

**MANSFIELD TOWNSHIP  
SCHOOL DISTRICT**

**ANNUAL COMPREHENSIVE  
FINANCIAL REPORT**

**June 30, 2021**

**Responsibility of the Management of  
Mansfield Township School District  
Warren County, New Jersey**



**MANSFIELD TOWNSHIP  
SCHOOL DISTRICT**

**ANNUAL COMPREHENSIVE FINANCIAL REPORT**

**For the Fiscal Year Ended June 30, 2021**

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**Mansfield Township School District  
50 Port Murray Road  
Port Murray, NJ 07865**

**Dr. Anthony Giordano, Superintendent**  
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**Paul DeAngelo, Business Administrator**  
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**Caryn Coscia, Curriculum Director**  
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February 10, 2022

Honorable President and  
Members of the Board of Education  
Mansfield Township School District  
Warren County, New Jersey

Dear Board Members:

The annual comprehensive financial report of the Mansfield Township School District (District) for the fiscal year ending June 30, 2021, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the management of the District. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The annual comprehensive financial report is presented in four sections: Introduction, Financial, Statistical and Single Audit. The Introduction section includes this transmittal letter, the District's organizational chart and a list of principal officials. The Financial section includes the general-purpose financial statements and schedules, as well as the auditor's report thereon. The Statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The District is required to undergo an annual single audit in conformity with the provisions of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and the State Treasury Circular Letter 15-08 OMB, Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid payments. Information related to this single audit, including the auditor's report on the internal control structure and compliance with applicable laws and regulations and findings and recommendations, are included in the Single Audit section of this report.

1) REPORTING ENTITY AND ITS SERVICES: Mansfield Township School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by Statement No. 14. All funds and account groups of the District are included in this report. The Mansfield Township Board of Education and its school constitute the District's reporting entity. The District provides a full range of educational services appropriate to grade levels K through 6. These include regular classes and special education for handicapped youngsters. The District completed the 2020-21 fiscal year with an enrollment of 532 students, which is 58 students less than the previous year's enrollment. The following details the changes in the student enrollment of the District over the last ten years.

AVERAGE DAILY ENROLLMENT

<u>Fiscal Year</u>	<u>Student Enrollment</u>	<u>Percent Change</u>
2020-21	532.0	-9.99%
2019-20	589.4	-5.55%
2018-19	624.0	-1.45%
2017-18	633.2	-1.58%
2016-17	643.4	-5.74%
2015-16	682.6	-3.26%
2014-15	705.6	-0.35%
2013-14	708.1	0.60%
2012-13	703.9	-1.94%
2011-12	717.8	3.16%

2) ECONOMIC CONDITIONS AND OUTLOOK: A new housing development was presented to the Mansfield Township Planning Board. The builder was asking to change from an age-restricted development to a non-age restricted development, consisting of 159 dwellings. There was to be 20% of the housing set aside for affordable housing. All of the litigation has been completed. The development will be an age restricted development.

3) MAJOR INITIATIVES: Mansfield Township School District believes that all disciplines of the Academics and Arts are important to the development of well-educated students. To this end, all Mansfield students in grades K-6 receive rigorous academic offerings that include the use of hands-on science and interactive technology.

The district continues to focus its major initiatives on improving instruction and curriculum to boost student achievement. Teachers have implemented the New Jersey Student Learning in the areas of Mathematics and Language Arts. Committees have been formed, curriculums have been revised, and resources and professional development needs continue to be assessed and addressed as needed.

Arts are also well-represented in the district's initiatives with vocal and instrumental music classes, weekly art lessons, and biannual performances by the band and chorus. In addition, the gifted and talented program includes students in grades K-6. These offerings continue as essential components of the District's programming.

The major initiatives in technology for the 2020-2021 school year included purchasing additional teacher and student laptops and Viewsonic Smart Boards. The district continues to utilize E-rate funding to support technology contracts.

The school also began HVAC repair and replacement through the use of Capital Funds.

In terms of achievement, we continually assess and add to the achievement tools for improving the educational and instruction for Mansfield Elementary School. The school hired a Director of Curriculum to assist the school with student improvement.

Improving security continues to be a high priority. We will continue to improve the security footprint of the school property.

4) **INTERNAL ACCOUNTING CONTROLS:** Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that:

- A. The cost of a control should not exceed the benefits likely to be derived; and
- B. The valuation of costs and benefits requires estimates and judgments by management.

As a recipient of federal and state financial assistance, the District also is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is also subject to periodic evaluation by the District management.

As part of the District's single audit described earlier, tests are made to determine the adequacy of the internal control structure, including that portion related to federal and state financial assistance programs, as well as to determine that the District has complied with applicable laws and regulations.

5) **BUDGETARY CONTROLS:** In addition to internal accounting controls, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the voters of the municipality. Annual appropriated budgets are adopted for the general fund and the special revenue fund. The final budget amount as amended for the fiscal year is reflected in the financial section.



An encumbrance accounting system is used to record outstanding purchase commitments on a line-item basis. Open encumbrances at year-end are either canceled or are included as re-appropriation of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as reservations of fund balance on June 30, 2021.

6) ACCOUNTING SYSTEM: The District's accounting records reflect generally accepted accounting principles, as promulgated by the Governmental Accounting Standards Board (GASB). The accounting system of the District is organized on a basis of funds and account groups. These funds and account groups are explained in Notes to the Financial Statements, Note 1.

7) DEBT ADMINISTRATION: The District's voters approved a \$6,685,000 referendum in March of 2014. There is a zero net cost to the taxpayers for this new debt since the Board timed the new debt to begin after the final payment was made on the 1995 "COP" lease purchase obligation. The referendum monies will be used to replace the fire alarm system, the original boilers and control system, the uni-vent systems in 23 classrooms, bathrooms, lighting, ceilings, the roof on every section except for the 2004 addition, asbestos removal, interior and exterior doors and locks, the original kitchen equipment, finish the final phase of the windows project, replace the windows in the All Purpose Room, add a storage building, add additional storage throughout the school, replace the clocks throughout the school, water treatment, and parking lot replacement.

8) CASH MANAGEMENT: The investment policy of the District is guided in large part by state statute as detailed in the Notes to the Financial Statements, Notes 1 and 3. The district has adopted a cash management plan which requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA was enacted in 1970 to protect Governmental Units from a loss of funds on deposit with a failed banking institution in depositories located in New Jersey, where the funds are secured in accordance with the Act.

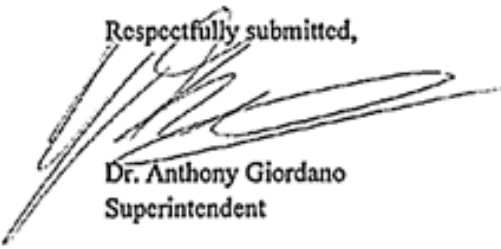
9) RISK MANAGEMENT: The Board carries various forms of insurance, including but not limited to general liability, automobile liability and comprehensive/collision, hazard and theft insurance on property and contents, and fidelity bonds.

10) OTHER INFORMATION - INDEPENDENT AUDIT: State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of BKC, CPAs, PC was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the 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) and State Treasury OMB Circular Letter 15-08. The auditor's report on the general financial statements and combined and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

11) ACKNOWLEDGEMENTS: We would like to express our appreciation to the members of the Mansfield Township School Board for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support to the development and

maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of our financial and accounting staff. Special thanks is also extended to the staff of the audit firm for assistance with preparing the ACFR.

Respectfully submitted,

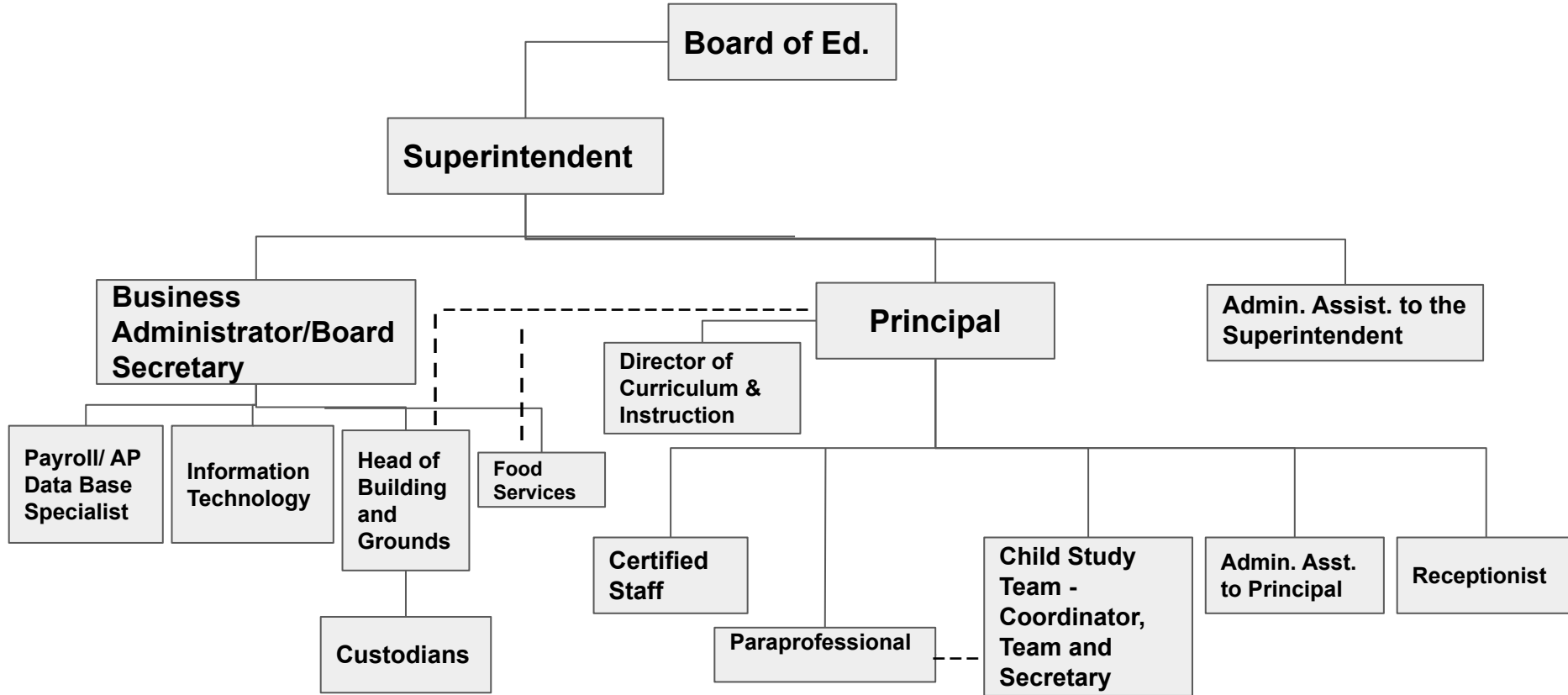


Dr. Anthony Giordano  
Superintendent



Paul DeAngelo  
Business Administrator/Board Secretary

# MANSFIELD TOWNSHIP SCHOOL DISTRICT ORGANIZATIONAL CHART SEPTEMBER 2020



**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**50 Port Murray Road**  
**Port Murray, NJ 07865**  
**June 30, 2021**

**Roster of Officials**

<u>Members of the Board of Education</u>	<u>Title</u>	<u>Term Expires</u>
Karri Reyes	President	2022
James Momary	Vice President	2022
Michael Coombs		2021
John Falco		2021
Molly Fraumeni		2021
Mark Smith		2022
Annamaria Lalevee		2023
Krysti Mastrolacasa		2023
Joseph Rodriguez		2023

<u>Other Officials</u>	<u>Title</u>
Anthony Giordano	Superintendent
Paul DeAngelo	Business Administrator/Board Secretary
Andrew Coppola	Treasurer

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**50 Port Murray Road**  
**Port Murray, NJ 07865**  
**June 30, 2021**

**Consultants and Advisors**

**AUDITOR**

BKC, CPAs, PC  
Certified Public Accountants  
39 State Route 12, Ste 2  
Flemington, NJ 08822

**ATTORNEYS**

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220 Park Avenue  
PO Box 991  
Florham Park, NJ 07932

**OFFICIAL DEPOSITORIES**

Fulton Bank of New Jersey  
148 Mountain Avenue  
Hackettstown, NJ 07840



Certified Public Accountants, PC  
[www.bkc-cpa.com](http://www.bkc-cpa.com)

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## Independent Auditors' Report

Honorable President and  
Members of the Board of Education  
Mansfield Township School District  
County of Warren, New Jersey

### Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Mansfield Township School District (the District) in the County of Warren, as of and for the fiscal year ended June 30, 2021, and the related Notes to the Financial Statements, which collectively comprise the District's Basic Financial Statements as listed in the Table of Contents.

### Management's Responsibility for the Financial Statements

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.

### Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit 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 and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the District's preparation and fair presentation of the financial statements 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, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

### Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Mansfield Township School District, as of June 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### Change in Accounting Principle

The District adopted new accounting guidance as promulgated by GASB Statement No. 84, *Fiduciary Activities*. Our opinion is not modified with respect to this matter.

### Other Matters

#### Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Budgetary Comparison Schedules, Schedules Related to Accounting and Reporting for Pensions, and Schedules Related to Accounting and Reporting for Other Postemployment Employee Benefits listed in the Table of Contents 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.

### Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the District's Basic Financial Statements. The introduction section, combining and individual fund financial statements, and statistical section, 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, 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 and Schedule of Expenditures of State Financial Assistance required by New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid* are also not a required part of the basic financial statements.

The combining and individual fund financial statements, Schedule of Expenditures of Federal Awards, and Schedule of Expenditures of State Financial Assistance 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 combining and individual fund financial statements, Schedule of Expenditures of Federal Awards, and Schedule of Expenditures of State Financial Assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introduction and statistical sections have not been subject to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated February 10, 2022 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 solely describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of 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.



**BKC, CPAs, PC**



Michael Holk, CPA, PSA  
NO. 20CS00265600

February 10, 2022  
Flemington, New Jersey



**REQUIRED SUPPLEMENTARY INFORMATION - PART I**

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2021**  
**Unaudited**

The discussion and analysis of Mansfield Township School District's financial performance provide an overall review of the District's financial activities for the fiscal year ended June 30, 2021. The intent of this discussion and analysis is to look at the School District's financial performance as a whole. Readers should also review the transmittal letter, the basic financial statements and notes to enhance their understanding of the District's financial performance.

The Management's Discussion and Analysis (MD&A) is an element of Required Supplementary Information specified in Governmental Accounting Standards Board's (GASB) Statement No. 34 - *Basic Financial Statements and Management's Discussion and Analysis of State and Local Governments* issued in June 1999.

**Financial Highlights**

- In total, net position decreased \$480,118 which is a 10.59% decrease from fiscal year 2020.
- General revenue accounted for \$15,481,338 in revenue or 93.95% of all revenues. Program specific revenues in the form of charges for services and operating grants and contributions accounted for \$996,758 or 6.05% of the total revenue of \$16,478,096.
- The School District had \$16,958,214 in expenses; only \$996,758 of these expenses was offset by program specific charges for services, grants or contributions. General revenues (primarily property taxes and state aid) of \$15,481,338 were adequate to provide for these programs.
- Among governmental funds, the general fund had \$11,873,683 in revenues and \$12,350,416 in expenditures. The general fund's fund balance decreased by \$476,733 from fiscal year 2020.

**Using this Annual Comprehensive Financial Report (ACFR)**

This annual report consists of a series of financial statements and notes to these statements. These statements are organized so the reader can understand the District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

The Statement of Net Position and Statement of Activities provide information about the activities of the whole District, presenting both an aggregate view of the District's finances and a long-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the district's most significant funds with all other non-major funds presented in total in one column. In the case of the Mansfield Township School District, the general fund is by far the most significant fund.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2021**  
**Unaudited**

**Reporting the District as a Whole**

**Statement of Net Position and the Statement of Activities**

While this document contains the various funds used by the District to provide programs and activities, the view of the District as a whole looks at all financial transactions and asks the question, "How did we do financially during fiscal year 2021?" The Statement of Net Position and the Statement of Activities answers this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector businesses. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the District's net position and changes in net position. This change in net position is important because it tells the reader that, for the District as a whole, the financial position of the District has improved or diminished. The causes of this change may be the result of many factors, some financial and some not. Non-financial factors include the School District's property tax base, current laws in New Jersey restricting revenue growth, facility conditions, required educational programs and other factors.

In the Statement of Net Position and the Statement of Activities, the School is divided into two distinct kinds of activities:

- Government activities - All of the District's programs and services are reported here including instruction, support services, operation and maintenance of plant facilities, pupil transportation and extracurricular activities.
- Business-type activity - This service is provided on a charge for goods or services basis to recover all of the expenses of the goods or services provided. The Food Service, Child Care, and the Summer Recreation enterprise funds are reported as business activities.

**Reporting the School District's Most Significant Funds**

**Fund Financial Statements**

Fund Financial Statements provide detail information about the District's funds. The District uses many funds to account for a multitude of financial transactions. The District's governmental funds are the general fund, special revenue fund, capital projects fund and debt service fund.

**Governmental Funds**

The District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in the future. These funds measure and report the "operating results" by measuring cash on hand and other assets that can be easily converted into cash. The governmental fund statements provide a detailed short-term view of the District's general government operations and the basic services it provides. Governmental fund

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2021**  
**Unaudited**

information helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

**Enterprise Funds**

The enterprise funds use the same basis of accounting as business-type activities; therefore, these statements are essentially the same.

**Notes to the Financial Statements**

The notes provide additional information that is essential to a full understanding of the data provided in the District-wide and fund financial statements.

**The District as a Whole**

The Statement of Net Position provides the perspectives of the District as a whole, showing assets, liabilities, and the difference between them (net position). Net position may serve over time as a useful indicator of a government's financial position.

The District's financial position is the product of several financial transactions including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2021**  
**Unaudited**

Table 1 provides a summary of the District's net position at June 30, 2021, with comparisons to June 30, 2020.

	<b>Table 1</b>		<b>Net Position</b>		
	<u>06/30/21</u>	<u>06/30/20*</u>	<u>Variance</u>	<u>Dollars</u>	<u>%</u>
<b>Assets</b>					
Current & other assets	\$ 2,226,886	\$ 2,773,484	\$ (546,598)		-19.71%
Capital assets	9,614,190	9,896,117	(281,927)		-2.85%
Total assets	<u>11,841,076</u>	<u>12,669,601</u>	<u>(828,525)</u>		-6.54%
<b>Deferred outflows of resources</b>					
Deferred amount on pension activity	<u>474,537</u>	<u>648,686</u>	<u>(174,149)</u>		-26.85%
<b>Liabilities</b>					
Long-term liabilities	7,234,880	7,739,676	(504,796)		-6.52%
Other liabilities	<u>278,048</u>	<u>342,412</u>	<u>(64,364)</u>		-18.80%
Total liabilities	<u>7,512,928</u>	<u>8,082,088</u>	<u>(569,160)</u>		-7.04%
<b>Deferred inflows of resources</b>					
Deferred amount on pension activity	<u>747,692</u>	<u>701,088</u>	<u>46,604</u>		6.65%
<b>Net position</b>					
Net investment in capital assets	4,454,190	4,451,117	3,073		.07%
Restricted	1,308,699	1,931,941	(623,242)		-32.26%
Unrestricted	<u>(1,707,896)</u>	<u>(1,847,947)</u>	<u>140,051</u>		-7.58%
Total net position	<u>\$ 4,054,993</u>	<u>\$ 4,535,111</u>	<u>\$ (480,118)</u>		-10.59%

The negative balance in unrestricted net position is not a negative reflection on the District's financial condition, but is the result of reporting required by GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, which allocates the proportionate share of the State's net pension liability for PERS to each contributing entity throughout the State.

\*Restated

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2021**  
**Unaudited**

Table 2 provides a summary of the District's changes in net position in fiscal year ending June 30, 2021, with comparisons to fiscal year ending June 30, 2020.

**Table 2**  
**Changes in Net Position**

	Fiscal Year Ending		Variance	
	06/30/21	06/30/20	Dollars	%
<b>Revenues</b>				
Program revenues				
Charges for services	\$ 287,926	\$ 426,142	\$ (138,216)	-32.43%
Operating grants	708,832	405,160	303,672	74.95%
General revenues				
Property taxes	6,053,775	5,938,692	115,083	1.94%
Unrestricted grants	9,384,706	7,899,052	1,485,654	18.81%
Other	42,857	28,942	13,915	48.08%
<b>Total revenues</b>	<b>16,478,096</b>	<b>14,697,988</b>	<b>1,780,108</b>	<b>12.11%</b>
<b>Program expenses</b>				
Instruction				
Regular	7,712,198	7,015,335	696,863	9.93%
Special	3,141,598	2,718,966	422,632	15.54%
Other	459,067	486,004	(26,937)	-5.54%
Support services				
Tuition	30,928	-	30,928	100.00%
Student & instructional staff	2,699,161	2,000,607	698,554	34.92%
General & business				
administration	958,034	931,030	27,004	2.90%
School administration	392,325	405,513	(13,188)	-3.25%
Maintenance	649,515	592,507	57,008	9.62%
Transportation	600,861	593,327	7,534	1.27%
Food service	153,429	189,703	(36,274)	-19.12%
Childcare program	3,903	83,298	(79,395)	-95.31%
Summer recreation program	-	14,877	(14,877)	-100.00%
Charter schools	-	9,929	(9,929)	-100.00%
Interest on long-term debt	157,195	164,309	(7,114)	-4.33%
<b>Total expenses</b>	<b>16,958,214</b>	<b>15,205,405</b>	<b>1,752,809</b>	<b>-11.53%</b>
<b>Increase (decrease) in net position</b>	<b>\$ (480,118)</b>	<b>\$ (507,417)</b>	<b>\$ 27,299</b>	<b>5.38%</b>

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
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**Unaudited**

**Governmental Activities**

The unique nature of property taxes in New Jersey creates the need to routinely seek voter approval for the School District operations. Property taxes made up 37% of revenues for governmental activities for the Mansfield School District for fiscal year 2021. Federal, state, and local grants accounted for another 58% of the revenues, and 5% was derived from charges for services and from other sources. The District's total revenues for governmental activities were \$16,333,986 for the fiscal year ended June 30, 2021.

The total cost of all program expenses and services for governmental activities was \$16,800,882.

**Business-Type Activities**

**Food Service**

Revenues for the District's business-type activities (food service program) were comprised primarily of daily food sales and federal and state reimbursements.

Food service expenditures exceeded revenues by \$14,081.

Daily food sales amounted to \$5,087. This represents amounts paid by patrons for daily food services.

Federal and State reimbursement for meals, including payments for free and reduced lunches and donated commodities, was \$134,261.

**Child Care Program**

Revenues for the District's child care program were comprised of charges for services. Child care revenues exceeded expenditures by \$853.

Charges for services represent \$4,756. This represents amounts paid by patrons for child care services.

**Summer Recreation Program**

The District did not provide a summer recreation program during the fiscal year ended June 30, 2021.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2021**  
**Unaudited**

Table 3 provides a summary of the School District's cost of governmental services in fiscal year ending June 30, 2021 and fiscal year ending June 30, 2020.

**Table 3**  
**Cost of Governmental Services**

	Total Cost of Services		Net Cost of Services	
	06/30/21	06/30/20	06/30/21	06/30/20
Instruction	\$ 11,312,863	\$ 10,220,305	\$ 10,922,831	\$ 9,959,548
Support services				
Tuition	30,928	-	30,928	-
Student & instructional staff	2,699,161	2,000,607	2,447,297	1,890,183
General & business administration	958,034	931,030	956,209	929,496
School administration	392,325	405,513	392,325	405,513
Plant operations & maintenance	649,515	592,507	649,515	592,238
Pupil transportation	600,861	593,327	391,928	410,634
Food service	153,429	189,703	14,081	16,984
Child care program	3,903	83,298	(853)	(2,443)
Summer recreation program	-	14,877	-	(2,288)
Charter schools	-	9,929	-	9,929
Interest on long-term debt	157,195	164,309	157,195	164,309
Total expenses	<u>\$ 16,958,214</u>	<u>\$ 15,205,405</u>	<u>\$ 15,961,456</u>	<u>\$ 14,374,103</u>

Instruction expenses include activities directly dealing with the teaching of pupils and the interaction between teacher and student, including extra-curricular activities.

Students and instructional staff include the activities involved with assisting staff with the content and process of teaching to students and includes attendance and health services, guidance, child study teams, library services and curriculum and staff development.

General, business and school administration include expenses associated with administrative and financial supervision of the school and the District.

Operations and maintenance of facilities involve keeping the school grounds, building and equipment in an effective working condition.

Pupil transportation includes activities involved with the conveyance of students to and from school, as well as to and from school activities, as provided by State Law.

