior redemption of the Bonds, using the interest rates specified in the bid, produces an amount equal to the principal amount of the Bonds plus any premium bid. No adjustment shall be made in such calculation for accrued interest on the Bonds from their date to the date of delivery thereof. Such calculation shall be based on a 360-day year consisting of twelve 30-day months and a semiannual compounding interval. The Bonds will not be sold for less than par plus accrued interest, if any, nor will a premium in excess of eight percent (8%) of par be accepted. The District reserves the right to waive any irregularity or informality in any bid, except time of filing.

GOOD FAITH DEPOSIT

All bids shall be sealed, except bids received by electronic transmission and except for any bid of the State of New Mexico, if one is received, and (i) shall include a good faith deposit of \$40,000 in the form of cash, cashier's or treasurer's check of, or by certified check drawn on, a solvent commercial bank or trust company in the United States of America and payable to the "West Las Vegas Municipal School District No. 1" which must accompany any bid or be submitted prior to the submission of such bid or (ii) not later than 2:30 p.m., prevailing Mountain time, on June 3, 2025, and prior to the official award of the Bonds, the successful bidder must send an electronic wire transfer to such account as the District shall specify in immediately available funds a good faith deposit of \$40,000. (If such wire transfer is not received from the successful bidder by 2:30 p.m., prevailing Mountain time, on June 3, 2025, the next best bidder may be awarded the Bonds.) No interest on such good faith deposit will accrue to the successful bidder. The good faith deposit will be applied to the purchase price of the Bonds.

The good faith deposit shall be returned for all non-successful bids or if no bid is accepted. If the successful bidder shall fail or neglect to complete the purchase of the Bonds within forty-five (45) days following the acceptance of the bid or within ten (10) days after the Bonds are offered for delivery, whichever is later, the amount of the deposit shall be forfeited to the District as liquidated damages and, in that event, the Pricing Officer may accept the bid of the one making the next best bid. If all bids are rejected, the Pricing Officer may re-advertise the Bonds for sale in the same manner as herein. If there be two or more equal bids and such bids are the best bids received, the Pricing Officer shall determine which bid shall be accepted.

TIME OF AWARD AND DELIVERY

The Pricing Officer will take action awarding the Bonds or rejecting all bids not later than the close of business on the day of the receipt of the bids. Delivery of the Bonds will be made to the successful bidder through the facilities of The Depository Trust Company, New York, New York, within forty-five (45) days of the acceptance of the bid. If for any reason delivery cannot be made within forty-five (45) days, the successful bidder shall have the right to purchase the Bonds during the succeeding ten (10) days upon the same terms, or at the request of the successful bidder, during said succeeding ten (10) days, the good-faith deposit will be returned, and such bidder shall be relieved of any further obligation. The successful bidder shall make final payment for the Bonds in immediately available funds to the District for immediate and unconditional credit to the account of the District. It is anticipated that the delivery of the Bonds will be on or about July 9, 2025.

FURTHER INFORMATION

Information concerning the Bonds, information regarding electronic bidding procedures, bid submission and other matters related to the Bonds, including printed copies of this Notice, the Official Bid Form, and the Preliminary Official Statement relating to the Bonds ("Preliminary Official Statement"), may be obtained from the District's Municipal Advisor, RBC Capital Markets LLC, 6301 Uptown Blvd., NE, Suite 110, Albuquerque, New Mexico 87110. This Notice, the Official Bid Form and the Preliminary Official Statement are available for viewing in electronic format from MuniPlatform at <https://www.muniplatform.com/>. The District has prepared the accompanying Preliminary Official Statement for dissemination to potential purchasers of the Bonds, but will not prepare any other document or version for such purpose except as described below. In addition, any NASD registered broker-dealers or dealer banks with The Depository Trust Company clearing arrangements who bid on the Bonds are advised that they may either: (a) print out a copy of the Preliminary Official Statement on their own printer, or (b) at any time prior to the sale date, elect to receive a photocopy of the Preliminary Official Statement in the mail by requesting it from the District's Municipal Advisor. All bidders must review the Preliminary Official Statement, and by submitting a bid for the Bonds, each bidder certifies that such bidder has done so prior to participating in the bidding.