Interest on debt involves the transaction associated with the payment of interest and other related charges to debt of the School District.



**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
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**Unaudited**

**The School District's Funds**

All governmental funds (i.e., general fund, special revenue fund, capital projects fund, and debt service fund presented in the fund-based statements) are accounted for using the modified accrual basis of accounting. Total revenues amounted to \$12,898,793 and expenditures were \$13,573,533 resulting in a decrease in fund balance of \$474,740.

**General Fund Budgeting Highlights**

At Mansfield Township School, as in most NJ Districts, budgets are prepared in December/January with State revenue information being received in February/March and a public vote on the tax levy question in November. The budget year begins in July and runs through June 30. Changes occur over that 18-month period, unanticipated shifts in enrollment, staffing needs, students requiring out-of-district services, weather requiring more or less funding for heating, and mandated programs are often added after a budget is adopted.

The District builds a budget to meet the needs of its students based on the information and projections that are available at the time.

**Capital Assets**

At the end of fiscal year 2021, the District had \$9,614,190 invested in land, buildings, furniture, and equipment.

Table 4 provides a summary of the School District's capital assets net of depreciation at June 30, 2021, with comparisons to June 30, 2020.

**Table 4**  
**Capital Assets at Year-end**  
**(Net of Depreciation)**

	06/30/21	06/30/20	Variance	
			Dollars	%
Land	\$ 17,722	\$ 17,722	\$ -	0.00%
Construction in progress	106,184	-	106,184	100.00%
Land improvements	143,131	149,235	(6,104)	-4.09%
Buildings & improvements	8,945,162	9,344,810	(399,648)	-4.28%
Furniture & equipment	401,991	384,350	17,641	4.59%
<b>Total</b>	<b>\$ 9,614,190</b>	<b>\$ 9,896,117</b>	<b>\$ (281,927)</b>	<b>-2.85%</b>

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2021**  
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**Long Term Liabilities - Debt Administration**

As of June 30, 2021, the District had \$7,234,880 of long-term liabilities. This amount is detailed below.

Table 5 provides a summary of the District's long-term liabilities at June 30, 2021, with comparisons to June 30, 2020.

**Table 5**  
**Long-term Liabilities at Year-end**

	06/30/21	06/30/20	Variance	
			Dollars	%
PERS net pension liability	\$ 1,668,707	\$ 1,880,806	\$ (212,099)	-11.28%
2014 general obligation bonds	5,160,000	5,445,000	(285,000)	-5.23%
Unamortized bond premium	75,764	81,592	(5,828)	-7.14%
Compensated absences	330,409	332,278	(1,869)	-0.56%
Total	<u>\$ 7,234,880</u>	<u>\$ 7,739,676</u>	<u>\$ (504,796)</u>	<u>-6.52%</u>

The general obligation bonded debt of the District is limited by state law to 2.5% of the average equalized assessed values of the total taxable property in the District for the past three years. The legal debt limit at June 30, 2021 is \$18,736,853. General obligation debt and debt authorized at June 30, 2021 is \$5,160,000 resulting in a legal debt margin of \$13,576,853.

**For the Future**

Essential upgrades were completed at Mansfield Elementary to adequately serve the community and our students for the foreseeable future. In that spirit, the Board of Education and Administration held a bond referendum in March of 2014 for \$6,685,350 in school improvements.

As a result of the preparation of conducting the above mentioned thorough analysis of the building needs and the opportunity to retire our existing debt along with the state agreeing to pay 44.16% of the projects' costs, the taxpayers approved a March 2014, Bond Referendum which had a zero impact on the debt service tax levy. Projects included in the 2014 Bond Referendum were:

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
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**Unaudited**

1. Exterior: paving the back entrance and the front parking lot, replacing the sidewalk along the office parking lot, parking lot lighting.
2. HVAC: controls for the entire building, unit ventilators for the 1962 and 1976 buildings, IT room ventilation, IT control room ventilation, 2 Cleaver Brooks boilers, and 1 Pacific boiler.
3. Roof: 1962, 1976, 1997 buildings.
4. Lighting: replaced existing T-12 fixtures.
5. Doors: all exterior, Kindergarten, 3<sup>rd</sup>, 5<sup>th</sup>, and 6<sup>th</sup> bathrooms.
6. ADA hardware throughout the entire building.
7. Bathrooms: 3<sup>rd</sup>, 5<sup>th</sup>, 6<sup>th</sup> grade bathrooms, and faculty bathrooms, new bathroom in Room 31, renovated existing bathroom in Room 40.
8. Windows: Phase III to include five classrooms and the all-purpose room windows.
9. Building elements: fire alarm, clock system, front entrance, bathroom in nurse's room, kitchen exhaust over the dishwasher, water fountains, asbestos removal, library and music room ceilings, ceilings in hallways and all-purpose room, doors under stage, music practice (reconfigure walls), remove glass between rooms and fill in, water treatment and hot water heater.
10. Maintenance building: new
11. Kitchen renovation: Replaced all kitchen equipment (i.e., freezers, refrigerator, counters, etc.).

Our technology goals for 2020-2021 include continued additions to foster the infusion of technology in the classroom and to improve school safety. Every student has a laptop and access to the internet. We utilized the Digital Divide Grant initiative to purchase new DELL laptops and Kajeet access points. We are in the process of upgrading and replacing Smart Boards with Viewsonic Boards as required. We replaced our cache system to increase bandwidth throughout the building.

We are committed to improving the education of our school. Our partnerships with neighboring district allow us to reduce overall costs for educational and instructional strategies. We used lead teachers to support our teaching staff and added a Supervisor of Curriculum and an additional school counselor to support our families and students.

The COVID-19 pandemic allowed us to evaluate the entire educational and instructional process at Mansfield Township BOE. We utilized the experience of our Board of Education, Administrative Team and Teaching and Support staff to deliver the education to our families and students from September 2020 until June 2021. We worked with neighboring districts, vendors, and FEMA to prepare the school for opening in September 2021.

Mansfield Township School District has been committed to financial excellence. We are constantly looking for ways to maximize the taxpayer's investment in our district by seeking out the best prices for purchases, by joining purchasing cooperatives, by consulting with Township officials for shared services, and by attending meetings for shared services between school districts and with municipalities.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2021**  
**Unaudited**

**Contacting the School District's Financial Management**

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Paul W. DeAngelo, School Business Administrator/Board Secretary at Mansfield Township Board of Education, 50 Port Murray Road, Port Murray, NJ 07865.

## **DISTRICT-WIDE FINANCIAL STATEMENTS**

The Statement of Net Position and the Statement of Activities display information about the District. These statements include the financial activities of the overall District, except for fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the governmental and business-type activities of the District.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Statement of Net Position**  
**June 30, 2021**

	Governmental Activities	Business-Type Activities	Total
<b>Assets</b>			
Cash and cash equivalents	\$ 623,051	\$ 36,505	\$ 659,556
Due from other funds, net	-	118,435	118,435
Receivables, net	152,402	32,311	184,713
Inventory	-	3,197	3,197
<b>Restricted assets</b>			
Capital projects fund - cash	5,101	-	5,101
Capital reserve account - cash	519,172	-	519,172
Maintenance reserve account - cash	526,240	-	526,240
Student activities - cash	11,273	-	11,273
Unemployment claims - cash	199,199	-	199,199
<b>Capital assets, net</b>			
Land	17,722	-	17,722
Capital assets not being depreciated	106,184	-	106,184
Other capital assets, net of depreciation	9,470,825	19,459	9,490,284
Total assets	11,631,169	209,907	11,841,076
<b>Deferred outflows of resources</b>			
Deferred amount on pension activity	474,537	-	474,537
<b>Liabilities</b>			
Accounts payable	15,545	34,622	50,167
Due to other funds, net	118,435	-	118,435
Accrued interest	73,242	-	73,242
Payroll deductions and withholdings payable	12,149	-	12,149
Unearned revenue	2,479	10,937	13,416
Unemployment compensation claims payable	10,639	-	10,639
<b>Long-term liabilities</b>			
Due within one year	305,828	-	305,828
Due beyond one year	6,929,052	-	6,929,052
Total liabilities	7,467,369	45,559	7,512,928
<b>Deferred inflows of resources</b>			
Deferred amount on pension liability	747,692	-	747,692

See accompanying notes to financial statements.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Statement of Net Position (continued)**  
**June 30, 2021**

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Net position			
Net investment in capital assets	\$ 4,434,731	\$ 19,459	\$ 4,454,190
Restricted for			
Capital projects	5,101	-	5,101
Debt service	1	-	1
Capital reserve	519,172	-	519,172
Maintenance reserve	526,240	-	526,240
Student activities	11,273	-	11,273
Unemployment claims	246,912	-	246,912
Unrestricted	<u>(1,852,785)</u>	<u>144,889</u>	<u>(1,707,896)</u>
Total net position	<u>\$ 3,890,645</u>	<u>\$ 164,348</u>	<u>\$ 4,054,993</u>

See accompanying notes to financial statements.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Statement of Activities**  
**For the Fiscal Year Ended June 30, 2021**

Functions/Programs	Direct Expenses	Indirect Expenses Allocation	Program Revenues			Net (Expense) Revenue & Changes in Net Position		
			Charges for Services	Operating Grants & Contribution	Capital Grants & Contribution	Governmental Activities	Business-Type Activities	Total
Governmental activities								
Instruction								
Regular	\$ 3,450,815	\$ 4,261,383	\$ 26,250	\$ 216,276	\$ -	\$ (7,469,672)	\$ -	\$ (7,469,672)
Special education	1,443,839	1,697,759	38,899	20,460	-	(3,082,239)	-	(3,082,239)
Other special instruction	245,514	213,553	-	88,147	-	(370,920)	-	(370,920)
Support services								
Tuition	30,928	-	-	-	-	(30,928)	-	(30,928)
Students & instruction related services	1,473,597	1,225,564	2,176	249,688	-	(2,447,297)	-	(2,447,297)
General & business administration services	583,867	374,167	1,825	-	-	(956,209)	-	(956,209)
School administration services	204,827	187,498	-	-	-	(392,325)	-	(392,325)
Plant operations & maintenance	498,869	150,646	-	-	-	(649,515)	-	(649,515)
Pupil transportation	600,651	210	208,933	-	-	(391,928)	-	(391,928)
Interest on long-term debt	157,195	-	-	-	-	(157,195)	-	(157,195)
Total governmental activities	<u>8,690,102</u>	<u>8,110,780</u>	<u>278,083</u>	<u>574,571</u>	<u>-</u>	<u>(15,948,228)</u>	<u>-</u>	<u>(15,948,228)</u>
Business-type activities								
Food service	153,429	-	5,087	134,261	-	-	(14,081)	(14,081)
Before and after child care	3,903	-	4,756	-	-	-	853	853
Total business-type activities	<u>157,332</u>	<u>-</u>	<u>9,843</u>	<u>134,261</u>	<u>-</u>	<u>-</u>	<u>(13,228)</u>	<u>(13,228)</u>
Total primary government	<u>\$ 8,847,434</u>	<u>\$ 8,110,780</u>	<u>\$ 287,926</u>	<u>\$ 708,832</u>	<u>\$ -</u>	<u>(15,948,228)</u>	<u>(13,228)</u>	<u>(15,961,456)</u>
			General revenues, special items and transfers					
			Property taxes levied for general purposes			5,773,698	-	5,773,698
			Property taxes levied for debt service			280,077	-	280,077
			Federal and state aid not restricted			9,384,706	-	9,384,706
			Investment earnings			2,368	6	2,374
			Miscellaneous income			40,483	-	40,483
			Total general revenues and special items			<u>15,481,332</u>	<u>6</u>	<u>15,481,338</u>
			Change in net position			(466,896)	(13,222)	(480,118)
			Net position - beginning (as restated)			4,357,541	177,570	4,535,111
			Net position - ending			<u>\$ 3,890,645</u>	<u>\$ 164,348</u>	<u>\$ 4,054,993</u>

See accompanying notes to financial statements.



## **FUND FINANCIAL STATEMENTS**

The individual fund statements and schedules present more detailed information for the individual fund in a format that segregates information by fund type.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Governmental Funds**  
**Balance Sheet**  
**June 30, 2021**

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
<b>Assets</b>					
Cash and cash equivalents	\$ 623,050	\$ -	\$ -	\$ 1	\$ 623,051
Due from other funds	92,118	-	-	-	92,118
Receivables from other governments					
Federal	-	94,597	-	-	94,597
State	57,805	-	-	-	57,805
Restricted cash and equivalents	1,244,611	11,273	5,101	-	1,260,985
<b>Total assets</b>	<u>\$ 2,017,584</u>	<u>\$ 105,870</u>	<u>\$ 5,101</u>	<u>\$ 1</u>	<u>\$ 2,128,556</u>
<b>Liabilities and fund balances</b>					
<b>Liabilities</b>					
Accounts payable	\$ 15,545	\$ -	\$ -	\$ -	\$ 15,545
Due to other funds	118,435	92,118	-	-	210,553
Payroll deductions and withholdings payable	12,149	-	-	-	12,149
Unearned revenue	-	2,479	-	-	2,479
Unemployment compensation claims payable	10,639	-	-	-	10,639
<b>Total liabilities</b>	<u>156,768</u>	<u>94,597</u>	<u>-</u>	<u>-</u>	<u>251,365</u>

See accompanying notes to financial statements.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Governmental Funds**  
**Balance Sheet (continued)**  
**June 30, 2021**

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
Liabilities and fund balances (continued)					
Fund balances					
Restricted fund balance					
Capital project fund balance	\$ -	\$ -	\$ 5,101	\$ -	\$ 5,101
Capital reserve account	519,172	-	-	-	519,172
Maintenance reserve account	526,240	-	-	-	526,240
Student activities	-	11,273	-	-	11,273
Unemployment claims	246,912	-	-	-	246,912
Committed fund balance					
Year-end encumbrances	273,164	-	-	-	273,164
Assigned fund balance					
Designated for subsequent year's expenditures	329,145	-	-	1	329,146
Unassigned fund balance	(33,817)	-	-	-	(33,817)
Total fund balances	<u>1,860,816</u>	<u>11,273</u>	<u>5,101</u>	<u>1</u>	<u>1,877,191</u>
Total liabilities and fund balances	<u>\$ 2,017,584</u>	<u>\$ 105,870</u>	<u>\$ 5,101</u>	<u>\$ 1</u>	

Amounts reported for governmental activities in the  
Statement of Net Position (A-1) are different because:

Capital assets used in government activities are not financial resources and therefore are not reported in the funds. The cost of assets is \$15,959,723 and the accumulated depreciation is \$6,364,992.	9,594,731
Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the funds.	(273,155)
Long-term liabilities, including bonds payable are not due and payable in the current period and therefore are not reported as liabilities in the funds.	(7,234,880)
Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due.	<u>(73,242)</u>
Total net position of governmental activities	<u>\$ 3,890,645</u>

See accompanying notes to financial statements.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Governmental Funds**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**For the Fiscal Year Ended June 30, 2021**

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
<b>Revenues</b>					
<b>Local sources</b>					
Local tax levy	\$ 5,773,698	\$ -	\$ -	\$ 280,077	\$ 6,053,775
Tuition	65,149	-	-	-	65,149
Interest on investments	2,368	-	-	-	2,368
Miscellaneous	40,483	2,176	-	-	42,659
Total local sources	<u>5,881,698</u>	<u>2,176</u>	<u>-</u>	<u>280,077</u>	<u>6,163,951</u>
State sources	5,967,614	-	-	168,286	6,135,900
Federal sources	24,371	574,571	-	-	598,942
Total revenues	<u>11,873,683</u>	<u>576,747</u>	<u>-</u>	<u>448,363</u>	<u>12,898,793</u>
<b>Expenditures</b>					
<b>Current</b>					
<b>Instructional</b>					
Regular instruction	3,251,553	199,262	-	-	3,450,815
Special education instruction	1,423,379	20,460	-	-	1,443,839
Other special instruction	157,367	88,147	-	-	245,514
<b>Support service and undistributed costs</b>					
Tuition	30,928	-	-	-	30,928
Student and instruction related services	1,223,726	249,871	-	-	1,473,597
General and business administrative services	582,042	-	-	-	582,042
School administrative services	204,827	-	-	-	204,827
Plant operations and maintenance	498,869	-	-	-	498,869
Pupil transportation	391,718	-	-	-	391,718
Unallocated benefits	4,316,454	-	-	-	4,316,454

See accompanying notes to financial statements.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Governmental Funds**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**For the Fiscal Year Ended June 30, 2021**

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
Expenditures (cont'd)					
Capital outlay	\$ 266,628	\$ 17,014	\$ -	\$ -	\$ 283,642
Debt service					
Principal	-	-	-	285,000	285,000
Interest and other charges	2,925	-	-	163,363	166,288
Total expenditures	<u>12,350,416</u>	<u>574,754</u>	<u>-</u>	<u>448,363</u>	<u>13,373,533</u>
Net change in fund balance	(476,733)	1,993	-	-	(474,740)
Fund balances, July 1 (as restated)	<u>2,337,549</u>	<u>9,280</u>	<u>5,101</u>	<u>1</u>	<u>2,351,931</u>
Fund balances, June 30	<u><u>\$ 1,860,816</u></u>	<u><u>\$ 11,273</u></u>	<u><u>\$ 5,101</u></u>	<u><u>\$ 1</u></u>	<u><u>\$ 1,877,191</u></u>

See accompanying notes to financial statements.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Reconciliation of the Statement of Revenues, Expenditures, and Changes in**  
**Fund Balances of Governmental Funds to the Statement of Activities**  
**For the Fiscal Year Ended June 30, 2021**

Total net changes in fund balances - governmental fund (from B-2)	\$	(474,740)
Amounts reported for governmental activities in the Statement of Activities (A-2) are different because:		
Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. the amount by which depreciation exceeds capital outlays in the period:		
Capital outlays - governmental fund	\$	283,642
Depreciation expense		<u>(563,106)</u>
		(279,464)
Repayment of debt principal and capital leases are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position and are not reported in the Statement of Activities:		
Debt principal payments		285,000
Governmental funds report the effect of premiums when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities:		
Amortization of bond premium		5,828
Governmental funds report district pension contributions as expenditures. However, in the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as pension expense.		
		(8,654)
In the Statement of Activities, interest on long-term debt is accrued regardless of when due. In the governmental funds interest is reported when due. The accrued interest is a reconciling item.		
		3,265
In the Statement of Activities, compensated absences and early retirement benefits are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are reported in the amount of financial resources used (paid). When the earned amount exceeds the paid amount, the difference is a reduction in the reconciliation; when the paid amount exceeds the earned amount, the difference is an addition to the reconciliation.		
		<u>1,869</u>
Change in net position of governmental activities	\$	<u><u>(466,896)</u></u>

See accompanying notes to financial statements.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Proprietary Funds**  
**Combining Statement of Net Position**  
**For the Fiscal Year Ended June 30, 2021**

	Food Service Fund	Before & After School Child Care Fund	Summer Recreation Program Fund	Total
<b>Assets</b>				
<b>Current assets</b>				
Cash and cash equivalents	\$ 9,067	\$ 20,941	\$ 6,497	\$ 36,505
Due from other funds	118,435	-	-	118,435
Receivables from other governments				
State	1,134	-	-	1,134
Federal	31,177	-	-	31,177
Inventory	3,197	-	-	3,197
Total current assets	<u>163,010</u>	<u>20,941</u>	<u>6,497</u>	<u>190,448</u>
<b>Noncurrent assets</b>				
Capital assets	65,187	-	-	65,187
Less: accumulated depreciation	45,728	-	-	45,728
Total noncurrent assets	<u>19,459</u>	<u>-</u>	<u>-</u>	<u>19,459</u>
<b>Total assets</b>	<u>182,469</u>	<u>20,941</u>	<u>6,497</u>	<u>209,907</u>
<b>Liabilities</b>				
<b>Current liabilities</b>				
Accounts payable	34,622	-	-	34,622
Unearned revenue	-	-	2,125	2,125
Unearned revenue- commodities	3,198	-	-	3,198
Unearned revenue- prepaid sales	5,614	-	-	5,614
<b>Total liabilities</b>	<u>43,434</u>	<u>-</u>	<u>2,125</u>	<u>45,559</u>
<b>Net position</b>				
Invested in capital assets, net of related debt	19,459	-	-	19,459
Unrestricted	119,576	20,941	4,372	144,889
<b>Total net position</b>	<u>\$ 139,035</u>	<u>\$ 20,941</u>	<u>\$ 4,372</u>	<u>\$ 164,348</u>

See accompanying notes to financial statements.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Proprietary Funds**  
**Combining Statement of Revenues, Expenses, and**  
**Changes in Net Position**  
**For the Fiscal Year Ended June 30, 2021**

	Food Service Fund	Before & After School Child Care Fund	Summer Recreation Program Fund	Total
Operating revenues				
Charges for services				
Daily sales - reimbursable programs	\$ 3,369	\$ -	\$ -	\$ 3,369
Daily sales - non-reimbursable programs	1,718	-	-	1,718
Child care program fees	-	4,756	-	4,756
Total operating revenues	<u>5,087</u>	<u>4,756</u>	<u>-</u>	<u>9,843</u>
Operating expenses				
Cost of sales - reimbursable programs	43,589	-	-	43,589
Cost of sales - non-reimbursable programs	691	-	-	691
Commodity food costs	11,028	-	-	11,028
Covid related costs	6,900	-	-	6,900
Salaries	49,534	3,705	-	53,239
Employee benefits	6,813	-	-	6,813
Purchased professional/technical services	1,695	-	-	1,695
Purchased property services	3,288	-	-	3,288
Other purchased services				
Insurance	6,287	-	-	6,287
Management fee	13,260	-	-	13,260
Supplies and materials (not included in cost of sales)	6,324	198	-	6,522
Depreciation	2,463	-	-	2,463
Miscellaneous	1,498	-	-	1,498
Total operating expenses	<u>153,370</u>	<u>3,903</u>	<u>-</u>	<u>157,273</u>
Operating income (loss)	<u>(148,283)</u>	<u>853</u>	<u>-</u>	<u>(147,430)</u>
Non-operating revenues (expenses)				
State sources				
State school lunch program	6,215	-	-	6,215
Federal sources				
National school breakfast program				
Cash assistance	29,814	-	-	29,814
National school lunch program				
Cash assistance	87,145	-	-	87,145
Non-cash assistance (commodities)	11,028	-	-	11,028

See accompanying notes to financial statements.



**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Proprietary Funds**  
**Combining Statement of Revenues, Expenses, and**  
**Changes in Net Position (continued)**  
**For the Fiscal Year Ended June 30, 2021**

	Food Service Fund	Before & After School Child Care Fund	Summer Recreation Program Fund	Total
Local sources				
Interest on investments	\$ 6	\$ -	\$ -	\$ 6
Total non-operating revenues (expenses)	<u>134,208</u>	<u>-</u>	<u>-</u>	<u>134,208</u>
Change in net position	(14,075)	853	-	(13,222)
Net position, beginning	<u>153,110</u>	<u>20,088</u>	<u>4,372</u>	<u>177,570</u>
Net position, ending	<u>\$ 139,035</u>	<u>\$ 20,941</u>	<u>\$ 4,372</u>	<u>\$ 164,348</u>

See accompanying notes to financial statements.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Proprietary Funds**  
**Combining Statement of Cash Flows**  
**For the Fiscal Year Ended June 30, 2021**

	Food Service Fund	Before & After School Child Care Fund	Summer Recreation Program Fund	Total
Cash flows from operating activities				
Receipts from customers	\$ 7,032	\$ 4,756	\$ 2,125	\$ 13,913
Payments to Food Service Management Company	(96,359)	-	-	(96,359)
Payments to employees	-	(3,705)	-	(3,705)
Payments to vendors (net)	(9,376)	(198)	-	(9,574)
Net cash provided by (used for) operating activities	<u>(98,703)</u>	<u>853</u>	<u>2,125</u>	<u>(95,725)</u>
Cash flows from non-capital financing activities				
State sources	5,111	-	-	5,111
Federal sources	89,051	-	-	89,051
General fund interfund activity	12,144	-	-	12,144
Net cash provided by (used for) noncapital financing activities	<u>106,306</u>	<u>-</u>	<u>-</u>	<u>106,306</u>
Cash flows from investing activities				
Interest on investments	6	-	-	6
Net (decrease) increase in cash and cash equivalents	7,609	853	2,125	10,587
Cash and cash equivalents, July 1	<u>1,458</u>	<u>20,088</u>	<u>4,372</u>	<u>25,918</u>
Cash and cash equivalents, June 30	<u>\$ 9,067</u>	<u>\$ 20,941</u>	<u>\$ 6,497</u>	<u>\$ 36,505</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities				
Operating income (loss)	\$ (148,283)	\$ 853	\$ -	\$ (147,430)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities				
Depreciation	2,463	-	-	2,463
Federal food donation program	11,028	-	-	11,028
(Increase) decrease in inventory	(1,529)	-	-	(1,529)
Increase (decrease) in accounts payable	34,143	-	-	34,143
Increase (decrease) in unearned revenues	3,475	-	2,125	5,600
Net cash provided by (used for) operating activities	<u>\$ (98,703)</u>	<u>\$ 853</u>	<u>\$ 2,125</u>	<u>\$ (95,725)</u>

See accompanying notes to financial statements.