The District will agree in the resolution authorizing the Bonds to provide certain periodic information and notices of material events in accordance with Securities and Exchange Commission Rule 15c2-12 ("Rule"), as described in the Official Statement under "Continuing Disclosure of Information." The Purchaser's obligation to accept and pay for the Bonds is conditioned upon the delivery to the Purchaser or its agent of a certified copy of the resolution authorizing the Bonds containing the agreement described under such heading.

The Preliminary Official Statement is deemed final by the District for purposes of Rule 15c2-12(b)(1), except for the omission of the following information: the offering price(s), interest rate(s), selling compensation, aggregate principal amount, principal amount per maturity, delivery dates, any other terms or provisions required by an issuer of such securities to be specified in the winning bid, ratings, other terms of the securities depending on such matters, and the identity of the purchaser. The District will furnish to the successful bidder or bidders, acting through a designated senior representative, in accordance with instructions received from such successful bidder(s) in order to comply with the Rule, within seven (7) business days from the sale date electronic copies of the final Official Statement,

reflecting interest rates and other terms relating to the initial reoffering of the Bonds. The cost of preparation of the Official Statement shall be borne by the District.

LEGAL OPINIONS

The New Mexico Department of Justice's written approval of the Bonds, as to form and legality, will be supplied. In addition, the legality of the Bonds will be approved by Cuddy & McCarthy, LLP, Attorneys at Law, Santa Fe, New Mexico, and McCall, Parkhurst & Horton L.L.P., Attorneys at Law, Austin, Texas ("District's Co-Bond Counsel"), whose opinions approving the legality of the Bonds will be furnished at no cost to the successful bidder. The opinions will state in substance that the issue of the Bonds in the amount aforesaid is valid and legally binding upon the District, that all of the taxable property in the District is subject to the levy of a tax to pay the same without limitation of rate or amount, and that interest on the Bonds is excludable from gross income for purposes of federal income tax.

ESTABLISHING THE ISSUE PRICE FOR THE BONDS

The District intends to rely on Treasury Regulation section 1.148-1(f)(3)(i) (defining "competitive sale" for purposes of establishing the issue price of municipal bonds), which require, among other things, that the District receives bids from at least three underwriters of municipal bonds who have established industry reputations for underwriting new issuances of municipal bonds ("Competitive Sale Requirement").

In the event that the bidding process does not satisfy the Competitive Sale Requirement, the fact of which will be communicated by the District's Municipal Advisor to the winning bidder by 2:30 p.m. the day of sale or, in the event such information is not communicated by the District's Municipal Advisor, then promptly upon the request of the winning bidder, bids will not be subject to cancellation and the winning bidder (i) agrees to promptly report to the District the first prices at which at least 10% of each maturity of the Bonds (the "First Price Maturity") have been sold to the Public on the Sale Date (the "10% Test") and (ii) agrees to hold-the-offering-price of each maturity of the Bonds that does not satisfy the 10% Test ("Hold-the-Price Maturity"), as described below.

In order to provide the District with information that enables it to comply with the establishment of the issue price of the Bonds under the Internal Revenue Code of 1986, as amended, the winning bidder agrees to complete, execute, and timely deliver to the District or to the District's Municipal Advisor a certification as to the Bonds' "issue price" ("Issue Price Certificate") substantially in the form and to the effect accompanying this Notice, within five business days prior to the Closing Date if the Competitive Sale Requirement is satisfied or within five business days of the date on which the 10% Test is satisfied with respect to all of the maturities. In the event the winning bidder will not reoffer any maturity of the Bonds for sale to the Public (as defined herein) by the Closing Date, the Issue Price Certificate may be modified in a manner approved by the District. It will be the responsibility of the winning bidder to institute such syndicate reporting requirements, to make such investigation, or otherwise to ascertain such facts necessary to enable it to make such certification with reasonable certainty. Any questions concerning such certification should be directed to McCall, Parkhurst & Horton, L.L.P., Co-Bond Counsel (as identified in the Preliminary Official Statement).