## **NOTES TO THE FINANCIAL STATEMENTS**

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 1 - Summary of significant accounting policies

The financial statements of the Mansfield Township School District (the District) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to local Governmental Units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies of the District are described below.

The basic financial statements include:

A Management's Discussion and Analysis (MD&A) providing an analysis of the Districts over-all financial position and results of operations.

Basic financial statements prepared using full-accrual accounting for all of the District's activities.

A. Reporting entity

The District is a Type II District located in the County of Warren, State of New Jersey. As a Type II District, the school district functions independently through a Board of Education. The Board is comprised of nine members elected to three-year-terms. The purpose of the District is to educate students in Grades K-6. The District had an approximate enrollment at June 30, 2021 of 532 students.

The primary criterion for including activities within the District's reporting entity as set forth in Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards, is whether:

1. The organization is legally separate (can sue or be sued in their own name).
2. The District holds the corporate powers of the organization.
3. The District appoints a voting majority of the organization's Board.
4. The District is able to impose its will on the organization.
5. The organization has the potential to impose a financial benefit/burden on the District.
6. There is a fiscal dependency by the organization on the District.

Based on the aforementioned criteria, the District has no component units.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 1 - Summary of significant accounting policies (continued)

B. Government-wide and fund financial statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the non-fiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements.

The Statement of Activities demonstrates the degree to which the direct expenses of a given program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific program. Program revenues include 1) charges to students or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function.

Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. The District has elected to treat all of its governmental funds as major funds and they are reported as separate columns in the fund financial statements.

During the year ended June 30, 2021, the District implemented the provisions detailed in GASB Statement No. 84, *Fiduciary Activities*. Based on a review of the financial records, the District has no funds that meet the criteria of a fiduciary fund.

C. Measurement focus, basis of accounting, and financial statement presentation

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, early retirement, arbitrage rebates, and postemployment healthcare benefits, are recorded only when payment is due.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 1 - Summary of significant accounting policies (continued)

C. Measurement focus, basis of accounting, and financial statement presentation (continued)

Property taxes, tuition and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. As under New Jersey State Statute, a municipality is required to remit to its school district the entire property tax balance, in the amount voted upon or certified prior to the end of the school year. The District records the entire approved tax levy as revenue (accrued) at the start of the fiscal year, since the revenue is both measurable and available. The District is entitled to receive moneys under the established payment schedule and the unpaid amount is considered to be accounts receivable. All other revenue items are considered to be measurable and available only when the District receives cash.

Amounts reported as program revenues include 1) charges to students for tuition, fees, rental, material, supplies, or services, provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all property taxes, and unrestricted state aids.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted, as they are needed.

The District reports the following major governmental funds:

*General Fund* - The general fund is the general operating fund of the District and is used to account for all financial resources except those required to be accounted for in another fund. Included are certain expenditures for vehicles and movable instructional or non-instructional equipment, which are classified in the capital outlay sub-fund.

As required by the New Jersey State Department of Education, the District includes budgeted capital outlay in this fund. Generally accepted accounting principles as they pertain to governmental entities state that general fund resources may be used to directly finance capital outlays for long-lived improvements as long as the resources in such cases are derived exclusively from unrestricted revenues.

Resources for budgeted capital outlay purposes are normally derived from State of New Jersey Aid, district taxes and appropriated fund balance. Expenditures are those that result in the acquisition of or additions to fixed assets for land, existing buildings, improvements of grounds, construction of buildings, additions to or remodeling of buildings and the purchase of built-in equipment. These resources can be transferred from and to current expense by Board Resolution.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 1 - Summary of significant accounting policies (continued)

C. Measurement focus, basis of accounting, and financial statement presentation (continued)

As a result of implementing GASB Statement No. 84, *Fiduciary Activities*, amounts maintained for unemployment claims and payroll withholdings for employee salary deductions are included in the general fund. Amounts maintained for unemployment claims are used to account for the portion of employee deductions for unemployment compensation required to be deposited and accumulated for future unemployment claims under the Benefit Reimbursement Method.

*Special Revenue Fund* - The District accounts for the proceeds of specific revenue sources from State and Federal Government (other than major capital projects, debt service or the enterprise funds) and local appropriations that are legally restricted to expenditures for specified purposes in the special revenue fund. As a result of implementing GASB Statement No. 84, *Fiduciary Activities*, amounts maintained for student activities and private purpose scholarships are included in the special revenue fund. The amounts are considered to be restricted and available to use for specific expenditures. Amounts maintained for student activities are derived from athletic events or other activities of pupil organizations and accumulated for payment of student group activities. Amounts maintained for private purpose scholarship accounts are utilized for scholarship awards to qualifying students.

*Capital Projects Fund* - The capital projects fund is used to account for all financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds). The financial resources are derived from temporary notes or serial bonds that are specifically authorized by the voters as a separate question on the ballot either during the annual election or at a special election.

*Debt Service Fund* - The debt service fund is used to account for the accumulation of resources for, and the payment of principal and interest on bonds issued to finance major property acquisition, construction and improvement programs.

Additionally, the District reports the following fund types:

Proprietary fund types

*Proprietary Fund* - The focus of proprietary fund measurement is upon determination of net income, financial position and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the proprietary funds of the District:

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 1 - Summary of significant accounting policies (continued)

C. Measurement focus, basis of accounting, and financial statement presentation (continued)  
Proprietary fund types (continued)

*Enterprise Fund* - The enterprise fund is utilized to account for operations that are financed and operated in a manner similar to private business enterprises. The stated intent is that the cost (i.e., expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis are financed or recovered primarily through user charges; or, where the District has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

The District's enterprise fund is comprised of the food service fund, the before and after school childcare fund and the summer recreation fund.

All proprietary funds are accounted for on a current financial resource's measurement focus. This means that all assets and liabilities, whether current or noncurrent, associated with their activity are included on their balance sheets. Their reported fund equity (total net position) segregated into contributed capital and unreserved retained earnings, if applicable. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in total net position.

Depreciation of all exhaustive fixed assets used by proprietary funds is charged as an expense against their operations. Accumulated depreciation is reported on proprietary fund balance sheets. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Equipment	12 Years
-----------	----------

Fiduciary fund types

As stated in Note 1 (B), the district does not have funds that meet the criteria of a fiduciary fund as defined by GASB Statement No 84, *Fiduciary Activities*.

D. Budgets/budgetary control

Annual appropriated budgets are prepared in the Spring of each year for the general, special revenue, and debt service funds. The budgets are submitted to the County office and, if necessary, are voted upon at the annual school election in November. Budgets are prepared using the modified accrual basis of accounting. The legal level of budgetary control is established at line-item accounts within each fund. Line-item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum Chart of Accounts referenced in N.J.A.C. 6:23-16.2(f)1. All budget amendments must be approved by School Board Resolution.



**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 1 - Summary of significant accounting policies (continued)

D. Budgets/budgetary control (continued)

Formal budgetary integration into the accounting system is employed as a management control device during the year. For governmental funds there are no substantial differences between the budgetary basis of accounting and generally accepted accounting principles with the exception of the legally mandated revenue recognition of the last state aid payment for budgetary purposes only and the special revenue fund as noted below. Encumbrance accounting is also employed as an extension of formal budgetary integration in the governmental fund types. Unencumbered appropriations lapse at fiscal year-end.

The accounting records of the special revenue fund are maintained on the grant accounting budgetary basis. The grant accounting budgetary basis differs from GAAP in that the grant accounting budgetary basis recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not. Sufficient supplemental records are maintained to allow for the presentation of GAAP basis financial reports.

E. Encumbrances

Under encumbrance accounting purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve a portion of the applicable appropriation. Open encumbrances in governmental funds other than the special revenue fund are reported as reservations of fund balances at fiscal year-end as they do not constitute expenditures or liabilities but rather commitments related to unperformed contracts for goods and services.

Open encumbrances in the special revenue fund for which the District has received advances are reflected in the balance sheet as unearned revenues at fiscal year-end.

The encumbered appropriation authority carries over into the next fiscal year. An entry will be made at the beginning of the next fiscal year to increase the appropriation reflected in the certified budget by the outstanding encumbrance amount as of the current fiscal year-end.

F. Tuition receivable

Tuition charges were established by the Board of Education based on estimated costs. The charges are subject to adjustment when the final costs have been determined.

G. Tuition payable

Tuition charges for the fiscal year 2020-2021 are based on rates established by the receiving district. These rates are subject to change when the actual costs have been determined.

H. Short-term interfund receivables and payables

Short-term interfund receivables and payables represent amounts that are owed, other than charges for goods or services rendered to/from a particular fund in the District and that are due within one year.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 1 - Summary of significant accounting policies (continued)

I. Inventories and prepaid items

Inventories and prepaid items, which benefit future periods, other than those recorded in the enterprise fund are recorded as expenditures during the year of purchase.

Enterprise fund inventories are valued at cost, which approximates market, using the first-in-first-out (FIFO) method. The commodities inventory value at balance sheet date is reported as unearned revenue as title does not pass to the school district until the commodities are used. Prepaid items in the enterprise fund represent payments made to vendors for services that will benefit periods beyond June 30, 2021.

J. Capital assets

Capital assets, which include land, land improvements, buildings and improvements, vehicles and furniture and equipment, are reported in the government-wide financial statements. The District defines capital assets as assets with an initial, individual cost of more than \$2,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

All reported capital assets, except for land and construction in progress, of the District are depreciated using the straight-line method over the following estimated lives:

Assets	Years
Buildings	50
Building improvements & portable classroom	20 - 50
Land improvements	20
Furniture	20
Maintenance equipment	15
Musical instruments	10
Athletic equipment	10
Audio visual equipment	10
Office equipment	5 - 10
Computer equipment	5 - 10

K. Compensated absences

The District accounts for compensated absences (e.g., unused vacation and sick leave) as directed by GASB Statement No. 16, *Accounting for Compensated Absences*. A liability for compensated absences attributable to services already rendered and not contingent on a specific event that is outside the control of the employer and employee is accrued as employees earn the rights to the benefits.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 1 - Summary of significant accounting policies (continued)

K. Compensated absences (continued)

District employees are granted varying amounts of vacation and sick leave in accordance with the District's personnel policy. The District's policy permits employees to accumulate unused sick leave and carry forward the full amount to subsequent years. Upon retirement employees shall be paid by the District for the unused sick leave in accordance with the Districts' agreements with the various employee unions.

The liability for compensated absences was accrued using the vesting method, whereby the liability is calculated by vesting balances as of the balance sheet date for which a payment is probable. Salary related payments for the employer's share of Social Security and Medicare taxes are included.

For the government-wide statements, the current portion is the amount estimated to be used in the following year. In accordance with GAAP, in the fund financial statements, all of the compensated absences are considered long-term and therefore are not a fund liability. This represents a reconciling item between the fund and government-wide presentations.

L. Unearned revenue

Unearned revenue in the general fund and special revenue fund represents cash, which has been received but not yet earned. See Note 1 (E) regarding the special revenue fund.

Unearned revenue in the enterprise fund includes United States government commodity inventories at year-end for the food service fund. The aid revenue associated with this commodity inventory is deferred until it is used in the operations of the food service fund. Prepaid lunch debit card revenue balances at year-end are also included in unearned revenue for the food service fund. Unearned revenue in the remaining enterprise funds represents cash, which has been received but not yet earned.

M. Long-term obligations

In the government-wide financial statements and in internal service fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method which approximates the effective interest method.

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 debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuance are reported as other financing uses.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 1 - Summary of significant accounting policies (continued)

N. Net position

Net position represents the difference between the sum of assets and deferred outflows of resources, and the sum of liabilities and deferred inflows of resources. Net position is classified into the following three components:

- Net investment in capital assets - This component represents capital assets, net of accumulated depreciation, net of outstanding balances of borrowings used for the acquisition, construction, or improvement of those assets.
- Restricted - Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by credits, grantors, or laws or regulations of their governments.
- Unrestricted - Net position is reported as unrestricted when it does not meet the criteria of the other two components of net position.

The school district applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

O. Fund balances - governmental funds

In the fund financial statements, governmental funds report the following classifications of fund balance:

- Non-spendable - includes amounts that cannot be spent because they are either not spendable in form or are legally or contractually required to be maintained intact.
- Restricted - includes amounts restricted by external sources (creditors, laws of other governments, etc.) or by constitutional provision or enabling legislation.
- Committed - includes amounts that can only be used for specific purposes. Committed fund balance is reported pursuant to resolutions passed by the Board of Education, the District's highest level of decision-making authority. Commitments may be modified or rescinded only through resolutions approved by the Board of Education.
- Assigned - includes amounts that the District intends to use for a specific purpose, but do not meet the definition of restricted or committed fund balance. Under the District's policy, amounts may be assigned by the Business Administrator.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 1 - Summary of significant accounting policies (continued)

O. Fund balances - governmental funds (continued)

- Unassigned - includes amounts that have not been assigned to other funds or restricted, committed or assigned to a specific purpose within the general fund. The District reports all amounts that meet the unrestricted General Fund Balance Policy described below as unassigned:

When expenditure is incurred for purposes which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When expenditure is incurred for which committed, assigned, or unassigned fund balance are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed.

P. Use of estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and the accompanying notes. Actual results could differ from those estimates.

Q. Allocation of indirect expenses

Certain expenses, which have not been charged to a specific function in the District's fund financial statements, have been allocated to the functions for the government-wide statements. Employee benefits, on-behalf TPAF Pension Contributions, reimbursed TPAF Social Security Contributions and compensated absences accruals have been allocated based on salaries by function. Depreciation expense which was not specifically identified by function has been allocated based on the current year expenses by function.

R. Deferred outflows/inflows of resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. Currently, the District has one item that qualifies for reporting in this category, deferred amount on pension activity. In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. The District has one item that qualifies for reporting in this category, deferred amount on pension activity.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 2 - Tax assessments and property taxes

Property valuations (assessments) are determined on true values as arrived at by a cost approach, market data approach and capitalization of net income where appropriate. Current assessments are the results of new assessments on a like basis with established comparable properties for newly assessed or purchased properties. This method assures equitable treatment to like property owners.

Upon the filing of certified adopted budgets by the municipality, the municipality's local school districts, and the County, the tax rate is struck by the County Board of Taxation based on the certified amounts in each of the taxing districts for collection to fund the budgets. The statutory provision for the assessment of property, levying of taxes and the collection thereof are set forth in N.J.S.A. 54:4 et. seq. Special taxing districts are permitted in New Jersey for various special services rendered to the properties located within the special districts.

Tax bills are mailed annually in June. The taxes are due August 1 and November 1 respectively, and are adjusted to reflect the current fiscal year's total tax liability. The preliminary taxes due February 1 and May 1 of the succeeding fiscal year are based upon one-half of the current year's total tax.

Tax installments not paid on or before the due date are subject to interest penalties of eight percent per annum on the first \$1,500 of the delinquency and eighteen percent per annum on any amount in excess of \$1,500. Pursuant to Chapter 75, PL 1991, the governing body may also fix a penalty to be charged to a taxpayer with a delinquency in excess of \$10,000 who fails to pay that delinquency prior to the end of the calendar year. The penalty so fixed shall not exceed six percent of the amount of the delinquency. These interest and penalties are the highest permitted under the New Jersey statutes. Delinquent taxes are annually included in a tax sale in accordance with New Jersey statutes.

School taxes are guaranteed, as to amount of collection, by the municipality (the collection agency) and are transmitted to the School District in accordance with the Schedule of Tax Installments as certified by the School District's Board of Education on an annual basis.

Note 3 - Deposits and cash equivalents and investments

Cash and cash equivalents include petty cash, change funds, and cash in banks. As of June 30, 2021, the District had no investments.

New Jersey Governmental Units are required by N.J.S.A. 40A:5-14 to deposit public funds in a bank or trust company having its place of business in the State of New Jersey and organized under the laws of the United States or of the State of New Jersey or in the New Jersey Cash Management Fund. N.J.S.A. 40A:5-15.1 provides a list of investments which may be purchased by New Jersey Governmental Units. In addition, other state statutes permit investments in obligations issued by local authorities and other state agencies. The State of New Jersey does not place any limit on the amount that the District may invest with any one issuer.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 3 - Deposits, cash equivalents, and investments (continued)

New Jersey school districts are limited as to the types of investments and types of financial institutions they may invest in. New Jersey Statute 18A:20-37 provides a list of permissible investments that may be purchased by New Jersey school districts.

Custodial credit risk is the risk that, in the event of a bank failure, the District's deposits might not be recovered. The District does not have a policy for custodial credit risk. New Jersey statutes require that cash be deposited only in New Jersey based banking institutions that participate in the New Jersey Governmental Unit Deposit Protection Act (GUDPA) or in qualified investments established in New Jersey Statutes 40A:5-15.1(a) that are treated as cash equivalents. Under the act, the first \$250,000 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the District in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds, employee salary withholdings, or funds that may pass to the District relative to the happening of a future condition.

N.J.S.A. 17:9-41 et. seq. establishes the requirements for the security of deposits of Governmental Units. The statute requires that no Governmental Unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Act. Public depositories include savings and loan institutions, banks (both state and national banks) and saving banks the deposits of which are federally insured.

As of June 30, 2021, the District's bank balances were exposed to custodial credit risk as follows:

Insured by the FDIC	\$ 250,000
Insured by GUDPA	1,876,604
Total bank balances	\$ 2,126,604

Deposits at June 30, 2021 appear in the financial statements as summarized below:

Cash		\$ 1,920,541
	<u>Ref.</u>	
Unrestricted cash		
Governmental funds, Balance Sheet	B-1	\$ 623,051
Enterprise funds, Statement of Net Position	B-4	36,505
Restricted cash		
Governmental funds, Balance Sheet	B-1	1,260,985
Total cash		\$ 1,920,541

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 4 - Capital assets

Capital asset activity for the fiscal year ended June 30, 2021 is as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities				
Capital assets, not being depreciated				
Land	\$ 17,722	\$ -	\$ -	\$ 17,722
Construction in progress	-	106,184	-	106,184
Total	<u>17,722</u>	<u>106,184</u>	<u>-</u>	<u>123,906</u>
Capital assets, being depreciated				
Land improvements	487,088	2,790	-	489,878
Building and improvements	14,264,169	74,701	-	14,338,870
Furniture and equipment	911,786	99,967	4,684	1,007,069
Total	<u>15,663,043</u>	<u>177,458</u>	<u>4,684</u>	<u>15,835,817</u>
Accumulated depreciation				
Land improvements	337,853	8,894	-	346,747
Building and improvements	4,919,359	474,349	-	5,393,708
Furniture and equipment	549,358	79,863	4,684	624,537
Total	<u>5,806,570</u>	<u>563,106</u>	<u>4,684</u>	<u>6,364,992</u>
Total capital assets, being depreciated, net	<u>9,856,473</u>	<u>(385,648)</u>	<u>-</u>	<u>9,470,825</u>
Transfers	-	-	-	-
Governmental activities capital assets, net	<u>\$ 9,874,195</u>	<u>\$ (279,464)</u>	<u>\$ -</u>	<u>\$ 9,594,731</u>
	Beginning Balance	Increases	Decreases	Ending Balance
Business type activities				
Furniture and equipment	\$ 65,187	\$ -	\$ -	\$ 65,187
Less: accumulated depreciation	43,265	2,463	-	45,728
Business type activities capital assets, net	<u>\$ 21,922</u>	<u>\$ (2,463)</u>	<u>\$ -</u>	<u>\$ 19,459</u>



**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 4 - Capital assets (continued)

Depreciation expense was charged to governmental functions in the current year as follows:

Instruction		
Regular	\$	271,014
Special education		102,079
Other special instruction		17,344
Support services		
Student and instruction		112,040
General and business administration		41,150
School administration		14,481
Plant maintenance		4,998
Total depreciation expense, governmental activities	\$	<u>563,106</u>

Note 5 - Long-term debt

Long-term liability activity for the fiscal year ended June 30, 2021 is as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities					
General obligation bonds payable	\$ 5,445,000	\$ -	\$ 285,000	\$ 5,160,000	\$ 300,000
Compensated absences payable	332,278	-	1,869	330,409	-
PERS net pension liability	1,880,806	-	212,099	1,668,707	-
Unamortized bond premium	81,592	-	5,828	75,764	5,828
Total governmental activities long-term liabilities	\$ 7,739,676	\$ -	\$ 504,796	\$ 7,234,880	\$ 305,828

Payments on the general obligation bonds are made in the debt service fund from property taxes and state aid. The other long-term debts are paid in the current expenditures budget of the District's general fund.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 5 - Long-term debt (continued)

The annual requirements to amortize all general obligation bonds outstanding as of June 30, 2021, including interest payments are listed as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2022	\$ 300,000	\$ 156,050	\$ 456,050
2023	310,000	147,650	457,650
2024	325,000	138,125	463,125
2025	335,000	128,225	463,225
2026	350,000	117,950	467,950
2027 - 2031	1,940,000	420,600	2,360,600
2032 - 2034	1,600,000	110,000	1,710,000
Total	<u>\$ 5,160,000</u>	<u>\$ 1,218,600</u>	<u>\$ 6,378,600</u>

*General Obligation Bonds* - General obligation school building bonds payable at June 30, 2021, with their outstanding balances are comprised of the following individual issues:

\$6,685,000 - 2014 general obligation bonds, interest at 2.25% to 3.50%, due in annual installments beginning July 15, 2015 to July 15, 2034.	<u>\$ 5,160,000</u>
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The general obligation bonded debt of the District is limited by state law to 2.50% of the average equalized assessed values of the total taxable property in the District for the past three years. The legal debt limit at June 30, 2021 is \$18,736,853. General obligation debt and debt authorized at June 30, 2021 is \$5,160,000, resulting in a legal debt margin of \$13,576,853.

Note 6 - Pension plans

Description of systems

Substantially all of the Board's employees participate in one of the following defined benefit public employee retirement systems which have been established by state statute: The Teachers' Pension and Annuity Fund (TPAF), Public Employees' Retirement System (PERS) and the Defined Contribution Retirement Program (DCRP). The PERS and TPAF systems are sponsored and administered by the State of New Jersey. The DCRP system is administered by Prudential Financial for the Division of Pensions and Benefits. The TPAF retirement system is considered a multiple-employer plan with a special funding situation, as under current statute, all employer contributions are made by the State of New Jersey on behalf of the Board and the system's other related non-contributing employers.

Plan description

The State of New Jersey, Public Employees' Retirement System (PERS) is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about PERS, please refer to the Division's annual financial statements which can be found at [www.state.nj.us/treasury/pensions/annual-reports.shtml](http://www.state.nj.us/treasury/pensions/annual-reports.shtml).

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 6 - Pension plan (continued)

A. Public employees' retirement systems (PERS)

Plan description (continued)

The vesting and benefit provisions are set by N.J.S.A. 43:15A. PERS provides retirement, death and disability benefits. All benefits vest after 10 years of service.

The following represents the membership tiers for PERS:

Tier	Definition
1	Members enrolled prior to July 1, 2007
2	Members eligible to enroll on or after July 1, 2007 and prior to November 2, 2008
3	Members eligible to enroll on or after November 2, 2008 and prior to May 22, 2010
4	Members eligible to enroll on or after May 22, 2010 and prior to June 28, 2011
5	Members eligible to enroll on or after June 28, 2011

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to Tiers 1 and 2 members upon reaching age 60 and to Tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to Tier 4 members upon reaching age 62 and Tier 5 members upon reaching age 65. Early retirement benefits are available to Tiers 1 and 2 members before reaching age 60, Tiers 3 and 4 before age 62 with 25 or more years of service credit and Tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective Tier. Tier 1 members can receive an unreduced benefit from age 55 to age 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective Tier.

Allocation methodology and reconciliation to financial statements

Although the Division administers one cost-sharing multiple-employer defined benefit pension plan, separate (sub) actuarial valuations are prepared to determine the actuarial determined contribution rate by group. Following this method, the measurement of the collective net pension liability, deferred outflows of resources, deferred inflows of resources, and pension expense excluding that attributable to employer-paid member contributions are determined separately for each individual employer of the state and local groups of the plan.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 6 - Pension plan (continued)

A. Public employees' retirement systems (PERS) (continued)

Allocation methodology and reconciliation to financial statements (continued)

To facilitate the separate (sub) actuarial valuations, the Division maintains separate accounts to identify additions, deductions, and fiduciary net position applicable to each group. The allocation percentages presented for each group in the schedule of employer and nonemployer allocations are applied to amounts presented in the schedule of pension amounts by employer and nonemployer. The allocation percentages for each group as of June 30, 2020 measurement date are based on the ratio of each employer's contributions to total employer contributions of the group for the fiscal year ended June 30, 2020 measurement date.

GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, requires participating employers in PERS to recognize their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources, and collective pension expense. The employer and nonemployer allocation percentages presented in the schedule of employer and nonemployer allocations and applied to amounts presented in the schedule of pension amounts by employer and nonemployer are based on the ratio of the contributions of an individual employer to the total contributions to PERS during the measurement period July 1, 2019 through June 30, 2020. Employer and nonemployer allocation percentages have been rounded for presentation purposes; therefore, amounts presented in the schedule of pension amounts by employer and nonemployer may result in immaterial differences. Contributions from employers are recognized when due, based on statutory requirements.

Contributions

The contribution policy for PERS is set by N.J.S.A 43:15A and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for non-contributory group insurance benefits is based on actual claims paid. For State fiscal year 2020, the State's pension contribution was less than the actuarial determined amount.

The local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, PL 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The Actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 6 - Pension plan (continued)

A. Public employees' retirement systems (PERS) (continued)

Contributions (continued)

The District's contractually required contribution rate for the fiscal year ended June 30, 2021 was 13.67% of the District's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

The contribution rate was 7.50% of base salary effective July 1, 2018.

Collective net pension liability and actuarial information

The District's proportionate share of the net pension liability for PERS as of the measurement date of June 30, 2020:

Net pension liability	\$ 1,668,707
Plan fiduciary net position	0.0102328301%
Plan fiduciary net position as a percentage of the total pension liability	58.32%

The total pension liability for the June 30, 2020 measurement date was determined by an actuarial valuation as of July 1, 2019, which was rolled forward to June 30, 2020. This actuarial valuation used the following actuarial assumptions:

Inflation rate	
Price	2.75%
Wage	3.25%
Salary increases (based on years of service)	
Through 2026	2.00% - 6.00%
Thereafter	3.00% - 7.00%
Investment rate of return	7.00%

Preretirement mortality rates were based on the Pub-10 General Below-Median Income Employee mortality table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability retirement rates used to value disabled retirees were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 127.7% adjustment for males and 117.2% adjustment for females, and with future improvement from the base year of 2010 generational basis. Mortality improvement is based on Scale MP-2020.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 6 - Pension plan (continued)

A. Public employees' retirement systems (PERS) (continued)

Collective net pension liability and actuarial information (continued)

The actuarial assumptions used in the July 1, 2019 valuation were based on the results of an actuarial experience study for the period July 1, 2014 to June 30, 2018.

Long-term expected rate of return

In accordance with state statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2020 measurement date) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the Board of Trustees, and the Actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges 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 and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2020 measurement date are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocations</u>	<u>Long-Term Expected Rate of Return</u>
U.S. equity	27.00%	7.71%
Non-U.S. developed markets equity	13.50%	8.57%
Emerging markets equity	5.50%	10.23%
Private equity	13.00%	11.42%
Real assets	3.00%	9.73%
Real estate	8.00%	9.56%
High yield	2.00%	5.95%
Private credit	8.00%	7.59%
Investment grade credit	8.00%	2.67%
Cash equivalents	4.00%	0.50%
U.S. Treasuries	5.00%	1.94%
Risk mitigation strategies	3.00%	3.40%

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 6 - Pension plan (continued)

A. Public employees' retirement systems (PERS) (continued)

Discount rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2020. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be based on 100% of actuarially determined contributions for the local employers.

Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

Sensitivity of the collective net pension liability to changes in the discount rate

The following presents the collective net pension liability of the District as of June 30, 2020 measurement date, calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1% point lower or 1% point higher than the current rate:

District's proportionate share of the net pension liability

At current discount rate (7.00%)	\$ 1,668,707
At a 1% lower rate (6.00%)	2,117,132
At a 1% higher rate (8.00%)	1,312,454

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 6 - Pension plan (continued)

A. Public employees' retirement systems (PERS) (continued)

Collective deferred outflows of resources and deferred inflows of resources

At the June 30, 2020 measurement, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 30,384	\$ 5,901
Changes of assumptions	54,135	698,703
Net difference between projected and actual earnings on pension plan investments	57,038	-
Changes in proportion and differences between District contributions and proportionate share of contributions	221,038	43,088
District contributions subsequent to the measurement date	111,942	-
Total	<u>\$ 474,537</u>	<u>\$ 747,692</u>

The amount reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date (i.e., for the school year ending June 30, 2021, the plan measurement date is June 30, 2020) of \$111,942 will be recognized as a reduction of the net pension liability in the year ended June 30, 2021.

The following presents a summary of changes in the collective deferred outflows of resources and deferred inflows of resources (excluding employer specific amounts) for the year ended June 30, 2020 measurement date:

	Beginning Balance	Net Change in Activity	Ending Balance
Deferred outflows of resources			
Differences between expected and actual experience	\$ 33,758	\$ (3,374)	\$ 30,384
Changes of assumptions	187,805	(133,670)	54,135
Differences between expected and actual experience	-	57,038	57,038
Deferred inflows of resources			
Differences between expected and actual experience	(8,309)	2,408	(5,901)
Changes of assumptions	(652,822)	(45,881)	(698,703)
Differences between projected actual investment earnings on pension plan investments	(29,689)	29,689	-
Net of deferred outflows	<u>\$ (469,257)</u>	<u>\$ (93,790)</u>	<u>\$ (563,047)</u>



**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 6 - Pension plan (continued)

A. Public employees' retirement systems (PERS) (continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions (excluding employer specific amounts, deferrals from District contributions subsequent to the measurement date, and deferrals from change on proportion) will be recognized in pension expense as follows:

<u>Fiscal Year Ending June 30,</u>	
2021	\$ (209,392)
2022	(190,902)
2023	(109,095)
2024	(44,116)
2025	(9,542)
Total	<u>\$ (563,047)</u>

Pension expense

For the fiscal year ended June 30, 2021, the District recognized net pension expense of \$120,596, which represents the District's proportionate share of allocable plan pension expense of \$39,872, plus the net amortization of deferred amounts from changes in proportion of \$91,133 less other adjustments to the net pension liability of \$10,409. The components of allocable pension expense, which exclude amounts attributable to employer paid member contributions and pension expense related to specific liabilities of individual employers, for the District for the fiscal year ending June 30, 2020 measurement date are as follows:

Service cost	\$ 78,831
Interest on total pension liability	256,853
Benefit changes	(1,761)
Member contributions	(56,032)
Administrative expense	1,340
Expected investment return net of investment expense	(151,205)
Pension expense related to specific liabilities of individual employers	(702)
Recognition (amortization) of deferred inflows/outflows of resources	
Differences between projected and actual experience	18,109
Changes of assumptions	(133,398)
Difference between projected and actual investment earnings on pension plan investments	<u>27,837</u>
Pension expense	<u>\$ 39,872</u>

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 6 - Pension plan (continued)

B. Teacher's pension and annuity fund (TPAF)

Plan description

The State of New Jersey, Teachers' Pension and Annuity Fund (TPAF) is a multiple-employer defined benefit pension plan with a special-funding situation, by which the State of New Jersey (the State) is responsible to fund 100% of the employer contributions, excluding any local employer early retirement incentive (ERI) contributions. TPAF is administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about TPAF, please refer to Division's annual financial reports which can be found at [www.state.nj.us/treasury/pensions/annual-reports.shtml](http://www.state.nj.us/treasury/pensions/annual-reports.shtml).

The vesting and benefit provisions are set by N.J.S.A. 18A:66. TPAF provides retirement, death and disability benefits. All benefits vest after ten years of service. Members are always fully vested for their own contributions and, after three years of service credit, become vested for 2% of related interest earned on the contributions. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts.

The following represents the membership tiers for TPAF:

Tier	Definition
1	Members enrolled prior to July 1, 2007
2	Members eligible to enroll on or after July 1, 2007 and prior to November 2, 2008
3	Members eligible to enroll on or after November 2, 2008 and prior to May 22, 2010
4	Members eligible to enroll on or after May 22, 2010 and prior to June 28, 2011
5	Members eligible to enroll on or after June 28, 2011

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 with 25 years or more of service credit before age 62, and tier 5 before age 65 with 30 years or more of service credit. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the retirement age for his/her respective tier. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

Contributions

The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For the State fiscal year 2020, the State's pension contribution was less than the actuarial determined amount.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 6 - Pension plan (continued)

B. Teacher's pension and annuity fund (TPAF) (continued)

Special funding situation

The employer contributions for local participating employers are legally required to be funded by the State in accordance with N.J.S.A. 18:66-33. Therefore, these local participating employers are considered to be in a special funding situation as defined by GASB Statement No. 68 and the state is treated as a non-employer contributing entity. Since the local participating employers do not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the local participating employers. However, the Notes to the Financial Statements of the local participating employers must disclose the portion of the non-employer contributing entities' total proportionate share of the net pension liability that is associated with the local participating employer. In addition, each local participating employer must recognize pension expense associated with the employer as well as revenue in an amount equal to the non-employer contributing entities' total proportionate share of the collective pension expense associated with the local participating employer.

During the State fiscal year ending June 30, 2020, the State of New Jersey contributed \$1,041,679 to the TPAF for normal pension benefits on behalf of the District.

The contribution rate was 7.50% of base salary effective July 1, 2018.

Collective net pension liability and actuarial information

The District's proportionate share of the net pension liability for TPAF for fiscal year ended June 30, 2020 measurement date is as follows:

District proportionate share of net pension liability	\$ 40,145,427
Less: State proportionate share of net pension liability	<u>9,875,133</u>
Net pension liability	<u>\$ 30,270,294</u>
 Proportionate share	 0.0459693955%
 Plan fiduciary net position as a percentage of the total pension liability	 24.60%

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 6 - Pension plan (continued)

B. Teacher's pension and annuity fund (TPAF) (continued)

Actuarial assumptions

The total pension liability for the June 30, 2020 measurement date was determined by an actuarial valuation as of July 1, 2019, which was rolled forward to June 30, 2020. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Inflation rate	
Price	2.75%
Wage	3.25%
Salary increases (based on years of service)	
Through 2026	1.55 - 4.45%
Thereafter	2.75 - 5.65%
Investment rate of return	7.00%

Pre-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Employee mortality table with a 93.9% adjustment for males and 85.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Healthy Retiree mortality table with a 114.7% adjustment for males and 99.6% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability mortality rates were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 106.3% adjustment for males and 100.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2020.

The actuarial assumptions used in the July 1, 2019 valuation were based on the results of an actuarial experience study for the period July 1, 2015 to June 30, 2018.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 6 - Pension plan (continued)

B. Teacher's pension and annuity fund (TPAF) (continued)

Long-term expected rate of return

In accordance with state statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2020 measurement date) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the Board of Trustees, and the Actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges 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 and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in TPAF's target asset allocation as of June 30, 2020 measurement date are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocations</u>	<u>Long-Term Expected Rate of Return</u>
US Equity	27.00%	7.71%
Non-U.S. Developed Markets Equity	13.50%	8.57%
Emerging Markets Equity	5.50%	10.23%
Private Equity	13.00%	11.42%
Real Assets	3.00%	9.73%
Real Estate	8.00%	9.56%
High yield	2.00%	5.95%
Private Credit	8.00%	7.59%
Investment grade credit	8.00%	2.67%
Cash equivalents	4.00%	0.50%
U.S. Treasuries	5.00%	1.94%
Risk Mitigation Strategies	3.00%	3.40%

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 6 - Pension plan (continued)

B. Teacher's pension and annuity fund (TPAF) (continued)

Discount rate

The discount rate used to measure the total pension liability was 5.40% as of June 30, 2020. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.00%, and a municipal bond rate of 2.21% as of June 30, 2020, based on the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be based on 78% of the actuarially determined contributions for the State. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2062. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2062 and the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Sensitivity of the collective net pension liability to changes in the discount rate

The following presents the collective net pension liability of the District as of June 30, 2020 measurement date, calculated using the discount rate as disclosed above as well as what the collective net pension liability would be if it was calculated using a discount rate that is 1% point lower or 1% point higher than the current rate:

District's proportionate share of the net pension liability

At current discount rate (5.40%)	\$ 30,270,294
At a 1% lower rate (4.40%)	35,556,005
At a 1% higher rate (6.40%)	25,881,398

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 6 - Pension plan (continued)

B. Teacher's pension and annuity fund (TPAF) (continued)

Pension expense

The components of the contractually required contribution, which exclude amounts related to specific liabilities of individual employers, for the District for the year ended June 30, 2020 measurement date are as follows:

Service cost	\$ 754,035
Interest on total pension liability	2,147,083
Benefit changes	(7,678)
Member contributions	(397,698)
Administrative expense	6,197
Expected investment return net of investment expense	(699,666)
Pension expense related to specific liabilities of individual employers	2,179
Recognition (amortization) of deferred inflows/outflows of resources	
Differences between projected and actual experience	81,257
Changes of assumptions	(181,083)
Difference between projected and actual investment earnings on pension plan investments	177,710
Pension expense	\$ 1,882,336

C. Defined contribution retirement program

The Defined Contribution Retirement Program (DCRP) was established under the provisions Ch. 92, PL 2007 and expanded under the provisions of Ch. 89, PL 2008 and Ch. 1, PL 2010 to provide eligible members with a tax sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Employees eligible to enroll in the program include the following: First, employees enrolled in the Public Employees Retirement System (PERS) or Teachers Pension and Annuity Fund (TPAF) on or after July 1, 2007 who earn salary in excess of maximum compensation limits. Also, employees otherwise eligible to enroll in the TPAF and PERS who do not earn the minimum salary (\$8,400 in 2021) but who earn salary of at least \$5,000 annually are eligible to participate. The Program Administrator, Prudential Financial, makes information regarding the program available on its New Jersey Defined Contribution Program Web Site: [www.prudential.com/njdcprp](http://www.prudential.com/njdcprp).

Contribution rates for DCRP provide for employee contributions of 5.50% of annual contractual compensation as defined. The District's contribution to the DCRP for fiscal year ending 2021 was \$1,142.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 6 - Pension plan (continued)

D. Other pension plan information

During the year ended June 30, 2021, the State of New Jersey contributed \$416,056 to the TPAF for postretirement medical benefits, \$24,788 for non-contributory insurance premiums, \$646 for long-term disability insurance, and \$1,302,834 for normal costs and accrued liability costs on behalf of the Board. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the Board \$384,923 during the fiscal year ended June 30, 2021 for the employer's share of Social Security contributions for TPAF members calculated on their base salaries. These amounts have been included in the financial statements and the combining and individual fund and account group statements and schedules as revenues and expenditures in accordance with GASB Statement No. 68.

Note 7 - Postretirement benefits

The State of New Jersey provides post-retirement (PRM) benefits for certain State and other retired employees meeting the service credit eligibility requirements. In fiscal year 2020, the State paid PRM benefits for 143,053 State and local retirees.

The State funds postretirement medical benefits on a pay-as-you-go basis, which means that the State does not pre-fund, or otherwise establish a reserve or other pool of assets against the PRM expenses that the State may incur in future years. For fiscal year 2020, the State contributed \$1.578 billion to pay for pay-as-you-go PRM benefit costs incurred by covered retirees. The State's pay-as-you-go contributions have decreased from fiscal year 2019 amounts. Reductions are attributable to various cost savings initiatives implemented by the State including Medicare Advantage contracts. The State has appropriated \$1.775 billion in fiscal year 2021 as the State's contribution to fund pay-as-you-go PRM costs.

In accordance with the provisions of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, the State is required to quantify and disclose its obligations to pay Other Postemployment Benefits (OPEB) to retired plan members. This new standard supersedes the previously issued guidance, GASB Statement No. 45, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, effective for fiscal year 2018. The State is now required to accrue a liability in all instances where statutory language names the State as the legal obligor for benefit payments. The fiscal year 2020 total State OPEB liability to provide these benefits is \$65.5 billion, a decrease of \$10.5 billion or 13.8 percent from the \$76 billion liability recorded in fiscal year 2019.

Total OPEB liability

The State, a non-employer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS and TPAF participants. The District's proportionate share percentage determined under Paragraphs 193 and 203 through 205 of GASB Statement No. 75 is zero percent. Accordingly, the District did not recognize any portion of the collective net OPEB liability on the Statement of Net Position. Accordingly, the following OPEB liability note information is reported at the State's level and is not specific to the District. Note that actual numbers will be published in the NJ State ACFR at <https://www.nj.gov/treasury/omb/fr.shtml>.



**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 7 - Postretirement benefits (continued)

Total OPEB liability (continued)

Under a special funding situation, the State, a non-employer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS and TPAF participants. Accordingly, the District did not recognize any portion of the collective net OPEB liability on the Statement of Net Position. Therefore, the following OPEB liability note information is reported at the State's level and is not accrued by the District.

For purposes of reporting required GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, the District's proportionate share of allocable OPEB liability and employer OPEB expense and related revenue as of June 30, 2020 measurement date is as follows:

State's proportionate share of the OPEB liability	\$	67,809,962,608
District's proportionate share of the State's OPEB liability		30,416,676
Employer OPEB expense and related revenue		1,342,099

Allocable proportionate percentage	0.0448557628%
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		<u>Total OPEB Liability</u>
Total OPEB liability at June 30, 2019	\$	18,322,541
Service cost		730,695
Interest cost		657,955
Change of benefit terms		-
Differences between expected and actual experiences		5,662,883
Changes of assumptions		5,556,081
Member contributions		16,050
Gross benefit payments		(529,529)
Total OPEB liability at June 30, 2020	\$	<u>30,416,676</u>

Changes in the total OPEB liability

There were no changes of the benefit terms from June 30, 2019 to June 30, 2020.

Changes of assumptions and other inputs reflect a change in the discount rate from 3.50% as of the June 30, 2019 plan measurement date to 2.21% as of the June 30, 2020 plan measurement date.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 7 - Postretirement benefits (continued)

Changes in the total OPEB liability (continued)

The total non-employer OPEB liability as of June 30, 2020 was determined by an actuarial valuation as of June 30, 2019, which was rolled forward to June 30, 2020. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Inflation rate	2.50%	
	TPAF	PERS
	(based on years of service)	(based on years of service)
Salary increases		
Through 2026	1.55% - 4.45%	2.00% - 6.00%
Thereafter	1.55% - 4.45%	3.00% - 7.00%

Preretirement mortality rates were based on the Pub-2010 Healthy “Teachers” (TPAF/ABP) and “General” (PERS) classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2020. Postretirement mortality rates were based on the Pub-2010 “General” classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2020. Disability mortality was based on the Pub-2010 “General” classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2020.

The actuarial assumptions used in the June 30, 2019 valuation were based on the results of actuarial experience studies for the periods July 1, 2015 - June 30, 2018 and July 1, 2013 - June 30, 2018 for TPAF and PERS, respectively.

Health care trend assumptions

For Pre-Medicare medical benefits, the trend rate is initially 5.6% and decreases to a 4.5% long-term trend rate after seven years. The assumed post-65 medical trend is 4.5% for all future years. For prescription drug benefits, the initial trend rate is 7.0% and decreases to a 4.5% long-term trend rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.0%.

Discount rate

The discount rate for June 30, 2020 was 2.21%. This represents the municipal bond return rate as chosen by the Division. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 7 - Postretirement benefits (continued)

Sensitivity of the total OPEB liability to changes in the discount rates

The following presents the total non-employer OPEB liability as of June 30, 2020 measurement date, using the District's allocable proportionate percentage, calculated using the discount rate as disclosed above as well as what the total non-employer OPEB liability would be if it was calculated using a discount rate that is 1% point lower or 1% point higher than the current rate:

Total OPEB Liability (school retirees)

At current discount rate (2.21%)	\$ 30,416,676
At a 1% lower rate (1.21%)	36,668,873
At a 1% higher rate (3.21%)	25,528,060

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates

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

Total OPEB Liability (school retirees)

Healthcare cost trend rate	\$ 30,416,676
At a 1% lower rate (1% decrease)	24,553,367
At a 1% higher rate (1% increase)	37,398,574

OPEB expense and deferred outflows of resources and deferred inflows of resources related to OPEB

For the fiscal year ended June 30, 2021, the District recognized OPEB expense of \$1,342,099 determined by the State as the total OPEB liability for benefits provided through a defined benefit OPEB plan that is not administered through a trust that meets the criteria in paragraph 4 of GASB Statement No. 75 and in which there is a special funding situation.

In accordance with GASB Statement No. 75, the District's proportionate share of school retirees OPEB is zero, there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources.

Note 8 - Deferred compensation

The Board offers its employees a choice of the following deferred compensation plans created in accordance with Internal Revenue Code Section 403(b). The plans, which are administered by the entities listed below, permit participants to defer a portion of their salary until future years. Amounts deferred under the plans are not available to employees until termination, retirement, death or unforeseeable emergency. The Plan Administrators are as follows:

Siracusa Benefits	Financial Resources
AXA Equitable-Equinvest	FTJ Fundchoice LLC
Lincoln Investment Planning	Oppenheimer

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 9 - Interfund receivable and payments

The composition on interfund balances as of June 30, 2021 is as follows:

<u>Fund</u>	<u>Receivable Fund</u>	<u>Payable Fund</u>
General fund	\$ 92,118	\$ 118,435
Special revenue fund	-	92,118
Food service enterprise fund	118,435	-
Total	<u>\$ 210,553</u>	<u>\$ 210,553</u>

The general fund had an interfund payable to the food service fund for \$118,435 representing subsidy aid that was received in the general fund but not disbursed to the food service fund. The special revenue fund had an interfund payable to the general fund of \$92,118 due to cash flow issues from delayed receipts.

Note 10 - Inventory

Inventory in the food service fund as of June 30, 2021 consisted of the following:

Food	\$ 3,197
Total	<u>\$ 3,197</u>

Note 11 - Contingent liabilities

Amounts received, or are receivables, from grantor agencies could be subject to audit and adjusted by grantor agencies. Any disallowed claims, including amounts already collected, may result in 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.

Note 12 - Risk management

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

*Property and Liability Insurance* - The District maintains commercial insurance coverage for property, liability, and student accident and surety bonds. There was no significant reduction in insurance coverage from coverage of the prior year. The District did not have any insurance settlements which exceeded insurance coverage for the past three years. A complete Schedule of Insurance Coverage can be found in the Statistical Section of the Annual Comprehensive Financial Report.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 12 - Risk management (continued)

*New Jersey Unemployment Compensation Insurance* - The District has elected to fund its NJ Unemployment Compensation Insurance under the Benefit Reimbursement Method. Under this plan, the District is required to reimburse the NJ unemployment trust fund for benefits paid to its former employees and charged to its account with the state. The District is billed quarterly for amounts due to the state. The following is a summary of District contributions, and interest earnings, employee contributions, reimbursements to the state for benefits paid and the ending balance available for claims of the District's unemployment compensation insurance fund:

Fiscal year	Board Contrib.	Interest Earnings	Employee Contrib.	Amount Reimbursed	Ending Balance Available for Claims
2020 - 2021	\$ -	\$ 192	\$ 10,639	\$ -	\$ 257,551
2019 - 2020	-	2,102	10,030	-	246,720
2018 - 2019	-	4,032	9,754	-	234,588

Note 13 - Reserve accounts

A capital reserve account was established by the District for the accumulation of funds for use as capital outlay expenditures in subsequent fiscal years. The capital reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

Funds placed in the capital reserve account are restricted to capital projects in the District's approved Long-Range Facilities Plan (LRFP) and updated annually in the Quality Single Accountability Continuum. Upon submission of the LRFP to the Department of Education, a District may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes. A District may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to NJAC 6A:26-9.1(d)1, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

Districts are allowed as per N.J.S.A. 18A:7F-41(a) & 41(b) to deposit to the reserves by Board Resolution during the month of June for any unanticipated revenue and/or unexpended line-item appropriation amounts. The District did not make a deposit to their capital reserve account, maintenance reserve account and emergency reserve account by Board Resolution. The following schedule is a summarization of the reserve accounts for the current year:

Reserve Type	Beginning Balance	District Contrib.	Interest Earnings	Return Unused Withdrawal	Withdrawal	Ending Balance
Capital	\$ 1,001,500	\$ -	\$ -	\$ 19,070	\$ 501,398	\$ 519,172
Maintenance	526,240	-	-	-	-	526,240
Emergency	143,100	-	-	-	143,100	-
Total	<u>\$ 1,670,840</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,070</u>	<u>\$ 644,498</u>	<u>\$ 1,045,412</u>

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 14 - Fund balance

As described in Note 1 (O), fund balance may be restricted, committed or assigned. An analysis of the general fund balance on June 30, 2021 is as follows:

Restricted	
Capital reserve account - Represents funds restricted to capital projects in the Districts long range facilities plan.	\$ 519,172
Maintenance reserve account - Represents funds accumulated for the required maintenance of a facility in accordance with the EFCFA (N.J.S.A.18A:76-9).	526,240
Unemployment - Represents funds accumulated for future unemployment claims.	246,912
Committed	
Year-end encumbrance - Represents fund balance committed for purchase orders that have been issued but goods or services were not received as of June 30.	273,164
Assigned	
Designated for subsequent year's expenditures - Represents amount appropriated in the succeeding year's budget to reduce tax requirements.	329,145
Unassigned	
Undesignated - Represents fund balance which has not been restricted or designated.	344,230
Total fund balance	<u>2,238,863</u>
Last state aid payments not recognized on GAAP basis	<u>(378,047)</u>
Total fund balance - GAAP basis (Exhibit B-1)	<u><u>\$ 1,860,816</u></u>

Note 15 - Calculation of excess surplus

In accordance with N.J.S.A. 18A:7F-7, as amended by PL 2004, Ch. 73 (S1701), the designation for Reserved Fund Balance - Excess Surplus is a required calculation pursuant to the New Jersey Comprehensive Educational Improvement and Financing Act of 1996 (CEIFA). New Jersey school districts are required to reserve general fund balance at the fiscal year-end of June 30, if they did not appropriate a required minimum amount as budgeted fund balance in their subsequent years' budget. The excess fund balance at June 30, 2021 is \$0.