For purposes of this section of this Notice of Sale:

(i) "Public" means any person (including an individual, trust, estate, partnership, association, company, or corporation) other than an Underwriter or a Related Party to the Underwriter,

(ii) "Underwriter" means (A) any person that agrees pursuant to a written contract with the District (or with the lead Underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the Public and (B) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (A) to participate in the initial sale of the Bonds to the Public (including a member of a selling group or a party to a retail distribution agreement participating in the initial sale of the Bonds to the Public),

(iii) "Related Party" means any two or more persons (including an individual, trust, estate, partnership, association, company, or corporation) that are subject, directly or indirectly, to (a) at least 50% common ownership of the voting power or the total value of their stock, if both entities are corporations (including direct ownership by one corporation of another), (b) more than 50% common ownership of their capital interests or profits interests, if both entities are partnerships (including direct ownership by one partnership of another), or (c) more than 50% common ownership of the value of the outstanding stock of the corporation or the capital interests or profit interests of the partnership, as applicable, if one entity is a corporation and the other entity is a partnership (including direct ownership of the applicable stock or interests by one entity of the other), and

(iv) "Sale Date" means the date that the Bonds are awarded by the Pricing Officer pursuant to the Bond Resolution to the winning bidder.

All actions to be taken by the District under this Notice to establish the issue price of the Bonds may be taken on behalf of the District by the District's Municipal Advisor, and any notice or report to be provided to the District may be provided to the District's Municipal Advisor.

The District will consider any bid submitted pursuant to this Notice to be a firm offer for the purchase of the Bonds, as specified in the bid and, if so stated, in the Official Bid Form.

By submitting a bid, each bidder confirms that: (i) any agreement among underwriters, any selling group agreement and each retail distribution agreement (to which the bidder is a party) relating to the initial sale of the Bonds to the Public, together with the related pricing wires, contains or will contain language obligating each Underwriter, each dealer who is a member of the selling group, and each broker-dealer that is a party to such retail distribution agreement, as applicable, to report the prices at which it sells to the Public the unsold Bonds of each maturity allotted to it until it is notified by the winning bidder that either the 10% Test has been satisfied as to the Bonds of that maturity or all Bonds of that maturity have been sold to the Public, if and for so long as directed by the winning bidder and as set forth in the related pricing wires, and (ii) any agreement among underwriters relating to the initial sale of the Bonds to the Public, together with the related pricing wires, contains or will contain language obligating each Underwriter that is a party to a retail distribution agreement to be employed in connection with the initial sale of the Bonds to the Public to require each broker-dealer that is a party to such retail distribution agreement to report the prices at which it sells to the Public the unsold Bonds of each maturity allotted to it until it is notified by the winning bidder or such Underwriter that either the 10% Test has been satisfied as to the Bonds of that maturity or all Bonds of that maturity have been sold to the Public, if and for so long as directed by the winning bidder or such Underwriter and as set forth in the related pricing wire.

By submitting a bid, the winning bidder agrees, on behalf of each Underwriter participating in the purchase of the Bonds, that each Underwriter will neither offer nor sell any Hold-the-Price Maturity to any person at a price that is higher than the initial offering price to the Public during the period starting on the Sale Date and ending on the earlier of (1) the close of the fifth (5th) business day after the Sale Date; or (2) the date on which the Underwriters have sold at least 10% of that Hold-the-Price Maturity to the Public at a price that is no higher than the initial offering price to the Public. The winning bidder shall promptly advise the District when the Underwriters have sold 10% of a Hold-the-Price Maturity to the Public at a price that is no higher than the initial offering price to the Public, if that occurs prior to the close of the fifth (5th) business day after the Sale Date.