Note 16 - Deficit fund balance

The District is reporting a deficit balance in unassigned fund balance in the general fund as of June 30, 2021 of (\$33,817) on Schedule B-1 Balance Sheet - Governmental Funds. N.J.S.A. 18A:22-44.2 provides that in the event a State school aid payment is not made until the following school budget year, districts must record the last State aid payment as revenue, for budget purposes only, in the current school budget year. The bill provides legal authority for School Districts to recognize this revenue in the current budget year.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 16 - Deficit fund balance (continued)

For inter-governmental transactions, GASB Statement No. 33 requires the recognition (revenue, expenditure, asset and liability) should be in symmetry, (i.e., if one government recognizes an asset, the other government recognizes a liability). Since the State is recording the June State aid payments in the subsequent fiscal year, the School District cannot recognize the June State aid payments on the GAAP financial statements until the year the State records the payable. Due to the timing difference of recording the June State aid payments, the unreserved, undesignated general fund balance deficit does not alone indicate that the District is facing financial difficulties.

Pursuant to N.J.S.A. 18A:22-44.2 any negative unassigned general fund balance that is reported as a direct result from a delay in the June payments of State aid until the following fiscal year, is not considered in violation of New Jersey statute and regulation nor in need of corrective action. The District deficit in unassigned fund balance of \$33,817 is less than the last state aid payment of \$378,047.

Note 17 - Restatement of prior year net position

During the fiscal year ended June 30, 2021, the District restated net position for governmental activities as of June 30, 2020 as a result of the implementation of GASB Statement No. 84:

	Governmental Activities
Net position, June 30, 2020	\$ 4,101,541
Additions	
Reserved fund balance - unemployment fund	246,720
Reserved fund balance - student activity fund	9,280
Net position, June 30, 2020 as restated	\$ 4,357,541

Note 18 - Restatement of prior year fund balance

During the fiscal year ended June 30, 2021, the District restated fund balance for the general fund and special revenue fund as of June 30, 2020 as a result of the implementation of GASB Statement No. 84:

	General Fund	Special Revenue Fund
Fund balance June 30, 2020	\$ 2,090,829	\$ -
Additions		
Reserved fund balance - student activity fund	-	9,280
Reserved fund balance - unemployment fund	246,720	-
Fund balance, June 30, 2020 as restated	\$ 2,337,549	\$ 9,280

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Financial Statements**

Note 19 - Recent accounting pronouncements not yet effective

The following is of recent accounting pronouncements which are not yet effective as of the year-end date of this report.

In June 2017, GASB issued Statement No. 87, *Leases*. This statement is effective for reporting periods beginning after June 15, 2021 as amended by GASB Statement No. 95. The District is evaluating the effect of the pronouncement on financial reporting.

In May 2020, GASB issued Statement No. 96, *Subscription-Based Information Technology Arrangements*. This statement is effective for reporting periods beginning after June 15, 2022. The District is evaluating the effect of the pronouncement on financial reporting.

Note 20 - Deficit balance in unrestricted net position

The District is reporting a deficit balance in unrestricted net position for governmental activities as of June 30, 2021 of \$(1,852,785) on Schedule A-1 Statement of Net Position. The deficit balance is not a negative reflection on the District's financial condition but is the result of reporting required by GASB Statement No. 68 *Accounting and Financial Reporting for Pensions* which allocates the proportionate share of the state's net pension liability for PERS to each contributing entity throughout the state.

Note 21 - Risks and uncertainties

On January 30, 2020, the World Health Organization ("WHO") announced a global health emergency because of a new strain of coronavirus originating in Wuhan, China (The "COVID-19 outbreak") and the risks to the international community as a virus spreads globally beyond its point of origin. In March 2020, the WHO classified the COVID-19 outbreak as a pandemic, based on the rapid increase in exposure globally.

The full impact of the COVID-19 outbreak continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the pandemic will have on the District's financial condition, liquidity, and future results of operations.

Note 22 - Subsequent events

The District has evaluated subsequent events through February 10, 2022, which is the date the financial statements were available to be issued and no additional items were noted for disclosure.



**REQUIRED SUPPLEMENTARY INFORMATION - PART II**

**BUDGETARY COMPARISON SCHEDULES**

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**General Fund**  
**Budgetary Comparison Schedule**  
**For the Fiscal Year Ended June 30, 2021**

	Unaudited			Actual	Variance Final to Actual
	Original Budget	Budget Transfers	Final Budget		
<b>Revenues</b>					
<b>Local sources</b>					
Local tax levy	\$ 5,773,698	\$ -	\$ 5,773,698	\$ 5,773,698	\$ -
Tuition from individuals	15,000	-	15,000	26,250	11,250
Tuition from other LEAs within the state	26,805	-	26,805	38,899	12,094
Unrestricted miscellaneous revenues	28,195	-	28,195	8,217	(19,978)
Interest earned on maintenance reserve	100	-	100	-	(100)
Interest earned on capital reserve funds	100	-	100	-	(100)
Other restricted miscellaneous revenues	-	-	-	192	192
<b>Total</b>	<b>5,843,898</b>	<b>-</b>	<b>5,843,898</b>	<b>5,847,256</b>	<b>3,358</b>
<b>State sources</b>					
Categorical transportation aid	273,159	-	273,159	273,159	-
Extraordinary aid	-	-	-	30,407	30,407
Categorical special education aid	417,072	-	417,072	417,072	-
Equalization aid	3,069,211	(61,045)	3,008,166	3,008,166	-
Categorical security aid	85,007	-	85,007	85,007	-
Other state aid	-	-	-	27,398	27,398
TPAF Pension (on-behalf)	-	-	-	1,327,622	1,327,622
TPAF Social Security (reimbursed)	-	-	-	384,923	384,923
TPAF Postretirement benefits	-	-	-	416,056	416,056
TPAF Long-term disability insurance	-	-	-	646	646
<b>Total</b>	<b>3,844,449</b>	<b>(61,045)</b>	<b>3,783,404</b>	<b>5,970,456</b>	<b>2,187,052</b>
<b>Federal sources</b>					
Medicaid reimbursement	18,245	-	18,245	23,517	5,272
ARRA/SEMI revenue	-	-	-	854	854
<b>Total</b>	<b>18,245</b>	<b>-</b>	<b>18,245</b>	<b>24,371</b>	<b>6,126</b>
<b>Total revenues</b>	<b>\$ 9,706,592</b>	<b>\$ (61,045)</b>	<b>\$ 9,645,547</b>	<b>\$ 11,842,083</b>	<b>\$ 2,196,536</b>
<b>Expenditures</b>					
<b>Current</b>					
<b>Instruction - regular program</b>					
<b>Salaries of teachers</b>					
Kindergarten	\$ 411,919	\$ 8,016	\$ 419,935	\$ 419,935	\$ -
Grades 1-5	2,349,731	(78,052)	2,271,679	2,219,425	52,254
Grades 6-8	469,917	(12,995)	456,922	456,922	-
<b>Home instruction</b>					
Salaries of teacher	-	1,166	1,166	1,166	-
Purchased professional - educational services	1,290	(1,290)	-	-	-
<b>Regular programs - undistributed instruction</b>					
Purchased technical services	400	(70)	330	-	330
Other purchased services	32,525	(24,541)	7,984	7,984	-
General supplies	191,360	28,959	220,319	146,121	74,198
Textbooks	10,000	(10,000)	-	-	-
<b>Total</b>	<b>3,467,142</b>	<b>(88,807)</b>	<b>3,378,335</b>	<b>3,251,553</b>	<b>126,782</b>

See independent auditors' report.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**General Fund**  
**Budgetary Comparison Schedule (continued)**  
**For the Fiscal Year Ended June 30, 2021**

	Unaudited			Actual	Variance Final to Actual
	Original Budget	Budget Transfers	Final Budget		
Expenditures (cont'd)					
Special education					
Learning and/or language disabilities					
Salaries of teachers	\$ 60,209	\$ 7,904	\$ 68,113	\$ 68,113	\$ -
Other salaries for instruction	52,531	11,465	63,996	63,996	-
Total	<u>112,740</u>	<u>19,369</u>	<u>132,109</u>	<u>132,109</u>	<u>-</u>
Multiple disabilities					
Salaries of teachers	64,058	5,533	69,591	69,591	-
Other salaries for instruction	84,050	(14,495)	69,555	69,555	-
Total	<u>148,108</u>	<u>(8,962)</u>	<u>139,146</u>	<u>139,146</u>	<u>-</u>
Resource room/resource center					
Salaries of teachers	646,711	179,134	825,845	825,845	-
Other salaries for instruction	71,140	(10,075)	61,065	61,065	-
Total	<u>717,851</u>	<u>169,059</u>	<u>886,910</u>	<u>886,910</u>	<u>-</u>
Autism					
Salaries of teachers	-	800	800	800	-
Other objects	100	(100)	-	-	-
Total	<u>100</u>	<u>700</u>	<u>800</u>	<u>800</u>	<u>-</u>
Preschool disabilities - part-time					
Other salaries for instruction	25,215	(16,430)	8,785	8,785	-
Total	<u>25,215</u>	<u>(16,430)</u>	<u>8,785</u>	<u>8,785</u>	<u>-</u>
Preschool disabilities - full-time					
Salaries of teachers	177,948	7,115	185,063	185,063	-
Other salaries for instruction	44,126	26,440	70,566	70,566	-
Total	<u>222,074</u>	<u>33,555</u>	<u>255,629</u>	<u>255,629</u>	<u>-</u>
Total special education	<u>1,226,088</u>	<u>197,291</u>	<u>1,423,379</u>	<u>1,423,379</u>	<u>-</u>
Basic skills/remedial					
Salaries of teachers	156,767	(148,529)	8,238	8,238	-
Total	<u>156,767</u>	<u>(148,529)</u>	<u>8,238</u>	<u>8,238</u>	<u>-</u>
Bilingual education - instruction					
Salaries of teachers	-	149,129	149,129	149,129	-
Purchased professional - education services	34,455	(34,455)	-	-	-
Total	<u>34,455</u>	<u>114,674</u>	<u>149,129</u>	<u>149,129</u>	<u>-</u>
Total instruction regular	<u>\$ 4,884,452</u>	<u>\$ 74,629</u>	<u>\$ 4,959,081</u>	<u>\$ 4,832,299</u>	<u>\$ 126,782</u>
Undistributed expenditures					
Undistributed expenditures - instruction					
Tuition to other LEAs within the state - regular	\$ 25,000	\$ (25,000)	\$ -	\$ -	\$ -
Tuition to priv. school for the disabled w/i state	36,378	(5,450)	30,928	30,928	-
Total	<u>61,378</u>	<u>(30,450)</u>	<u>30,928</u>	<u>30,928</u>	<u>-</u>

See independent auditors' report.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**General Fund**  
**Budgetary Comparison Schedule (continued)**  
**For the Fiscal Year Ended June 30, 2021**

	Unaudited			Actual	Variance Final to Actual
	Original Budget	Budget Transfers	Final Budget		
Expenditures (cont'd)					
Undistributed expenditures - attendance & social work					
Salaries	\$ 16,489	\$ -	\$ 16,489	\$ 16,301	\$ 188
Total	16,489	-	16,489	16,301	188
Undistributed expenditures - health services					
Salaries	70,083	4,400	74,483	74,483	-
Purchased professional and technical services	3,500	(500)	3,000	3,000	-
Other purchased services	100	(100)	-	-	-
Supplies and materials	3,200	(989)	2,211	2,211	-
Total	76,883	2,811	79,694	79,694	-
Undistributed expenditures - speech, ot, pt & related services					
Salaries	211,078	17,185	228,263	228,263	-
Purchased professional - educational services	2,500	1,400	3,900	3,900	-
Supplies and materials	-	1,100	1,100	1,100	-
Total	213,578	19,685	233,263	233,263	-
Undistributed expenditures - guidance					
Salaries of other professional staff	88,534	68,550	157,084	157,084	-
Other purchased professional & technical services	2,000	(2,000)	-	-	-
Supplies and materials	1,500	(1,342)	158	158	-
Total	92,034	65,208	157,242	157,242	-
Undistributed expenditures - child study teams					
Salaries of other professional staff	249,944	27,608	277,552	277,552	-
Salaries of secretarial and clerical assistants	64,066	-	64,066	64,066	-
Purchased professional - educational services	3,000	(3,000)	-	-	-
Other purchased services	-	487	487	487	-
Supplies and materials	4,050	882	4,932	4,932	-
Total	321,060	25,977	347,037	347,037	-
Undistributed expenditures - improvement of inst. service					
Salaries of supervisor of instruction	95,000	(95,000)	-	-	-
Salaries of other professional staff	-	96,300	96,300	96,300	-
Salaries of secretarial & clerical assist	-	500	500	-	500
Other purchased services	500	(500)	-	-	-
Supplies and materials	500	8,698	9,198	9,198	-
Total	96,000	9,998	105,998	105,498	500
Undistributed expenditures - edu. media service/sch. library					
Salaries	87,218	54,878	142,096	142,096	-
Purchased professional and technical services	109,920	(109,920)	-	-	-
Other purchased services	-	120,773	120,773	120,773	-
Supplies and materials	12,900	(10,255)	2,645	2,645	-
Total	210,038	55,476	265,514	265,514	-

See independent auditors' report.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**General Fund**  
**Budgetary Comparison Schedule (continued)**  
**For the Fiscal Year Ended June 30, 2021**

	Unaudited			Actual	Variance Final to Actual
	Original Budget	Budget Transfers	Final Budget		
Expenditures (cont'd)					
Undistributed expenditures - instructional staff training services					
Purchased professional - educational services	\$ 7,000	\$ 3,160	\$ 10,160	\$ 10,160	\$ -
Other purchased services	10,000	(983)	9,017	9,017	-
Total	<u>17,000</u>	<u>2,177</u>	<u>19,177</u>	<u>19,177</u>	<u>-</u>
Undistributed expenditures - support service - general admin.					
Salaries	222,531	7,292	229,823	229,823	-
Legal services	20,000	87	20,087	20,087	-
Audit fees	20,150	500	20,650	20,650	-
Purchased technical services	10,500	(4,907)	5,593	5,593	-
Communications/telephone	20,625	15,719	36,344	36,344	-
BOE other purchased services	4,750	(4,551)	199	199	-
Misc purch services	36,627	3,967	40,594	40,594	-
General supplies	4,200	230	4,430	4,430	-
Miscellaneous expenditures	2,725	4,928	7,653	7,653	-
BOE membership dues and fees	6,250	(1,318)	4,932	4,932	-
Total	<u>348,358</u>	<u>21,947</u>	<u>370,305</u>	<u>370,305</u>	<u>-</u>
Undistributed expenditures - support service - school admin.					
Salaries of principals/assistant principals	116,183	7,360	123,543	123,543	-
Salaries of secretarial and clerical assistants	90,985	(24,392)	66,593	66,593	-
Purchased professional and technical services	2,500	(2,500)	-	-	-
Other purchased services	2,500	9,503	12,003	12,003	-
Supplies and materials	3,400	(2,872)	528	528	-
Other objects	1,500	660	2,160	2,160	-
Total	<u>217,068</u>	<u>(12,241)</u>	<u>204,827</u>	<u>204,827</u>	<u>-</u>
Undistributed expenditures - central services					
Salaries	166,957	20,963	187,920	187,920	-
Purchased professional services	18,800	(18,800)	-	-	-
Purchased technical services	10,000	7,673	17,673	17,673	-
Miscellaneous purchased services	1,000	188	1,188	1,188	-
Supplies and materials	1,800	1,551	3,351	3,351	-
Other objects	1,350	255	1,605	1,605	-
Total	<u>199,907</u>	<u>11,830</u>	<u>211,737</u>	<u>211,737</u>	<u>-</u>
Undistributed expenditures - req. maint. for school facilities					
Cleaning, repair, and maintenance services	20,300	14,441	34,741	34,741	-
General supplies	10,500	(10,472)	28	28	-
Total	<u>30,800</u>	<u>3,969</u>	<u>34,769</u>	<u>34,769</u>	<u>-</u>

See independent auditors' report.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**General Fund**  
**Budgetary Comparison Schedule (continued)**  
**For the Fiscal Year Ended June 30, 2021**

	Unaudited			Actual	Variance Final to Actual
	Original Budget	Budget Transfers	Final Budget		
Expenditures (cont'd)					
Undistributed expenditures - custodial services					
Salaries	\$ 263,948	\$ (31,987)	\$ 231,961	\$ 231,961	\$ -
Salaries of non-instructional aides	-	7,838	7,838	7,838	-
Purchased professional and technical services	9,000	(1,689)	7,311	7,311	-
Cleaning, repair, and maintenance service	25,000	799	25,799	25,799	-
Insurance	36,750	2,623	39,373	39,373	-
Miscellaneous purchased services	-	231	231	231	-
General supplies	47,258	(8,709)	38,549	38,549	-
Energy (natural gas)	3,000	(1,063)	1,937	1,937	-
Energy (electricity)	75,000	(24,145)	50,855	50,855	-
Energy (oil)	75,000	(35,798)	39,202	39,202	-
Other objects	500	(49)	451	451	-
<b>Total</b>	<b>535,456</b>	<b>(91,949)</b>	<b>443,507</b>	<b>443,507</b>	<b>-</b>
Undistributed expenditures - care and upkeep of grounds					
Cleaning, repair, and maintenance service	5,500	15,093	20,593	20,593	-
<b>Total</b>	<b>5,500</b>	<b>15,093</b>	<b>20,593</b>	<b>20,593</b>	<b>-</b>
Undistributed expenditures - student transportation service					
Salaries for pupil trans. (between home & school) - reg.	1,940	-	1,940	1,940	-
Management fee - esc & ctsa trans. program	2,250	(1,986)	264	264	-
Other purchased professional and technical service	14,000	(1,849)	12,151	12,151	-
Contract serv-aid in lieu pymts - non-public schools	20,000	(18,344)	1,656	1,426	230
Contract serv-aid in lieu pymts-charter school students	1,200	(333)	867	-	867
Contract serv (between home & school) - vendors	230,000	1,247	231,247	231,247	-
Contract serv (oth. than between home & school) - vendors	1,000	(973)	27	-	27
Contract serv (between home & school) - joint agreements	80,000	264	80,264	80,264	-
Contract serv (sp. Ed. stds) - vendors	72,500	(3,281)	69,219	64,426	4,793
Contract serv (spl. ed. students) - escs & ctsas	28,500	(3,603)	24,897	-	24,897
<b>Total</b>	<b>451,390</b>	<b>(28,858)</b>	<b>422,532</b>	<b>391,718</b>	<b>30,814</b>
Unallocated benefits - employee benefits					
Social Security contributions	85,000	(157)	84,843	84,843	-
TPAF contributions - ERIP	25,000	(2,257)	22,743	22,743	-
Other retirement contributions - PERS	100,000	16,411	116,411	116,411	-
Other retirement contributions - ERIP	-	845	845	845	-
Other retirement contributions - regular	1,500	(1,500)	-	-	-
Workmen's compensation	48,000	1,629	49,629	49,629	-
Health benefits	2,060,388	(199,453)	1,860,935	1,860,935	-
Tuition reimbursement	22,500	1,855	24,355	24,355	-
Other employee benefits	15,000	(13,429)	1,571	1,571	-
Unused sick payment to terminated/retired staff	25,000	875	25,875	25,875	-
<b>Total</b>	<b>2,382,388</b>	<b>(195,181)</b>	<b>2,187,207</b>	<b>2,187,207</b>	<b>-</b>

See independent auditors' report.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**General Fund**  
**Budgetary Comparison Schedule (continued)**  
**For the Fiscal Year Ended June 30, 2021**

	Unaudited			Actual	Variance Final to Actual
	Original Budget	Budget Transfers	Final Budget		
Expenditures (cont'd)					
On-behalf TPAF Pension contribution	\$ -	\$ -	\$ -	\$ 1,327,622	\$ (1,327,622)
On-behalf TPAF Postretirement medical benefits	-	-	-	416,056	(416,056)
On-behalf TPAF Long-term disability insurance	-	-	-	646	(646)
Reimbursed TPAF Social Security contribution	-	-	-	384,923	(384,923)
Total	-	-	-	2,129,247	(2,129,247)
 Total undistributed expenditures	<u>\$ 5,275,327</u>	<u>\$ (124,508)</u>	<u>\$ 5,150,819</u>	<u>\$ 7,248,564</u>	<u>\$ (2,097,745)</u>
 Total current	<u>\$ 10,159,779</u>	<u>\$ (49,879)</u>	<u>\$ 10,109,900</u>	<u>\$ 12,080,863</u>	<u>\$ (1,970,963)</u>
 Capital outlay					
Equipment					
Undistributed					
Undistributed expenditures - instruction	\$ -	\$ 4,398	\$ 4,398	\$ 4,398	\$ -
Undistributed expenditures - care and upkeep of grounds	-	29,438	29,438	29,438	-
Total equipment	-	33,836	33,836	33,836	-
 Facilities acquisition and construction service					
Legal services	5,000	(5,000)	-	-	-
Architectural/engineering services	8,400	6,536	14,936	14,936	-
Construction services	488,990	(57,823)	431,167	160,963	270,204
Supplies and materials	-	22,451	22,451	22,451	-
Assessment for debt service on SDA funding	2,925	-	2,925	2,925	-
Total facilities acquisition and construction service	<u>505,315</u>	<u>(33,836)</u>	<u>471,479</u>	<u>201,275</u>	<u>270,204</u>
 Total capital outlay	<u>\$ 505,315</u>	<u>\$ -</u>	<u>\$ 505,315</u>	<u>\$ 235,111</u>	<u>\$ 270,204</u>
 Transfer of funds to charter schools	<u>\$ 10,430</u>	<u>\$ (10,430)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
 Transfer of funds to resident renaissance schools	<u>77</u>	<u>(77)</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Total expenditures	<u>\$ 10,675,601</u>	<u>\$ (60,386)</u>	<u>\$ 10,615,215</u>	<u>\$ 12,315,974</u>	<u>\$ (1,700,759)</u>
 Excess (deficiency) of revenues over (under) expenditures	\$ (969,009)	\$ (659)	\$ (969,668)	\$ (473,891)	\$ 495,777
		2			
Fund balances, July 1 (as restated)	2,712,754	-	2,712,754	2,712,754	-
Fund balances, June 30	<u>\$ 1,743,745</u>	<u>\$ (659)</u>	<u>\$ 1,743,086</u>	<u>\$ 2,238,863</u>	<u>\$ 495,777</u>

See independent auditors' report.



**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**General Fund**  
**Budgetary Comparison Schedule (continued)**  
**For the Fiscal Year Ended June 30, 2021**

	Unaudited			Actual	Variance Final to Actual
	Original Budget	Budget Transfers	Final Budget		
Recapitulation of excess (deficiency) of revenues over (under) expenditures					
Adjustment for prior year encumbrances	\$ (155,848)	\$ -	\$ (155,848)	\$ (155,848)	\$ -
Interest deposit to capital reserve	100	-	100	-	(100)
Withdrawal from capital reserve	(471,960)	(10,368)	(482,328)	(482,328)	-
Withdrawal from Emergency Reserve	(143,100)	-	(143,100)	(143,100)	-
Interest earned on maintenance reserve	100	-	100	-	(100)
Increase in unemployment compensation	5,000	(459)	4,541	-	(4,541)
Interest earned on unemployment compensation	-	-	-	192	192
Budgeted fund balance	(203,301)	10,168	(193,133)	307,193	500,326
<b>Total</b>	<b>\$ (969,009)</b>	<b>\$ (659)</b>	<b>\$ (969,668)</b>	<b>\$ (473,891)</b>	<b>\$ 495,777</b>
Recapitulation of fund balance					
Restricted fund balance					
Capital reserve				\$ 519,172	
Maintenance reserve				526,240	
Unemployment compensation				246,912	
Committed fund balance					
Year-end encumbrances				273,164	
Assigned fund balance					
Designated for subsequent year's expenditures				329,145	
Unassigned fund balance				<u>344,230</u>	
Fund balance per budgetary basis				2,238,863	
Reconciliation to governmental statements (GAAP)					
Last state aid payments not recognized on GAAP basis				<u>(378,047)</u>	
Fund balance per governmental funds (GAAP)				<u>\$ 1,860,816</u>	

See independent auditors' report.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Special Revenue Fund**  
**Budgetary Comparison Schedule**  
**For the Fiscal Year Ended June 30, 2021**

	Unaudited			Actual	Variance Final to Actual
	Original Budget	Budget Transfers	Final Budget		
<b>Revenues</b>					
Local sources	\$ 2,479	\$ 2,176	\$ 4,655	\$ 2,176	\$ (2,479)
Federal sources	592,487	-	592,487	574,571	(17,916)
Total revenues	<u>\$ 594,966</u>	<u>\$ 2,176</u>	<u>\$ 597,142</u>	<u>\$ 576,747</u>	<u>\$ (20,395)</u>
<b>Expenditures</b>					
<b>Instruction</b>					
Salaries for instruction	\$ 152,361	\$ (88,322)	\$ 64,039	\$ 63,759	\$ 280
Purchased professional & technical services	1,000	(1,000)	-	-	-
Other purchased services	25,000	(8,764)	16,236	16,236	-
General supplies	141,327	88,547	229,874	227,874	2,000
Total	<u>319,688</u>	<u>(9,539)</u>	<u>310,149</u>	<u>307,869</u>	<u>2,280</u>
<b>Support services</b>					
Other salaries	-	24,577	24,577	24,577	-
Personal services - employee benefits	3,557	(3,557)	-	-	-
Purchased professional & technical services	94,689	43,162	137,851	137,650	201
Other purchased services	44,960	(39,058)	5,902	5,902	-
General supplies	122,072	(22,599)	99,473	81,559	17,914
Other objects	10,000	(10,000)	-	-	-
Student activities	-	183	183	183	-
Total	<u>275,278</u>	<u>(7,292)</u>	<u>267,986</u>	<u>249,871</u>	<u>18,115</u>
<b>Capital outlay</b>					
Equipment	-	17,014	17,014	17,014	-
Total expenditures	<u>\$ 594,966</u>	<u>\$ 183</u>	<u>\$ 595,149</u>	<u>\$ 574,754</u>	<u>\$ 20,395</u>
Excess (deficiency) of revenues over (under) expenditures	\$ -	\$ 1,993	\$ 1,993	\$ 1,993	\$ -
Fund balances, July 1 (as restated)	<u>9,280</u>	<u>-</u>	<u>9,280</u>	<u>9,280</u>	<u>-</u>
Fund balances, June 30	<u>\$ 9,280</u>	<u>\$ 1,993</u>	<u>\$ 11,273</u>	<u>\$ 11,273</u>	<u>\$ -</u>
<b>Recapitulation of fund balance</b>					
Restricted fund balance				\$ 11,273	
Student activities				<u>\$ 11,273</u>	
Fund balance per budgetary basis				<u>\$ 11,273</u>	

See independent auditors' report.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to Required Supplementary Information**  
**Budget-to-GAAP Reconciliation**  
**For the Fiscal Year Ended June 30, 2021**

Explanation of Differences Between Budgetary Inflows and  
Outflows and GAAP Revenues and Expenditures

<u>Sources/Inflows of Resources</u>	<u>General Fund</u>	<u>Special Revenue Fund</u>
Actual amounts (budgetary) "revenues" from the budgetary comparison schedules	\$ 11,842,083	\$ 576,747
Donations of capital assets are not recognized for budgetary purposes but treated as revenues and additional expenditures for GAAP purposes	34,442	-
The last state aid payment is recognized as revenue for budgetary purposes, and differs from GAAP which does not recognize this revenue until the subsequent year when the state recognizes the related expenses (GASB 33):		
State aid receivable prior year	375,205	-
State aid receivable current year	(378,047)	-
Total revenues (GAAP basis)	<u>\$ 11,873,683</u>	<u>\$ 576,747</u>
<u>Uses/Outflows of Resources</u>	<u>General Fund</u>	<u>Special Revenue Fund</u>
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	\$ 12,315,974	\$ 574,754
Donations of capital assets are not recognized for budgetary purposes but treated as revenues and additional expenditures for GAAP purposes	34,442	-
Total expenditures (GAAP basis)	<u>\$ 12,350,416</u>	<u>\$ 574,754</u>

See independent auditors' report.

**REQUIRED SUPPLEMENTARY INFORMATION - PART III**

**SCHEDULES RELATED TO ACCOUNTING  
AND REPORTING FOR PENSIONS (GASB 68) (UNAUDITED)**

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Schedule of the District's Proportionate Share of the Net Pension Liability - Public Employees Retirement System**  
**Last Ten Fiscal Years**

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
District's proportion of the net pension liability (asset) - percentage	N/A	0.0102328301%	0.0104382063%	0.0098257030%	0.008644925%	0.0087436120%	0.0081951138%	0.0077386119%	0.0077795075%	N/A
District's proportion of the net pension liability (asset) - value	\$ -	\$ 1,668,707	\$ 1,880,806	\$ 1,934,632	\$ 2,012,400	\$ 2,589,607	\$ 2,350,829	\$ 1,448,880	\$ 1,486,818	\$ -
District's covered employee payroll	818,607	801,526	751,552	710,933	684,224	580,461	568,546	557,526	518,180	N/A
District's proportionate share of the net pension liability (asset) as a percentage of its covered employee payroll	N/A	208.19%	250.26%	272.13%	294.11%	446.13%	413.48%	259.88%	286.93%	N/A
Plan fiduciary net position as a percentage of the total pension liability	N/A	58.32%	56.27%	53.60%	48.10%	40.14%	47.93%	52.08%	48.72%	N/A

N/A = Information is not available

See independent auditors' report.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Schedule of District Contributions - Public Employees Retirement System**  
**Last Ten Fiscal Years**

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Contractually required contribution	\$ 111,942	\$ 101,533	\$ 97,734	\$ 80,086	\$ 77,762	\$ 70,456	\$ 63,796	\$ 58,617	\$ 61,197	\$ 68,048
Contributions in relation to the contractually required contribution	(111,942)	(101,533)	(97,734)	(80,086)	(77,762)	(70,456)	(63,796)	(58,617)	(61,197)	(68,048)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered employee payroll	\$ 818,607	\$ 801,526	\$ 751,552	\$ 710,933	\$ 684,224	\$ 580,461	\$ 568,546	\$ 557,526	\$ 518,180	\$ 532,985
Contributions as a percentage of covered employee payroll	13.67%	12.67%	13.00%	11.26%	11.36%	12.14%	11.22%	10.51%	11.81%	12.77%

See independent auditors' report.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Schedule of the District's Proportionate Share of the Net Pension Liability - Teacher's Pension and Annuity Fund**  
**Last Ten Fiscal Years**

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
District's proportion of the net pension liability (asset) - Percentage	N/A	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	N/A
District's proportion of the net pension liability (asset) - value	N/A	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability (asset) associated with the District	\$ -	\$ 30,270,294	29,061,662	29,979,673	31,413,247	36,850,083	29,595,038	25,283,200	22,821,533	-
Total	\$ -	\$ 30,270,294	\$ 29,061,662	\$ 29,979,673	\$ 31,413,247	\$ 36,850,083	\$ 29,595,038	\$ 25,283,200	\$ 22,821,533	\$ -
District's covered employee payroll	\$ 5,397,093	\$ 5,082,709	\$ 4,737,450	\$ 4,946,272	\$ 5,045,431	\$ 4,944,527	\$ 4,784,251	\$ 4,818,878	\$ 4,649,890	N/A
District's proportionate share of the net pension liability (asset) as a percentage of its covered employee payroll	N/A	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	N/A
Plan fiduciary net position as a percentage of the total pension liability	N/A	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%	33.64%	33.76%	N/A

N/A = Information is not available

See independent auditors' report.



**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Schedule of District Contributions - Teacher's Pension and Annuity Fund**  
**Last Ten Fiscal Years**

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Contractually required contribution	\$ 1,041,679	\$ 952,122	\$ 950,836	\$ 632,324	\$ 524,056	\$ 375,047	\$ 253,150	\$ 200,122	\$ 291,778	\$ 145,142
Contributions in relation to the contractually required contribution	<u>(1,041,679)</u>	<u>(952,122)</u>	<u>(950,836)</u>	<u>(632,324)</u>	<u>(524,056)</u>	<u>(375,047)</u>	<u>(253,150)</u>	<u>(200,122)</u>	<u>(291,778)</u>	<u>(145,142)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered employee payroll	\$ 5,397,093	\$ 5,082,709	\$ 4,737,450	\$ 4,946,272	\$ 5,045,431	\$ 4,944,527	\$ 4,784,251	\$ 4,818,878	\$ 4,649,890	\$ 4,625,593
Contributions as a percentage of covered employee payroll	19.30%	18.73%	20.07%	12.78%	10.39%	7.59%	5.29%	4.15%	6.27%	3.14%

See independent auditors' report.

**SCHEDULES RELATED TO ACCOUNTING AND REPORTING FOR  
OTHER POSTEMPLOYMENT EMPLOYEE BENEFITS (GASB 75) (UNAUDITED)**

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Schedule of the District's Proportionate Share of the Net Other**  
**Postemployment Employee Benefits Liability**  
**Last Ten Fiscal Years**

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
District's proportionate share of the other postemployment employee benefits liability (asset) - percentage	N/A	0.00%	0.00%	0.00%	0.00%	N/A	N/A	N/A	N/A	N/A
District's proportionate share of the other postemployment employee benefits liability (asset) - value	N/A	\$ -	\$ -	\$ -	\$ -	N/A	N/A	N/A	N/A	N/A
State's proportionate share of the other postemployment employee benefits liability (asset) associated with the District	N/A	30,416,676	18,322,541	20,947,273	24,703,270	N/A	N/A	N/A	N/A	N/A
<b>Total</b>	<b>\$ -</b>	<b>\$ 30,416,676</b>	<b>\$ 18,322,541</b>	<b>\$ 20,947,273</b>	<b>\$ 24,703,270</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
District's covered employee payroll	N/A	\$ 5,884,235	\$ 5,489,002	\$ 5,657,205	\$ 5,729,655	N/A	N/A	N/A	N/A	N/A
District's proportionate share of the net pension liability (asset) as a percentage of its covered employee payroll	N/A	0.00%	0.00%	0.00%	0.00%	N/A	N/A	N/A	N/A	N/A
Plan fiduciary net position as a percentage of the total pension liability	N/A	0.00%	0.00%	0.00%	0.00%	N/A	N/A	N/A	N/A	N/A

NOTE: N/A = Information not available

See independent auditors' report.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Required Supplementary Information - Part III**  
**(Unaudited)**  
**June 30, 2021**

- Note 1 - Special funding situation - TPAF and other postretirement benefits  
The participating employer allocations included in the supplemental Schedule of Employer Special Funding Allocations and the supplemental Schedule of Special Funding Amounts by Employer for each local employer are provided as each local employer is required to record in their financial statements, as an expense and corresponding revenue, their proportionate share of the pension expense and other postretirement benefits (OPEB) expense allocated to the State of New Jersey (the State) under the special-funding situation and include their proportionate share of the net pension liability and OPEB liability in their respective notes to their financial statements. For this purpose, the proportionate share was developed based on actual contributions made to the Teachers' Pension and Annuity Fund and for OPEB allocated to employers based upon covered payroll and adjusted by expected State Early Retirement Incentive contributions for the respective fiscal year.
- Note 2 - Changes in assumptions - TPAF  
The discount rate was 5.60% in State fiscal year 2019 and 5.40% in State fiscal year 2020. The inflation rate was 2.75% in State fiscal year 2019 and 2020.
- Note 3 - Changes in assumptions - PERS  
The discount rate was 6.28% in State fiscal year 2019 and 7.00% in State fiscal year 2020. The inflation rate was 2.75% for State fiscal year 2019 and 2020.
- Note 4 - Changes in assumptions - other postretirement employee benefits  
The other postretirement employee benefits discount rate decreased from 3.50% in State fiscal year 2019 to 2.21% in State fiscal year 2020. The inflation rate was 2.50% for State fiscal year 2019 and 2020.
- Note 5 - Changes in healthcare trend assumptions - other postretirement employee benefits  
For Pre-Medicare medical benefits, the trend rate is initially 5.6% and decreases to a 4.5% long-term trend rate after seven years. For post-65 medical benefits, the actual fully insured Medicare Advantage trend rates are reflected. The assumed post-65 medical trend is 4.5% for all future years. For prescription drug benefits, the initial trend rate is 7.0% and decreases to a 4.5% long-term trend rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.0%.
- Note 6 - Changes in benefit term assumptions - other postretirement employee benefits  
There were no changes of the benefit terms from June 30, 2019 to June 30, 2020.

## **SPECIAL REVENUE FUND**

The Special Revenue Fund is used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted expenditures for specific purposes.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Special Revenue Fund**  
**Combining Schedule of Program Revenues And Expenditures - Budgetary Basis**  
**For the Fiscal Year Ended June 30, 2021**

	ESSA Title I	ESSA Title IIA	ESSA Title III	ESSA Title IV	CARES Emergency Relief	Coronavirus Relief Fund	Digital Divide	IDEA Basic	IDEA Preschool	FEMA	Student Activity Fund	Total
<b>Revenues</b>												
Federal sources	\$ 82,613	\$ 13,284	\$ 18,287	\$ 10,000	\$ 66,104	\$ 40,640	\$ 73,474	\$ 168,339	\$ 7,233	\$ 94,597	\$ -	\$ 574,571
Local sources	-	-	-	-	-	-	-	-	-	-	2,176	2,176
<b>Total revenues</b>	<b>\$ 82,613</b>	<b>\$ 13,284</b>	<b>\$ 18,287</b>	<b>\$ 10,000</b>	<b>\$ 66,104</b>	<b>\$ 40,640</b>	<b>\$ 73,474</b>	<b>\$ 168,339</b>	<b>\$ 7,233</b>	<b>\$ 94,597</b>	<b>\$ 2,176</b>	<b>\$ 576,747</b>
<b>Expenditures</b>												
<b>Instruction</b>												
Salaries	\$ 1,720	\$ 1,480	\$ -	\$ 7,885	\$ 11,614	\$ 40,640	\$ -	\$ -	\$ 420	\$ -	\$ -	\$ 63,759
Other purchased services	-	9,400	-	-	-	-	-	4,803	2,033	-	-	16,236
General supplies	71,177	279	15,249	-	54,490	-	73,474	12,247	958	-	-	227,874
<b>Total</b>	<b>72,897</b>	<b>11,159</b>	<b>15,249</b>	<b>7,885</b>	<b>66,104</b>	<b>40,640</b>	<b>73,474</b>	<b>17,050</b>	<b>3,411</b>	<b>-</b>	<b>-</b>	<b>307,869</b>
<b>Support services</b>												
Salaries	-	-	-	-	-	-	-	-	-	24,577	-	24,577
Purchased professional and technical services	-	2,125	-	-	-	-	-	134,275	1,250	-	-	137,650
Other purchased services	3,189	-	598	2,115	-	-	-	-	-	-	-	5,902
General supplies	6,527	-	2,440	-	-	-	-	-	2,572	70,020	-	81,559
Student activities	-	-	-	-	-	-	-	-	-	-	183	183
<b>Total</b>	<b>9,716</b>	<b>2,125</b>	<b>3,038</b>	<b>2,115</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>134,275</b>	<b>3,822</b>	<b>94,597</b>	<b>183</b>	<b>249,871</b>

See independent auditors' report.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Special Revenue Fund**  
**Combining Schedule of Program Revenues And Expenditures - Budgetary Basis (continued)**  
**For the Fiscal Year Ended June 30, 2021**

	ESSA Title I	ESSA Title IIA	ESSA Title III	ESSA Title IV	CARES Emergency Relief	Coronavirus Relief Fund	Digital Divide	IDEA Basic	IDEA Preschool	FEMA	Student Activity Fund	Total
Expenditures (continued)												
Capital outlay												
Equipment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 17,014	\$ -	\$ -	\$ -	\$ 17,014
Total expenditures	<u>\$ 82,613</u>	<u>\$ 13,284</u>	<u>\$ 18,287</u>	<u>\$ 10,000</u>	<u>\$ 66,104</u>	<u>\$ 40,640</u>	<u>\$ 73,474</u>	<u>\$ 168,339</u>	<u>\$ 7,233</u>	<u>\$ 94,597</u>	<u>\$ 183</u>	<u>\$ 574,754</u>
Excess (deficiency) of revenues over (under) expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,993	\$ 1,993
Fund balances, July 1 (as restated)	-	-	-	-	-	-	-	-	-	-	9,280	9,280
Fund balances, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,273</u>	<u>\$ 11,273</u>

See independent auditors' report.

## **CAPITAL PROJECTS FUND**

The Capital Projects Fund is used to account for the acquisition and construction of major capital facilities and equipment purchases other than those financed by proprietary funds.



**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Capital Projects Fund**  
**Summary Schedule of Project Expenditures**  
**For the Fiscal Year Ended June 30, 2021**

<u>Description</u>	<u>Approval Date</u>	<u>Revised Budgetary Appropriations</u>	GAAP		<u>Unexpended Appropriations 06/30/21</u>
			<u>Expenditures to Date Prior Years</u>	<u>Current Year</u>	
Renovations to the Mansfield School Building	03/11/14	\$ 6,685,000	\$ 6,679,899	\$ -	\$ 5,101
		<u>\$ 6,685,000</u>	<u>\$ 6,679,899</u>	<u>\$ -</u>	<u>\$ 5,101</u>

See independent auditors' report.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Capital Projects Fund**  
**Summary Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budgetary Basis**  
**For the Fiscal Year Ended June 30, 2021**

Fund balance - beginning	\$ 5,101
	<hr/>
Fund balance - ending	\$ 5,101
	<hr/> <hr/>

See independent auditors' report.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Capital Projects Fund**  
**Schedule of Project Revenues, Expenditures, Project Balance and Project Status**  
**Budgetary Basis**  
**Renovations to the Mansfield School Building**  
**For the Fiscal Year Ended June 30, 2021**

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and other financing sources				
Local sources				
Bond proceeds	\$ 6,685,000	\$ -	\$ 6,685,000	\$ 6,685,350
Total revenues	6,685,000	-	6,685,000	6,685,350
Expenditures and other financing uses				
Bonding/legal fees	95,728	-	95,728	78,265
Architectural/engineering	325,194	-	325,194	354,000
Other purchased professional & technical services	60,998	-	60,998	85,983
Construction services	6,197,979	-	6,197,979	6,167,102
Total expenditures	6,679,899	-	6,679,899	6,685,350
Excess (deficiency) of revenues over (under) expenditures	\$ 5,101	\$ -	\$ 5,101	\$ -

**Additional Project Information**

Project number	2970-050-14-1000
Grant date	N/A
Bond authorization date	03/11/14
Bonds authorized	\$ 6,685,350
Bonds issued	6,685,000
Original authorized cost	6,685,350
Additional authorized cost	-
Revised authorized cost	6,685,350
Percentage completion	99.92%

See independent auditors' report.

## **PROPRIETARY FUND**

Proprietary Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises - where the intent of the District's Board is that the costs of providing goods or services be financed through user charges.

**See Statements B-4, B-5, and B-6**

## **FIDUCIARY FUNDS**

Fiduciary Funds are used to account for funds received by the school district as an agent for individuals, private organizations, other government and/or other funds.

(NOT APPLICABLE TO THIS REPORT)

## **LONG-TERM DEBT SCHEDULES**

The Long-Term Debt Schedules are used to reflect the outstanding principal balances of the general long-term liabilities of the School District. This includes serial bonds outstanding, obligations under capital leases, and early retirement program.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Long-Term Debt**  
**Schedule of Serial Bonds**  
**For the Fiscal Year Ended June 30, 2021**

Issue	Date of Issue	Amount of Issue	Annual Maturities		Interest Rate	Balance 07/01/20	Issued	Retired	Balance 06/30/21
			Date	Amount					
Comprehensive facility upgrades at the Elementary School	07/09/14	\$ 6,685,000	07/15/21	\$ 300,000	2.500%	\$ 5,445,000	\$ -	\$ 285,000	\$ 5,160,000
			07/15/22	310,000	3.000%	-	-	-	-
			07/15/23	325,000	3.000%	-	-	-	-
			07/15/24	335,000	3.000%	-	-	-	-
			07/15/25	350,000	3.000%	-	-	-	-
			07/15/26	365,000	3.000%	-	-	-	-
			07/15/27	375,000	3.000%	-	-	-	-
			07/15/28	400,000	3.000%	-	-	-	-
			07/15/29	400,000	3.000%	-	-	-	-
			07/15/30	400,000	3.125%	-	-	-	-
			07/15/31	400,000	3.250%	-	-	-	-
			07/15/32	400,000	3.250%	-	-	-	-
			07/15/33	400,000	3.500%	-	-	-	-
			07/15/34	400,000	3.500%	-	-	-	-
					\$ 5,445,000	\$ -	\$ 285,000	\$ 5,160,000	

See independent auditors' report.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Budgetary Comparison Schedule**  
**Debt Service Fund**  
**For the Fiscal Year Ended June 30, 2021**

	Unaudited			Actual	Variance Final to Actual
	Original Budget	Budget Transfers	Final Budget		
Revenues					
Local sources					
Local tax levy	\$ 280,077	\$ -	\$ 280,077	\$ 280,077	\$ -
State sources					
Debt service aid type II	168,286	-	168,286	168,286	-
Total revenues	<u>448,363</u>	<u>-</u>	<u>448,363</u>	<u>448,363</u>	<u>-</u>
Expenditures					
Regular debt service					
Redemption of principal	285,000	-	285,000	285,000	-
Interest	163,363	-	163,363	163,363	-
Total expenditures	<u>448,363</u>	<u>-</u>	<u>448,363</u>	<u>448,363</u>	<u>-</u>
Excess (deficiency) of revenues Over (under) expenditures	-	-	-	-	-
Fund balance, July 1	<u>1</u>	<u>-</u>	<u>1</u>	<u>1</u>	<u>-</u>
Fund balance, June 30	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 1</u>	<u>\$ -</u>

See independent auditors' report.



## **STATISTICAL SECTION**

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Statistical Section J Series**

<u>CONTENTS</u>	<u>PAGE</u>
<b>FINANCIAL TRENDS</b>	
These schedules contain trend information to help the reader understand how the District's financial performance and well being have changed over time.	J-1 to J-5
<b>REVENUE CAPACITY</b>	
These schedules contain trend information to help the reader assess the District's most significant local revenue sources, the property tax.	J-6 to J-9
<b>DEBT CAPACITY</b>	
These schedules contain trend information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	J-10 to J-13
<b>DEMOGRAPHIC AND ECONOMIC INFORMATION</b>	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	J-14 to J-15
<b>OPERATING INFORMATION</b>	
These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	J-16 to J-20
Sources: Unless otherwise noted, the information in these schedules are derived from the Comprehensive Annual Financial Reports (CAFR) for the relevant year.	
The District implemented GASB Statement No. 84 in the fiscal year ending June 30, 2021. Schedules presenting information relating to the implementation of GASB Statement No. 84 include information beginning in that year.	