CERTIFICATION OF OFFICIAL STATEMENT

At the time of payment for and delivery of the Bonds, the successful bidder will be furnished a certificate, executed by proper officers of the District, acting in their official capacity, to the effect that to the best of their knowledge and belief: (a) the descriptions and statements of or pertaining to the District contained in the final Official Statement, and any addenda, supplement or amendment thereto, on the date of the final Official Statement, on the date of sale of the Bonds and the acceptance of the bids therefor, and on the date of the delivery, were and are true and correct in all material respects; (b) insofar as the District and its affairs, including its financial affairs, are concerned, the final Official Statement did not and does not contain an untrue statement of a material fact or omit to state a material fact required to be stated therein or necessary to make the statements therein, in light of the circumstances under which they were made, not misleading; (c) insofar as the descriptions and statements, including financial data, of or pertaining to entities, other than the District, and their activities contained in such final Official Statement are concerned, such statements and data have been obtained from sources which the District believes to be reliable and the District has no reason to believe that they are untrue in any material respect; and (d) there has been no material adverse change in the financial condition of the District since the date of the last audited financial statements of the District.

BOOK- ENTRY-ONLY OBLIGATIONS

The Bonds will be issued in book-entry-only form through the facilities of the Depository Trust Company (see the Preliminary Official Statement).

CUSIP NUMBERS

The District's Municipal Advisor shall make timely application in writing to the CUSIP Service Bureau for and shall obtain CUSIP numbers. CUSIP identification numbers may be typed or printed on the Bonds, but neither the failure to provide such number on any Bond nor any error with respect thereto will constitute cause for failure or refusal by the purchaser thereof to accept delivery of and to pay for the Bonds in accordance with the terms hereof. All expenses in relation to the CUSIP Service charge for the assignment of said numbers will be the responsibility of and will be paid for by the District's Municipal Advisor.

BLUE SKY LAWS

The District has not investigated the eligibility of any institution or person to purchase or participate in the underwriting of the Bonds under any applicable legal investment, insurance, banking, or other laws.

By submitting a bid, the initial purchaser represents that the sale of the Bonds in states other than New Mexico will be made only under exemptions from registration, or, wherever necessary, the initial purchaser will register the Bonds in accordance with the securities laws of the state in which the Bonds are offered or sold. The District agrees to cooperate with the initial purchaser, at the initial purchaser's written request and expense, in registering the Bonds or obtaining an exemption from registration in any state where such action is necessary but will not consent to service of process in any such jurisdiction.

Dated at Las Vegas, New Mexico, this 3rd day of June 2025.

/s/ Rolando Medrano Jr.
President, Board of Education
West Las Vegas Municipal School District No. 1

Attest:

/s/ Christine Ludi
Secretary, Board of Education
West Las Vegas Municipal School District No. 1

OFFICIAL BID FORM

June 3, 2025

West Las Vegas Municipal School District No. 1 (the "District")
c/o RBC Capital Markets LLC
6301 Uptown Blvd. NE, Suite 110
Albuquerque, New Mexico 87110
Attention: Pricing Officer

Pricing Officer:

Pursuant to the "Official Notice of Bond Sale" dated May 27, 2025 ("Notice"), relating to the West Las Vegas Municipal School District No. 1 ("District") General Obligation School Bonds, Series 2025 ("Bonds") in the principal amount of \$2,000,000*, which by reference is made a part hereof, we submit the following bid:

For your legally issued Bonds as described in the Notice, we will pay you par, plus accrued interest, if any, from the date of the Bonds to the date of delivery to us, plus a cash premium of \$_____, provided the Bonds bear interest per annum as follows (the bonds mature on August 15 of each year):

Maturing (August 15)	Principal <u>Amount*</u>	Interest <u>Rate</u>	<u>Yield</u>
2026	\$325,000	____%	____%
2027	155,000	____%	____%
2028	155,000	____%	____%
2029	155,000	____%	____%
2030	155,000	____%	____%
2031	155,000	____%	____%
2032	155,000	____%	____%
2033	155,000	____%	____%
2034	155,000	____%	____%
2035	155,000	____%	____%
2036	155,000	____%	____%
2037	125,000	____%	____%

*Subject to change, see the Notice – Adjustment of the Bonds.