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Net Position by Component**  
**Last Ten Fiscal Years (Accrual Basis of Accounting)**

	Fiscal Year Ended June 30,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<b>Government activities</b>										
Net investment in capital assets:										
Restricted	\$ 3,505,421	\$ 3,927,154	\$ 4,194,470	\$ 4,454,564	\$ 4,611,260	\$ 4,722,320	\$ 4,896,448	\$ 5,111,990	\$ 4,429,195	\$ 4,434,731
Unrestricted	939,494	1,183,580	1,255,074	1,281,189	1,357,097	1,174,072	1,337,416	1,532,390	1,931,941	1,308,699
Total governmental activities	(85,545)	(157,168)	(1,535,244)	(1,686,960)	(1,763,170)	(1,931,879)	(2,216,084)	(2,047,472)	(2,003,595)	(1,852,785)
Total governmental activities	<u>\$ 4,359,370</u>	<u>\$ 4,953,566</u>	<u>\$ 3,914,300</u>	<u>\$ 4,048,793</u>	<u>\$ 4,205,187</u>	<u>\$ 3,964,513</u>	<u>\$ 4,017,780</u>	<u>\$ 4,596,908</u>	<u>\$ 4,357,541</u>	<u>\$ 3,890,645</u>
<b>Business-type activities</b>										
Net investment in capital assets:										
Restricted	\$ 11,610	\$ 9,695	\$ 7,781	\$ 5,866	\$ 19,434	\$ 16,890	\$ 14,347	\$ 24,999	\$ 21,922	\$ 19,459
Unrestricted	66,219	82,755	120,820	109,193	121,313	162,489	183,811	164,621	155,648	144,889
Total business-type activities	<u>\$ 77,829</u>	<u>\$ 92,450</u>	<u>\$ 128,601</u>	<u>\$ 115,059</u>	<u>\$ 140,747</u>	<u>\$ 179,379</u>	<u>\$ 198,158</u>	<u>\$ 189,620</u>	<u>\$ 177,570</u>	<u>\$ 164,348</u>
<b>District-wide</b>										
Net investment in capital assets:										
Restricted	\$ 3,517,031	\$ 3,936,849	\$ 4,202,251	\$ 4,460,430	\$ 4,630,694	\$ 4,739,210	\$ 4,910,795	\$ 5,136,989	\$ 4,451,117	\$ 4,454,190
Unrestricted	939,494	1,183,580	1,255,074	1,281,189	1,357,097	1,174,072	1,337,416	1,532,390	1,931,941	1,308,699
Total district-wide	(19,326)	(74,413)	(1,414,424)	(1,577,767)	(1,641,857)	(1,769,390)	(2,032,273)	(1,882,851)	(1,847,947)	(1,707,896)
Total district-wide	<u>\$ 4,437,199</u>	<u>\$ 5,046,016</u>	<u>\$ 4,042,901</u>	<u>\$ 4,163,852</u>	<u>\$ 4,345,934</u>	<u>\$ 4,143,892</u>	<u>\$ 4,215,938</u>	<u>\$ 4,786,528</u>	<u>\$ 4,535,111</u>	<u>\$ 4,054,993</u>

\*

Note: During the year ended June 30, 2021, the District implemented GASB Statement No. 84.

\* as restated

See independent auditors' report.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Changes in Net Position**  
**Last Ten Fiscal Years (Accrual Basis of Accounting)**

	Fiscal Year Ended June 30,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Expenses										
Governmental activities										
Instruction										
Regular	\$ 4,273,829	\$ 4,498,884	\$ 4,751,964	\$ 5,492,303	\$ 6,142,056	\$ 6,724,873	\$ 7,341,676	\$ 6,837,398	\$ 7,015,335	\$ 7,712,198
Special education	1,402,918	1,483,278	1,409,098	1,692,648	1,936,241	2,299,647	2,577,511	2,506,982	2,718,966	3,141,598
Other special education	408,872	397,791	383,924	439,260	444,814	405,011	339,438	321,254	486,004	459,067
Other instruction	-	517	-	-	-	-	-	-	-	-
Support services										
Tuition	46,951	1,982	113,700	197,323	267,121	93,565	131,965	-	-	30,928
Student & instruction related services	1,236,731	1,260,806	1,290,658	1,475,824	1,454,791	1,892,981	1,888,328	1,804,425	2,000,607	2,699,161
General & business administrative services	569,400	594,934	603,309	828,075	841,402	913,959	898,506	856,416	931,030	958,034
School administration	209,801	223,682	221,010	252,182	310,631	316,344	322,476	307,024	405,513	392,325
Plant operations & maintenance	595,046	595,477	690,177	663,945	684,436	835,471	1,024,170	770,838	592,507	649,515
Pupil transportation	529,235	518,101	589,355	662,703	630,343	620,763	621,589	636,734	593,327	600,861
Transfers to charter schools	54,501	66,778	16,516	16,546	-	7,280	8,089	45,531	9,929	-
Interest on long-term debt	52,529	40,534	27,636	185,288	202,282	189,315	177,762	171,172	164,309	157,195
Total governmental activities expenses	<u>9,379,813</u>	<u>9,682,764</u>	<u>10,097,347</u>	<u>11,906,097</u>	<u>12,914,117</u>	<u>14,299,209</u>	<u>15,331,510</u>	<u>14,257,774</u>	<u>14,917,527</u>	<u>16,800,882</u>
Business-type activities										
Food services	195,341	196,039	200,386	221,620	211,802	224,939	239,862	246,619	189,703	153,429
Before & after school child care	100,893	109,435	108,512	181,892	192,505	164,181	151,461	163,661	83,298	3,903
Summer recreation program	-	-	15,615	17,176	12,160	16,793	13,961	12,987	14,877	-
Total business-type activities	<u>296,234</u>	<u>305,474</u>	<u>324,513</u>	<u>420,688</u>	<u>416,467</u>	<u>405,913</u>	<u>405,284</u>	<u>423,267</u>	<u>287,878</u>	<u>157,332</u>
Total district expenses	<u>\$ 9,676,047</u>	<u>\$ 9,988,238</u>	<u>\$ 10,421,860</u>	<u>\$ 12,326,785</u>	<u>\$ 13,330,584</u>	<u>\$ 14,705,122</u>	<u>\$ 15,736,794</u>	<u>\$ 14,681,041</u>	<u>\$ 15,205,405</u>	<u>\$ 16,958,214</u>

Note: During the year ended June 30, 2021, the District implemented GASB Statement No. 84.

See independent auditors' report.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Changes in Net Position (continued)**  
**Last Ten Fiscal Years (Accrual Basis of Accounting)**

	Fiscal Year Ended June 30,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Program revenues										
Governmental activities										
Charges for services										
Regular instruction	\$ 14,550	\$ 17,463	\$ 22,952	\$ 9,381	\$ 16,742	\$ 14,605	\$ 16,000	\$ 16,000	\$ 20,275	\$ 26,250
Special education instruction	-	28,194	34,726	35,607	36,634	35,762	36,061	48,601	38,898	38,899
Student & instruction related services	-	-	252	188	210	5,092	274	331	576	2,176
General & business administrative services	-	-	1,416	1,150	791	1,509	1,534	1,534	1,534	1,825
Plant operations & maintenance	2,838	182	3,467	1,803	1,063	3,746	2,093	2,624	269	-
Pupil transportation	157,737	153,748	195,698	203,547	184,786	185,452	182,880	185,641	182,693	208,933
Operating grants & contributions	306,644	294,775	358,956	375,928	324,684	326,421	302,845	304,523	311,432	574,571
Total governmental activities	<u>481,769</u>	<u>494,362</u>	<u>617,467</u>	<u>627,604</u>	<u>564,910</u>	<u>572,587</u>	<u>541,687</u>	<u>559,254</u>	<u>555,677</u>	<u>852,654</u>
Business-type activities										
Charges for services										
Food service	114,379	100,077	103,028	118,658	132,309	130,428	129,809	121,205	78,991	5,087
Before & after school child care	111,459	125,100	143,458	163,609	174,774	166,404	153,489	141,779	85,741	4,756
Summer recreation program	-	-	16,099	17,032	11,820	18,485	14,480	12,860	17,165	-
Operating grants & contributions	94,187	94,822	98,039	107,804	123,179	129,034	124,920	137,302	93,728	134,261
Total business-type activities	<u>320,025</u>	<u>319,999</u>	<u>360,624</u>	<u>407,103</u>	<u>442,082</u>	<u>444,351</u>	<u>422,698</u>	<u>413,146</u>	<u>275,625</u>	<u>144,104</u>
Total district-wide program revenues	<u>\$ 801,794</u>	<u>\$ 814,361</u>	<u>\$ 978,091</u>	<u>\$ 1,034,707</u>	<u>\$ 1,006,992</u>	<u>\$ 1,016,938</u>	<u>\$ 964,385</u>	<u>\$ 972,400</u>	<u>\$ 831,302</u>	<u>\$ 996,758</u>
Net (expense) revenues										
Governmental activities	\$ (8,898,044)	\$ (9,188,402)	\$ (9,479,880)	\$ (11,278,493)	\$ (12,349,207)	\$ (13,726,622)	\$ (14,789,823)	\$ (13,698,520)	\$ (14,361,850)	\$ (15,948,228)
Business-type activities	23,791	14,525	36,111	(13,585)	25,615	38,438	17,414	(10,121)	(12,253)	(13,228)
Total district-wide net expenses	<u>\$ (8,874,253)</u>	<u>\$ (9,173,877)</u>	<u>\$ (9,443,769)</u>	<u>\$ (11,292,078)</u>	<u>\$ (12,323,592)</u>	<u>\$ (13,688,184)</u>	<u>\$ (14,772,409)</u>	<u>\$ (13,708,641)</u>	<u>\$ (14,374,103)</u>	<u>\$ (15,961,456)</u>

Note: During the year ended June 30, 2021, the District implemented GASB Statement No. 84.

See independent auditors' report.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Changes in Net Position (continued)**  
**Last Ten Fiscal Years**  
**(Accrual Basis of Accounting)**

	Fiscal Year Ended June 30,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General revenues & other changes in net position										
Governmental activities:										
Property taxes levied for general purposes, net	\$ 4,867,038	\$ 4,867,038	\$ 4,927,038	\$ 4,927,038	\$ 5,268,633	\$ 5,334,006	\$ 5,440,686	\$ 5,549,498	\$ 5,660,488	\$ 5,773,698
Taxes levied for debt service	344,783	337,922	342,892	343,200	302,237	271,055	273,788	276,172	278,204	280,077
Unrestricted grants & contributions	4,357,864	4,590,032	4,587,705	6,107,203	6,905,423	7,881,826	9,077,459	8,410,025	7,899,052	9,384,706
Investment earnings	4,733	3,656	3,140	11,596	7,945	8,726	20,815	41,943	24,835	2,368
Miscellaneous income	37,149	23,882	8,040	23,949	21,363	9,996	30,342	10	3,904	40,483
Transfers in (out)	(15,000)	-	-	-	-	-	-	-	-	-
Loss on disposal of capital assets	-	-	-	-	-	(19,661)	-	-	-	-
Total governmental activities	<u>9,596,567</u>	<u>9,822,530</u>	<u>9,868,815</u>	<u>11,412,986</u>	<u>12,505,601</u>	<u>13,485,948</u>	<u>14,843,090</u>	<u>14,277,648</u>	<u>13,866,483</u>	<u>15,481,332</u>
Business-type activities:										
Investment earnings	99	62	40	43	73	194	547	982	203	6
Miscellaneous income	251	34	-	-	-	-	818	601	-	-
Total business-type activities	<u>350</u>	<u>96</u>	<u>40</u>	<u>43</u>	<u>73</u>	<u>194</u>	<u>1,365</u>	<u>1,583</u>	<u>203</u>	<u>6</u>
Total district-wide	<u>\$ 9,596,917</u>	<u>\$ 9,822,626</u>	<u>\$ 9,868,855</u>	<u>\$ 11,413,029</u>	<u>\$ 12,505,674</u>	<u>\$ 13,486,142</u>	<u>\$ 14,844,455</u>	<u>\$ 14,279,231</u>	<u>\$ 13,866,686</u>	<u>\$ 15,481,338</u>
Change in net position										
Governmental activities:										
\$ 698,523	\$ 634,128	\$ 388,935	\$ 134,493	\$ 156,394	\$ (240,674)	\$ 53,267	\$ 579,128	\$ (495,367)	\$ (466,896)	
Business-type activities:										
24,141	14,621	36,151	(13,542)	25,688	38,632	18,779	(8,538)	(12,050)	(13,222)	
Total district	<u>\$ 722,664</u>	<u>\$ 648,749</u>	<u>\$ 425,086</u>	<u>\$ 120,951</u>	<u>\$ 182,082</u>	<u>\$ (202,042)</u>	<u>\$ 72,046</u>	<u>\$ 570,590</u>	<u>\$ (507,417)</u>	<u>\$ (480,118)</u>

Note: During the year ended June 30, 2021, the District implemented GASB Statement No. 84.

See independent auditors' report.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Fund Balances - Governmental Funds**  
**Last Ten Fiscal Years**  
**(Modified Accrual Basis of Accounting)**

	Fiscal Year Ended June 30,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General fund										
Restricted	\$ 939,494	\$ 1,183,489	\$ 1,254,983	\$ 1,281,188	\$ 1,357,097	\$ 1,202,874	\$ 1,356,407	\$ 1,526,111	\$ 1,917,560	\$ 1,292,324
Committed	192,469	221,399	233,639	354,235	229,092	409,870	30,508	84,781	155,848	273,164
Assigned	89,943	92,293	92,293	92,293	92,293	25,689	6,138	155,342	203,301	329,145
Unassigned	(80,404)	(97,079)	(86,459)	(82,951)	(62,332)	(121,938)	44,457	80,140	60,840	(33,817)
Total general fund	<u>\$ 1,141,502</u>	<u>\$ 1,400,102</u>	<u>\$ 1,494,456</u>	<u>\$ 1,644,765</u>	<u>\$ 1,616,150</u>	<u>\$ 1,516,495</u>	<u>\$ 1,437,510</u>	<u>\$ 1,846,374</u>	<u>\$ 2,337,549</u>	<u>\$ 1,860,816</u>
									*	
All other governmental funds										
Restricted										
Special revenues fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,280	\$ 11,273
Capital projects fund	-	-	-	5,555,421	2,011,362	172,377	9,811	6,279	5,101	5,101
Assigned										
Debt service fund	1	91	91	1	-	-	-	-	-	-
Unassigned										
Debt service fund	-	-	-	-	-	1	1	1	1	1
Total all other governmental funds	<u>\$ 1</u>	<u>\$ 91</u>	<u>\$ 91</u>	<u>\$ 5,555,422</u>	<u>\$ 2,011,362</u>	<u>\$ 172,378</u>	<u>\$ 9,812</u>	<u>\$ 6,280</u>	<u>\$ 14,382</u>	<u>\$ 16,375</u>
									*	

Note: During the year ended June 30, 2021, the District implemented GASB Statement No. 84.

\* as restated

See independent auditors' report.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Changes in Fund Balances - Governmental Funds**  
**Last Ten Fiscal Years**  
**(Modified Accrual Basis of Accounting)**

	Fiscal Year Ended June 30,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<b>Revenues</b>										
Tax levy	\$ 5,211,821	\$ 5,204,960	\$ 5,269,930	\$ 5,270,238	\$ 5,570,870	\$ 5,605,061	\$ 5,714,474	\$ 5,825,670	\$ 5,938,692	\$ 6,053,775
Tuition charges	14,550	44,194	50,786	44,247	51,834	50,362	52,061	64,601	59,123	65,149
Interest earnings	4,733	3,656	3,140	11,596	7,945	8,726	20,815	41,943	24,835	2,368
Miscellaneous	34,384	21,029	5,373	20,151	16,902	10,285	30,342	10	3,904	42,659
State sources	4,217,382	4,575,602	4,569,325	4,708,813	5,087,754	5,082,814	5,482,573	5,816,156	5,915,509	6,135,900
Federal sources	445,963	307,546	375,991	408,834	333,942	354,745	326,113	332,391	335,930	598,942
<b>Total revenues</b>	<b>9,928,833</b>	<b>10,156,987</b>	<b>10,274,545</b>	<b>10,463,879</b>	<b>11,069,247</b>	<b>11,111,993</b>	<b>11,626,378</b>	<b>12,080,771</b>	<b>12,277,993</b>	<b>12,898,793</b>
<b>Expenditures</b>										
<b>Instruction</b>										
Regular instruction	2,891,836	2,970,429	3,294,089	3,169,239	3,442,085	3,277,362	3,214,869	3,204,751	3,235,545	3,251,553
Special education instruction	905,969	913,914	897,417	958,384	1,044,988	1,106,680	1,147,400	1,169,383	1,293,150	1,423,379
Other special instruction	195,821	198,995	205,719	207,966	202,036	146,664	154,907	102,598	153,391	157,367
Other instruction	-	500	-	-	-	-	-	-	-	-
<b>Support services</b>										
Tuition	-	-	25,986	31,743	114,762	12,806	36,966	-	-	30,928
<b>Student &amp; instructional related services</b>										
General administration	805,899	783,559	828,927	811,811	852,639	887,392	840,440	874,196	955,223	1,223,726
School administration services	248,726	255,185	277,546	278,043	293,201	288,075	326,421	367,304	349,251	370,305
Central services	144,256	151,528	151,676	151,930	175,650	159,750	168,158	168,203	216,016	204,827
Plant operations & maintenance	151,157	165,927	159,576	188,370	171,500	205,458	174,093	187,574	193,701	211,737
Pupil transportation	498,437	486,432	576,612	547,212	547,386	653,208	820,491	591,462	489,540	498,869
Employee benefits	371,014	363,734	390,111	456,563	442,351	434,265	438,216	450,829	396,727	391,718
On-behalf TPAF Pension & Social Security contribution	1,564,070	1,598,049	1,594,236	1,622,652	1,632,890	1,830,393	1,870,086	1,971,073	2,071,250	2,187,207
Capital outlay	790,537	972,745	886,735	1,004,841	1,177,871	1,322,306	1,522,428	1,723,250	1,771,268	2,129,247
Transfer of funds to charter schools	52,457	250,622	83,620	59,463	189,056	124,024	238,735	66,193	138,827	266,628
Special revenue funds	54,501	66,778	16,516	16,546	-	-	8,089	45,531	9,929	-
Capital projects	306,644	294,775	358,956	375,928	324,684	326,421	302,845	304,523	311,432	574,754
Debt service	-	-	-	1,246,139	3,544,059	1,838,985	162,566	3,532	1,178	-
Principal	375,000	380,000	400,000	415,000	200,000	245,000	255,000	265,000	275,000	285,000
Interest & other charges	57,061	45,125	32,469	17,969	286,764	191,843	186,219	180,037	173,288	166,288
<b>Total expenditures</b>	<b>9,413,385</b>	<b>9,898,297</b>	<b>10,180,191</b>	<b>11,559,799</b>	<b>14,641,922</b>	<b>13,050,632</b>	<b>11,867,929</b>	<b>11,675,439</b>	<b>12,034,716</b>	<b>13,373,533</b>

Note: During the year ended June 30, 2021, the District implemented GASB Statement No. 84

See independent auditors' report.



**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Changes in Fund Balances - Governmental Funds (continued)**  
**Last Ten Fiscal Years**  
**(Modified Accrual Basis of Accounting)**

	Fiscal Year Ended June 30,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Excess (deficiency) of revenues over (under) expenditures	\$ 515,448	\$ 258,690	\$ 94,354	\$ (1,095,920)	\$ (3,572,675)	\$ (1,938,639)	\$ (241,551)	\$ 405,332	\$ 243,277	\$ (474,740)
Other financing sources (uses)										
Proceeds from new bond issue	-	-	-	6,685,000	-	-	-	-	-	-
Premium on bond issue	-	-	-	116,560	-	-	-	-	-	-
Transfers in (out)	(15,000)	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	(15,000)	-	-	6,801,560	-	-	-	-	-	-
Net change in fund balances	<u>\$ 500,448</u>	<u>\$ 258,690</u>	<u>\$ 94,354</u>	<u>\$ 5,705,640</u>	<u>\$ (3,572,675)</u>	<u>\$ (1,938,639)</u>	<u>\$ (241,551)</u>	<u>\$ 405,332</u>	<u>\$ 243,277</u>	<u>\$ (474,740)</u>
Debt service as a percentage of non-capital expenditures	4.84%	4.61%	4.48%	4.41%	4.67%	4.10%	4.00%	3.99%	3.92%	3.57%

Source: District Records

Note: 1) Non-capital expenditures are total expenditures less capital outlay.  
2) During the year ended June 30, 2021, the District implemented GASB Statement No. 84.

See independent auditors' report.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**General Fund - Other Local Revenues by Source**  
**Last Ten Fiscal Years**  
**(Modified Accrual Basis of Accounting)**

	Fiscal Year Ended June 30,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Interest income	\$ 4,733	\$ 3,656	\$ 3,140	\$ 11,596	\$ 7,945	\$ 8,726	\$ 20,815	\$ 41,943	\$ 24,835	\$ 2,368
Tuition	14,550	44,194	50,786	44,247	51,834	50,362	52,061	64,601	59,123	65,149
Payroll balances transferred	-	-	-	228	-	-	-	-	-	-
Miscellaneous refunds	-	-	3,425	50	197	4,200	-	-	-	-
Prior year accounts payable canceled	-	-	-	-	2,691	-	18	-	-	-
Prior year refunds	5,676	9,823	-	9,002	12,385	721	19,915	-	-	-
Rentals	584	-	500	269	-	-	-	-	-	-
Miscellaneous other	4	3	103	-	262	47	1,229	10	3,904	6,041
Vendor rebates	-	-	-	-	-	-	-	-	-	-
Donations	26,957	9,544	-	1,250	-	3,400	6,125	-	-	34,442
Outstanding checks voided	-	-	-	4,342	-	-	3,055	-	-	-
<b>Annual totals</b>	<b>\$ 52,504</b>	<b>\$ 67,220</b>	<b>\$ 57,954</b>	<b>\$ 70,984</b>	<b>\$ 75,314</b>	<b>\$ 67,456</b>	<b>\$ 103,218</b>	<b>\$ 106,554</b>	<b>\$ 87,862</b>	<b>\$ 108,000</b>

Source: District Records

Note: During the year ended June 30, 2021, the District implemented GASB Statement No. 84

See independent auditors' report.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Assessed Value and Actual Value of Taxable Property**  
**Last Ten Fiscal Years**

	Fiscal Year Ended June 30,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Vacant land	\$ 11,755,100	\$ 11,751,900	\$ 10,220,500	\$ 10,653,600	\$ 9,501,000	\$ 16,515,150	\$ 13,782,200	\$ 15,066,700	\$ 14,091,700	\$ 13,159,600
Residential	425,685,800	424,374,700	404,138,600	404,308,500	408,991,800	409,053,900	410,640,200	413,661,400	418,485,800	427,702,900
Farm regular	55,172,200	54,693,000	54,345,900	54,221,800	52,751,300	52,604,700	51,939,900	49,904,500	52,498,400	50,547,600
Q farm	2,943,150	2,782,050	3,544,000	3,476,790	4,246,265	3,342,165	3,345,415	3,214,625	3,103,225	2,892,200
Commercial	95,234,500	90,238,000	108,831,100	108,509,200	116,176,000	115,894,250	115,863,850	114,656,750	113,307,150	113,333,150
Industrial	16,099,500	16,099,500	17,129,400	17,493,500	17,323,500	17,323,500	17,323,500	17,323,500	17,323,500	17,323,500
Apartment	40,656,000	40,656,000	66,001,000	66,001,000	66,001,000	60,062,400	60,062,400	59,623,400	59,623,400	59,623,400
<b>Total assessed value</b>	<b>647,546,250</b>	<b>640,595,150</b>	<b>664,210,500</b>	<b>664,664,390</b>	<b>674,990,865</b>	<b>674,796,065</b>	<b>672,957,465</b>	<b>673,450,875</b>	<b>678,433,175</b>	<b>684,582,350</b>
Public utilities (a)	1,346,173	1,315,776	1,017,159	954,436	862,441	804,295	291,360	-	-	-
<b>Net valuation taxable</b>	<b>\$ 648,892,423</b>	<b>\$ 641,910,926</b>	<b>\$ 665,227,659</b>	<b>\$ 665,618,826</b>	<b>\$ 675,853,306</b>	<b>\$ 675,600,360</b>	<b>\$ 673,248,825</b>	<b>\$ 673,450,875</b>	<b>\$ 678,433,175</b>	<b>\$ 684,582,350</b>
Estimated actual county equalized value	\$ 763,942,104	\$ 724,259,197	\$ 683,265,878	\$ 691,839,545	\$ 713,904,411	\$ 717,654,940	\$ 741,209,165	\$ 745,710,193	\$ 755,157,140	\$ 760,478,060
Percentage of net valuation to estimated actual equalized value	84.94%	88.63%	97.36%	96.21%	94.67%	94.14%	90.83%	90.31%	89.84%	90.02%
<b>Total direct school tax rate (b)</b>	<b>\$ 0.80</b>	<b>\$ 0.82</b>	<b>\$ 0.79</b>	<b>\$ 0.84</b>	<b>\$ 0.83</b>	<b>\$ 0.85</b>	<b>\$ 0.87</b>	<b>\$ 0.88</b>	<b>\$ 0.89</b>	<b>\$ 0.91</b>

Source: Municipal Tax Assessor

Note: Real property is required to be assessed at some percentage of true value (fair or market value) established by each County Board of Taxation. Reassessment occurs when the County Board of Taxation requests Treasury to order a reassessment.