In the event that the District exercises its right to make subsequent adjustments to principal amounts of the Bonds after the opening of bids as provided in the Notice, the undersigned bidder agrees to execute and promptly deliver to the District an acknowledgment of, and agreement with, such adjustments, and the Bonds shall be payable in the principal amounts as so adjusted and shall bear interest at the respective interest rates submitted by the undersigned bidder.

Enclosed herewith is *a financial security bond*, *cash*, *a cashier's or treasurer's check of*, *a certified check drawn on*, a solvent commercial bank or trust company in the United States of America, made payable to the order of the West Las Vegas Municipal School District No. 1, or funds will be wired to the District in accordance with the Notice in the amount of \$40,000, which deposit represents our good-faith deposit and is submitted in accordance with the terms set forth in the Notice. We will pay the CUSIP Service Bureau charge, if any, for the assignment of CUSIP numbers.

The undersigned agrees to complete, execute, and deliver to the District within two (2) business days from the date hereof the Issue Price Certificate relating to the Bonds in the form in, and pursuant to, the Notice.

We understand and agree that an electronic copy of the final Official Statement, including any amendments or supplements thereto will be supplied to us at the District's. By accepting this bid, you agree to provide such copies of the final Official Statement and of any amendments or supplements thereto in accordance with the Notice, and you undertake your other obligations described therein, as contemplated by Rule 15c2-12 of the U.S. Securities and Exchange Commission.

Respectfully submitted,

By: _____
Authorized Representative

* (Strike inapplicable words)

For informational purposes only, our calculation of the True Interest Cost is as follows:

True Interest Cost: (stated as a nominal annual percentage) _____%

Additionally, for informational purposes only, the following is requested:

Gross Interest Cost: \$_____

Bond Insurance (if any) at Cost
of Bidder: _____

Less Premium Bid: \$_____

Name of Company: _____

Net Interest Cost: \$_____

Insurance Premium: \$_____
Additional Rating (if any) at Cost
of Bidder: _____
Name of Rating Agency: _____

ACCEPTANCE CLAUSE

The above bid is hereby in all things accepted by the West Las Vegas Municipal School District No. 1, San Miguel County, New Mexico, this 3rd day of June 2025.

Pricing Officer
West Las Vegas Municipal School District No. 1

RETURN OF GOOD-FAITH DEPOSIT

Return of good-faith deposit to us as an unsuccessful bidder on this 3rd day of June, 2025, is hereby acknowledged.

Bidder

By:_____

Pricing Officer, West Las Vegas Municipal School District No. 1

ISSUE PRICE CERTIFICATE

(Form where three or more bids for the Bonds were received by the District)

The undersigned, as the underwriter or the manager of the syndicate of underwriters ("Purchaser"), with respect to the purchase at competitive sale of the West Las Vegas Municipal School District No. 1 General Obligation School Bonds, Series 2025 issued by the West Las Vegas Municipal School District No. 1 ("Issuer") in the principal amount of \$2,000,000 ("Bonds"), hereby certifies and represents, based on its records and information, as follows:

(a) On the first day on which there was a binding contract in writing for the purchase of the Bonds by the Purchaser, the Purchaser's reasonably expected initial offering prices of each maturity of the Bonds with the same credit and payment terms (the "Expected Offering Prices") to a person (including an individual, trust, estate, partnership, association, company, or corporation) other than an Underwriter are as set forth in the pricing wire or equivalent communication for the Bonds, as attached to this Certificate as Schedule A. The Expected Offering Prices are the prices for the Bonds used by the Purchaser in formulating its bid to purchase the Bonds.

(b) The Purchaser had an equal opportunity to bid to purchase the Bonds and it was not given the opportunity to review other bids that was not equally given to all other bidders (i.e., no last look).

(c) The bid submitted by the Purchaser constituted a firm bid to purchase the Bonds.

For purposes of this Issue Price Certificate, the term "Underwriter" means (1) (a) a person that agrees pursuant to a written contract with the Issuer (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the Public, or (b) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (1)(a) of this paragraph (including a member of a selling group or a party to a retail distribution agreement participating in the initial sale of the Bonds to the Public) to participate in the initial sale of the Bonds to the Public, and (2) any person who has more than 50% common ownership, directly or indirectly, with a person described in clause (1) of this paragraph.

The undersigned understands that the foregoing information will be relied upon by the Issuer with respect to certain of the representations set forth in the Federal Tax Certificate and with respect to compliance with the federal income tax rules affecting the Bonds, and by McCall, Parkhurst & Horton L.L.P. in connection with rendering its opinion that the interest on the Bonds is excluded from gross income for federal income tax purposes, the preparation of the Internal Revenue Service Form 8038-G, and other federal income tax advice that it may give to the Issuer from time to time relating to the Bonds. Notwithstanding anything set forth herein, the Purchaser is not engaged in the practice of law and makes no representation as to the legal sufficiency of the factual matters set forth herein.

EXECUTED and DELIVERED as of this _____.

_____, as Purchaser

By: _____

Name: _____

SCHEDULE A

PRICING WIRE OR EQUIVALENT COMMUNICATION

ISSUE PRICE CERTIFICATE

(Form where three or more bids for the Bonds were **not** received by the District)

The undersigned, as the underwriter or the manager of the syndicate of underwriters ("Purchaser"), with respect to the purchase at competitive sale of the West Las Vegas Municipal School District No. 1 General Obligation School Bonds, Series 2025 issued by the West Las Vegas Municipal School District No. 1 ("Issuer") in the principal amount of \$2,000,000 ("Bonds"), hereby certifies and represents, based on its records and information, as follows:

(a) Other than the Bonds maturing in _____ ("Hold-the-Price Maturities"), if any, the first prices at which at least ten percent ("Substantial Amount") of the principal amount of each maturity of the Bonds having the same credit and payment terms ("Maturity") was sold on the date of sale of the Bonds ("Sale Date") to a person (including an individual, trust, estate, partnership, association, company, or corporation) other than an Underwriter ("Public") are their respective initial offering prices ("Initial Offering Prices"), as listed in the pricing wire or equivalent communication for the Bonds that is attached to this Certificate as Schedule A.

(b) On or before the Sale Date, the Purchaser offered to the Public each Maturity of the Hold-the-Price Maturities at their respective Initial Offering Prices, as set forth in Schedule A hereto.

(c) As set forth in the Notice of Sale, the Purchaser agreed in writing to neither offer nor sell any of the Hold-the-Price Maturities to any person at any higher price than the Initial Offering Price for such Hold-the-Price Maturity until the earlier of the close of the fifth business day after the Sale Date or the date on which the Purchaser sells a Substantial Amount of a Hold-the-Price Maturity of the Bonds to the Public at no higher price than the Initial Offering Price for such Hold-the-Price Maturity.

For purposes of this Issue Price Certificate, the term "Underwriter" means (1) (a) a person that agrees pursuant to a written contract with the Issuer (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the Public, or (b) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (1)(a) of this paragraph (including a member of a selling group or a party to a retail distribution agreement participating in the initial sale of the Bonds to the Public) to participate in the initial sale of the Bonds to the Public, and (2) any person who has more than 50% common ownership, directly or indirectly, with a person described in clause (1) of this paragraph.

The undersigned understands that the foregoing information will be relied upon by the Issuer with respect to certain of the representations set forth in the Federal Tax Certificate and with respect to compliance with the federal income tax rules affecting the Bonds, and by McCall, Parkhurst & Horton L.L.P. in connection with rendering its opinion that the interest on the Bonds is excluded from gross income for federal income tax purposes, the preparation of the Internal Revenue Service Form 8038-G, and other federal income tax advice that it may give to the Issuer from time to time relating to the Bonds. Notwithstanding anything set forth herein, the Purchaser is not engaged in the practice of law and makes no representation as to the legal sufficiency of the factual matters set forth herein.

EXECUTED and DELIVERED as of this _____.

_____, as Purchaser

By: _____

Name: _____

SCHEDULE A
PRICING WIRE OR EQUIVALENT COMMUNICATION