- (a) Taxable value of machinery, implements and equipment of telephone and messenger system companies.
- (b) Tax rates are per \$100.

\* Revalued/Reassessed

See independent auditors' report.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Direct and Overlapping Property Tax Rates**  
**Last Ten Fiscal Years**  
**(Rate Per \$100 of Assessed Value)**

Assessment Year	School District Direct Rate			Regional School Rate	Overlapping Rates		Total Direct & Overlapping Tax Rate
	Basic Rate (a)	General Obligation Debt Service (b)	(From J-6) Total Direct School Tax Rate		Municipality	County	
2012	\$ 0.75	\$ 0.05	\$ 0.80	\$ 0.90	\$ 0.58	\$ 0.80	\$ 3.08
2013	0.77	0.05	0.82	0.92	0.59	0.81	3.14
2014	* 0.74	0.05	0.79	0.87	0.61	0.78	3.05
2015	0.79	0.05	0.84	0.89	0.61	0.81	3.15
2016	0.78	0.05	0.83	0.96	0.62	0.81	3.22
2017	0.81	0.04	0.85	1.01	0.62	0.81	3.29
2018	0.83	0.04	0.87	1.08	0.63	0.79	3.37
2019	0.84	0.04	0.88	1.11	0.64	0.80	3.43
2020	0.85	0.04	0.89	1.16	0.64	0.78	3.47
2021	0.87	0.04	0.91	1.18	0.64	0.78	3.51

Sources: Municipal Tax Collector

Note: N.J.S.A. 18A:7F-5d limits the amount that the District can submit for a general fund tax levy. The levy when added to other components of the district's net budget may not exceed the pre-budget by more than the spending growth limitation calculated as follows: the pre-budget year net budget increased by the cost of living or 2.5 percent, whichever is greater, plus any spending growth adjustments.

- (a) The District's basic tax rate is calculated from the A4F Form which is submitted with the budget and the net valuation taxable.
- (b) Rates for debt service are based on each year's requirements.

\* Revalued/Reassessed

See independent auditors' report.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Principal Property Taxpayers**  
**Current Year and Nine Years Ago**

	2021			2012		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Mansfield Village	\$ 37,000,000	1	5.41%	\$ -		-
Green Eagle Property Res. L.P.	33,190,600	2	4.85%	26,000,000	2	4.01%
Mansfield Plaza LLC # 1	26,043,100	3	3.80%	45,104,800	1	6.95%
Middlebury Associates	18,400,000	4	2.69%	14,000,000	4	2.16%
Mansfield Plaza Associates LLC	14,533,000	5	2.12%	14,149,800	3	2.18%
NYK Services Center	5,891,300	6	0.86%	3,611,800	6	0.56%
Borealis Compounds LLC	5,751,400	7	0.84%	6,560,900	5	1.01%
WH Realty I LLC	4,405,000	8	0.64%	-		-
The Shoppes at Mansfield LLC	3,719,300	9	0.54%	2,653,900	10	0.41%
Mansfield Commons II LLC	3,486,500	10	0.51%	3,324,900	7	0.51%
Sarva Mangal LLC	-		-	3,077,900	8	0.47%
Eden Mansfield LLC	-		-	2,667,600	9	0.41%
	<u>\$ 152,420,200</u>		<u>22.26%</u>	<u>\$ 121,151,600</u>		<u>18.67%</u>

Source: Municipal Tax Assessor

See independent auditors' report.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Property Tax Levies and Collections**  
**Last Ten Years**

Fiscal Year Ending June 30,	Taxes Levied for the Year	Collected within the Year of the Levy (a)	
		Amount	Percentage of Levy
2012	\$ 5,211,821	\$ 5,211,821	100.00%
2013	5,204,960	5,204,960	100.00%
2014	5,269,930	5,269,930	100.00%
2015	5,270,238	5,270,238	100.00%
2016	5,570,870	5,570,870	100.00%
2017	5,605,061	5,605,061	100.00%
2018	5,714,474	5,714,474	100.00%
2019	5,825,670	5,825,670	100.00%
2020	5,938,692	5,938,692	100.00%
2021	6,053,775	6,053,775	100.00%

Source: District records including the Certificate and Report of School Taxes (A4F Form)

- (a) School taxes are collected by the Municipal Tax Collector. Under New Jersey State Statute, a municipality is required to remit to the School District the entire property tax balance, in the amount voted upon or certified prior to the end of the school year.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Ratios of Outstanding Debt by Type**  
**Last Ten Fiscal Years**

Fiscal Year Ending June 30,	Governmental Activities			Business-Type Activities		Total District	% of Personal Income (a)	Per Capita (a)
	General Obligation Bonds	Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases			
2012	\$ 1,195,000	\$ -	\$ -	\$ -	\$ -	\$ 1,195,000	0.34%	\$ 156
2013	815,000	-	-	-	-	815,000	0.23%	108
2014	415,000	-	-	-	-	415,000	0.12%	55
2015	6,685,000	-	-	-	-	6,685,000	1.81%	890
2016	6,485,000	-	-	-	-	6,485,000	1.69%	867
2017	6,240,000	-	-	-	-	6,240,000	1.61%	840
2018	5,985,000	-	-	-	-	5,985,000	1.51%	810
2019	5,720,000	-	-	-	-	5,720,000	1.40%	775
2020	5,445,000	-	-	-	-	5,445,000	1.28%	739
2021	5,160,000	-	-	-	-	5,160,000	N/A	699

Notes: Details regarding the District's outstanding debt can be found in the notes to the financial statements.

- (a) See Exhibit J-14 for personal income and population data.  
These ratios are calculated using personal income and population for the prior calendar year.

N/A Information is not available

See independent auditors' report.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Ratios of Net General Bonded Debt Outstanding**  
**Last Ten Fiscal Years**

Fiscal Year Ending June 30,	General Bonded Debt Outstanding			% of Actual Taxable Value of Property (a)	Per Capita (b)
	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding		
2012	\$ 1,195,000	\$ -	\$ 1,195,000	0.18%	\$ 156
2013	815,000	-	815,000	0.13%	108
2014	415,000	-	415,000	0.06%	55
2015	6,685,000	-	6,685,000	1.00%	890
2016	6,485,000	-	6,485,000	0.96%	867
2017	6,240,000	-	6,240,000	0.92%	840
2018	5,985,000	-	5,985,000	0.89%	810
2019	5,720,000	-	5,720,000	0.85%	775
2020	5,445,000	-	5,445,000	0.80%	739
2021	5,160,000	-	5,160,000	0.75%	699

Notes: Details regarding the District's outstanding debt can be found in the Notes to the Financial Statements.

- (a) See Exhibit J-6 for property tax data.
- (b) Population data can be found in Exhibit J-14.

N/A Information is not available

See independent auditors' report.



**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Direct and Overlapping Governmental Activities Debt**  
**As of December 31, 2020**

Governmental Unit	<u>Debt Outstanding</u>	<u>Estimated % Applicable (a)</u>	<u>Estimated Share of Debt</u>
Debt repaid with property taxes			
Municipality	\$ 1,010,851	100.00%	\$ 1,010,851
Regional High School	12,739,000	32.28%	4,112,039
County general obligation debt	1,765,000	6.76%	<u>119,344</u>
Subtotal, overlapping debt			5,242,234
School district direct debt			<u>5,160,000</u>
Total direct and overlapping debt			<u><u>\$ 10,402,234</u></u>

Sources: Assessed value data used to estimate applicable percentages provided by the county Board of Taxation. Debt outstanding data provided by each Governmental Unit.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the municipality. This process recognizes that when considering the District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident and, therefore, responsible for repaying the debt of each overlapping payment.

- (a) For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable value that is within the District's boundaries and dividing it by each unit's total taxable value.

See independent auditors' report.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Legal Debt Margin Information**  
**Last Ten Fiscal Years**

Legal Debt Margin Calculation for Fiscal Year 2021

	Equalized Valuation Basis
	2020 \$ 753,647,162
	2019 749,611,392
	2018 745,163,841
	<u>\$ 2,248,422,395</u>
Average equalized valuation of taxable property	<u>\$ 749,474,132</u>
Debt limit (2.5% of average equalization value)	\$ 18,736,853
Total net debt applicable to limit	<u>5,160,000</u>
Legal debt margin	<u>\$ 13,576,853</u>

	Fiscal Year				
	2017	2018	2019	2020	2021
Debt limit	\$ 17,578,907	\$ 17,897,143	\$ 18,256,129	\$ 18,527,828	\$ 18,736,853
Total net debt applicable	<u>6,240,350</u>	<u>5,985,350</u>	<u>5,720,000</u>	<u>5,445,000</u>	<u>5,160,000</u>
Legal debt margin	<u>\$ 11,338,557</u>	<u>\$ 11,911,793</u>	<u>\$ 12,536,129</u>	<u>\$ 13,082,828</u>	<u>\$ 13,576,853</u>
Total net debt applicable to the limit as a percentage of debt limit	35.50%	33.44%	31.33%	29.39%	27.54%

	Fiscal Year				
	2012	2013	2014	2015	2016
Debt limit	\$ 20,855,329	\$ 19,416,446	\$ 18,077,816	\$ 17,460,866	\$ 17,223,100
Total net debt applicable	<u>1,195,000</u>	<u>815,000</u>	<u>7,100,350</u>	<u>6,685,350</u>	<u>6,485,350</u>
Legal debt margin	<u>\$ 19,660,329</u>	<u>\$ 18,601,446</u>	<u>\$ 10,977,466</u>	<u>\$ 10,775,516</u>	<u>\$ 10,737,750</u>
Total net debt applicable to the limit as a percentage of debt limit	5.73%	4.20%	39.28%	38.29%	37.65%

Source: Equalized valuation bases were obtained from the annual report of the State of New Jersey Department of Treasury, Division of Taxation.

(a) Limit set by N.J.S.A. 18A:24-19.

See independent auditors' report.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT  
Demographic and Economic Statistics  
Last Ten Fiscal Years**

Year	Population (a)	Personal Income (b)	Per Capita Personal Income (c)	Unemployment Rate (d)
2012	7,581	\$ 347,247,705	\$ 45,805	8.6%
2013	7,517	354,043,183	47,099	6.9%
2014	7,508	357,425,848	47,606	5.4%
2015	7,481	368,154,972	49,212	4.8%
2016	7,431	380,065,926	51,146	4.1%
2017	7,386	384,116,316	52,006	3.5%
2018	7,379	396,023,551	53,669	3.3%
2019	7,372	408,762,656	55,448	2.7%
2020	7,384	427,193,936	57,854	7.7%
2021	N/A	N/A	N/A	N/A

Sources:

- (a) Population information provided by the NJ Dept. of Labor and Workforce Development.
- (b) Personal income has been estimated based upon the municipal population and per capita personal income presented.
- (c) Per capita personal income by County estimated based upon the 2010 census published by the U.S. Bureau of Economic Analysis.
- (d) Unemployment data provided by the NJ Dept. of Labor and Workforce Development.

See independent auditors' report.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Principal Employers**  
**Current Year and Nine Years Ago**

2021

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<u>Employer</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Municipal Employment</u>
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INFORMATION IS NOT AVAILABLE FOR THIS SCHOOL DISTRICT

2012

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<u>Employer</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Municipal Employment</u>
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INFORMATION IS NOT AVAILABLE FOR THIS SCHOOL DISTRICT

See independent auditors' report.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Full Time Equivalent District Employees by Function/Program**  
**Last Ten Fiscal Years**

Function/Program	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Instruction										
Regular	42.1	42.1	44.2	44.2	44.2	44.2	45.2	46.2	48.2	40.0
Special education	12.0	12.0	12.0	12.0	15.0	15.0	16.0	16.0	16.0	15.0
Other special education	8.0	8.0	8.0	8.0	8.0	8.0	8.0	8.0	8.0	14.0
Other instruction	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Support services										
Student and instruction related services	7.5	7.5	7.5	7.5	7.5	7.5	7.5	7.5	7.5	7.5
General administration	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
School administration services	2.8	2.8	2.8	2.8	2.8	2.8	2.8	2.8	2.8	5.0
Central services	2.0	1.5	1.5	1.5	1.5	1.5	1.5	1.5	2.5	2.0
Administrative information technology	-	0.5	0.5	0.5	0.5	0.5	0.5	-	-	1.0
Plant operations and maintenance	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	4.0	5.0
Child care	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5	2.0
<b>Total</b>	<b>85.9</b>	<b>85.9</b>	<b>88.0</b>	<b>88.0</b>	<b>91.0</b>	<b>91.0</b>	<b>93.0</b>	<b>93.5</b>	<b>95.5</b>	<b>96.5</b>

Source: District Personnel Records

See independent auditors' report.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Operating Statistics**  
**Last Ten Fiscal Years**

Fiscal Year	June 30 Enrollment	Operating Expenditures (a)	Cost Per Pupil	Percentage Change	Teaching Staff ( b)	Teacher Ratio	Average Daily Enrollment (ADE) ( c)	Average Daily Attendance (ADA) ( c)	% Change in Average Daily Enrollment	Student Attendance Percentage
2012	717	\$ 8,928,867	\$ 12,453	0.07%	57	1 to 12.53	717.8	688.0	3.16%	95.85%
2013	705	9,222,550	13,082	5.05%	57	1 to 12.33	703.9	670.5	-1.94%	95.26%
2014	705	9,664,102	13,708	4.79%	57	1 to 12.37	708.1	676.0	0.60%	95.47%
2015	703	9,821,228	13,970	1.91%	57	1 to 12.33	705.6	672.9	-0.35%	95.37%
2016	680	10,422,043	15,327	9.71%	57	1 to 11.93	682.6	652.9	-3.26%	95.65%
2017	646	10,650,780	16,487	7.57%	57	1 to 11.33	643.4	613.5	-5.74%	95.35%
2018	631	11,025,409	17,473	5.98%	57	1 to 11.07	633.2	603.4	-1.58%	95.29%
2019	629	11,160,677	17,744	1.55%	58	1 to 10.84	624.0	594.1	-1.45%	95.21%
2020	590	11,446,423	19,401	9.34%	60	1 to 9.83	589.4	570.3	-5.55%	96.76%
2021	532	12,655,617	23,789	22.62%	65	1 to 8.25	530.9	527.8	-9.92%	99.41%

Source: District Records

- (a) Operating expenditures equal total expenditures less debt service and capital outlay.
- (b) Teaching staff includes only full-time equivalents or certificated staff.
- (c) Average Daily Enrollment and Average Daily Attendance are obtained from the School Register Summary.

See independent auditors' reports.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**School Building Information**  
**Last Ten Fiscal Years**

District Building	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<b>Mansfield Township School (1964)</b>										
Square feet	92,000	92,000	92,000	92,000	92,000	92,000	92,000	92,000	92,000	92,000
Capacity (students)	835	835	835	835	835	835	835	835	835	835
Enrollment	721	706	708	696	660	644	628	609	590	532
<b>Number of schools at June 30, 2021</b>										
Elementary = 1										

Source: District Facilities Office

Note: Year of original construction is shown in parentheses. Increase in square footage and capacity are the result of renovations and additions. Enrollment is based on the annual October District count.

See independent auditors' reports.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Schedule of Required Maintenance Expenditures by School Facility**  
**Last Ten Fiscal Years**

Undistributed Expenditures - Required Maintenance for School Facilities

<u>Fiscal Year Ending</u>	<u>Mansfield Township Elementary School</u>
2012	\$ 72,121
2013	34,417
2014	50,002
2015	67,363
2016	47,496
2017	152,474
2018	326,013
2019	80,389
2020	32,739
2021	34,769
Total school facilities	<u>\$ 897,783</u>

Source: District Records

Note: School Facilities as Defined Under EFCFA.  
(N.J.A.C. 6A:26-1.2 and N.J.A.C. 6A:26A-1.3)

See independent auditors' reports.



**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Insurance Schedule**  
**June 30, 2021**  
**(Unaudited)**

	<u>Coverage</u>	<u>Deductible</u>
Commercial Package Policy - NJ Schools Insurance Group (NJSIG)		
Blanket Building and Contents (Fund Limit)	\$ 500,000,000	\$ 5,000
Electronic Data Processing Equipment	623,000	1,000
Comprehensive General Liability	11,000,000	-
Automobile Liability	11,000,000	-
Employee Benefit Liability	11,000,000	1,000
Blanket Employee Dishonesty	50,000	500
School Board Legal Liability - NJSIG		
Policy Limit	11,000,000	5,000
Workers Compensation - NJSIG		
(a) Statutory Benefits	Included	-
(a) Employer's Liability	2,000,000	-
Supplemental Coverage (optional)		
Environmental Impairment Liability - NJSIG		
Limit of Liability		
Incident	1,000,000	100,000
Fund Annual Aggregate	2,000,000	-
Public Employees' Faithful Performance - Selective Insurance Company		
Treasurer's Bond	195,000	-
Public Employees' Faithful Performance - (NJSIG)		
Board Secretary's Bond	195,000	1,000

Source: District Records

See independent auditors' reports.

**SINGLE AUDIT SECTION**



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**Independent Auditors' Report on Internal Control Over Financial Reporting and  
on Compliance and Other Matters Based on an Audit of Financial Statements Performed  
in Accordance with *Government Auditing Standards***

Honorable President and  
Members of the Board of Education  
Mansfield Township School District  
County of Warren, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, and the aggregate remaining fund information of the Mansfield Township School District, County of Warren, the State of New Jersey, (the District), as of and for the fiscal year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated February 10, 2022.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Mansfield Township School District's internal control over financial reporting (internal control) to determine the 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.

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 may exist that have not been identified.

### 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 determination of financial statement amounts. 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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey.

### 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* and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



BKC, CPAs, PC



Michael A. Holk, CPA, PSA  
NO. 20CS00265600

February 10, 2022  
Flemington, New Jersey



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**Independent Auditors' Report on Compliance for Each Major Program  
and on Internal Control Over Compliance Required by the Uniform  
Guidance and New Jersey OMB Circular 15-08-OMB**

Honorable President and  
Members of the Board of Education  
Mansfield Township School District  
County of Warren, New Jersey

Report on Compliance for Each Major Federal and State Program

We have audited the Mansfield Township School District's, (the District), compliance with the types of compliance requirements described in the New Jersey OMB Circular 15-08 *State Aid/Grant Compliance Supplement* that could have a direct and material effect on each of the District's major state programs for the fiscal year ended June 30, 2021. The District's major state programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with federal and state statutes, regulations, and the terms and conditions of its federal and state awards applicable to its state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey; and New Jersey OMB Circular 15-08. Those standards, and the OMB Circular 15-08 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major state program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal and state program. However, our audit does not provide a legal determination of the District's compliance.

#### Opinion on Each Major Federal and State Program

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 and state programs for the fiscal year ended June 30, 2021.

#### Report on Internal Control Over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal and state program and to test and report on internal control over compliance in accordance with the Uniform Guidance and New Jersey OMB Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's 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 state program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or 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 state 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 state 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 first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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 and New Jersey OMB Circular 15-08. Accordingly, this report is not suitable for any other purpose.



**BKC, CPAs, PC**



Michael A. Holk, CPA, PSA  
NO. 20CS00265600

February 10, 2022  
Flemington, New Jersey

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Schedule of Expenditures of Federal Awards, Schedule A**  
**For the Fiscal Year Ended June 30, 2021**

Grantor/Program Title	Federal		Project Number	Program or Award Amount	Grant Period		Balance June 30, 2020			Budgetary Expenditure	Adjustment	Repayment of Prior Year Balance	Balance June 30, 2021		
	CFDA Number	FAIN Number			From	To	(Acct Rec) Def Revenue	Carryover Amount	Cash Received				Accounts Receivable	Deferred Revenue	Due to Grantor
U.S. Department of Health and Human Services															
General Fund															
Medical Assistance Program	93.778	2005NJ5MAP	N/A	\$ 24,371	07/01/20	06/30/21	\$ -	\$ -	\$ 24,371	\$ 24,371	\$ -	\$ -	\$ -	\$ -	\$ -
Total General Fund							-	-	24,371	24,371	-	-	-	-	-
U.S. Department of Education passed through State Department of Education															
Special Revenue Fund															
Special education cluster (IDEA)															
IDEA Basic	84.027	H027A190100	IDEA-297021	168,339	07/01/20	06/30/21	-	-	168,339	168,339	-	-	-	-	-
IDEA Preschool	84.173	H173A190114	IDEA-297021	7,233	07/01/20	06/30/21	-	-	7,233	7,233	-	-	-	-	-
Total special education cluster (IDEA)							-	-	175,572	175,572	-	-	-	-	-
ESSA Title I A	84.010A	S010A190030	ESSA-297021	82,613	07/01/20	06/30/21	-	-	82,613	82,613	-	-	-	-	-
NCLB Title II A	84.367A	S367A160029	NCLB-297017	27,007	07/01/16	06/30/17	518	-	-	-	-	518	-	-	-
ESSA Title II A	84.367A	S367A190029	ESSA-297021	13,284	07/01/20	06/30/21	-	-	13,284	13,284	-	-	-	-	-
ESSA Title III	84.365A	S365A190030	ESSA-297021	15,847	07/01/20	06/30/21	-	-	15,847	15,847	-	-	-	-	-
ESSA Title III Immigrant	84.365A	S365A190030	ESSA-297021	2,440	07/01/20	06/30/21	-	-	2,440	2,440	-	-	-	-	-
ESSA Title IV	84.424A	S424A190031	ESSA-297021	10,000	07/01/20	06/30/21	-	-	10,000	10,000	-	-	-	-	-
CARES Emergency Relief	84.425	S425D200027	CARES-297022	69,715	03/13/20	09/30/22	-	-	66,104	66,104	-	-	-	-	-
Coronavirus Relief Fund	84.425	S425D200027	CARES-297021	40,640	07/01/20	06/30/21	-	-	40,640	40,640	-	-	-	-	-
FEMA	97.036	N/A	FEMA-297021	94,597	07/01/20	06/30/21	-	-	-	94,597	-	-	(94,597)	-	-
Digital Divide Grant	84.425	S425D200027	CARES-297021	73,474	07/16/20	10/31/20	-	-	73,474	73,474	-	-	-	-	-
Total Special Revenue Fund							518	-	479,974	574,571	-	518	(94,597)	-	-
U.S. Department of Agriculture passed through State Department of Agriculture															
Enterprise Fund															
Child Nutrition Cluster															
National School Lunch Program															
Food Donation Program	10.555	201NJ304N1099	N/A	12,915	10/01/19	09/30/20	1,667	-	-	1,667	-	-	-	-	-
Food Donation Program	10.555	211NJ304N1099	N/A	12,559	10/01/20	09/30/21	-	-	12,559	9,361	-	-	-	3,198	-
Breakfast Program	10.553	201NJ304N1099	N/A	9,061	10/01/19	09/30/20	(1,307)	-	1,307	-	-	-	-	-	-
Breakfast Program	10.553	211NJ304N1099	N/A	29,814	10/01/20	09/30/21	-	-	26,293	29,814	-	-	(3,521)	-	-
Lunch Program	10.555	201NJ304N1099	N/A	68,835	10/01/19	09/30/20	(1,962)	-	1,962	-	-	-	-	-	-
Lunch Program	10.555	211NJ304N1099	N/A	87,145	10/01/20	09/30/21	-	-	59,489	87,145	-	-	(27,656)	-	-
Total Enterprise Fund							(1,602)	-	101,610	127,987	-	-	(31,177)	3,198	-
Total Federal Awards							\$ (1,084)	\$ -	\$ 605,955	\$ 726,929	\$ -	\$ 518	\$ (125,774)	\$ 3,198	\$ -

See independent auditors' report.



**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Schedule of Expenditures of State Financial Assistance, Schedule B**  
**For the Fiscal Year Ended June 30, 2021**

Grantor/Program Title	Project Number	Program or Award Amount	Grant Period		Balance June 30, 2020		Cash Received	Budgetary Expenditure	Adjustments	Balance June 30, 2021			Memo	
			From	To	Deferred Rev. (Accts. Rec)	Due to Grantor				Accounts Receivable	Deferred Revenue	Due to Grantor	Budgetary Receivable	Cumulative Expenditure
State Department of Education														
General Fund														
Equalization Aid	21-495-034-5120-078	\$ 3,008,166	07/01/20	06/30/21	\$ -	\$ -	\$ 2,707,583	\$ 3,008,166	\$ -	\$ -	\$ -	\$ -	\$ 300,583	\$ 3,008,166
Special Education Categorical Aid	21-495-034-5120-089	417,072	07/01/20	06/30/21	-	-	375,397	417,072	-	-	-	-	41,675	417,072
Transportation Aid	21-495-034-5120-014	273,159	07/01/20	06/30/21	-	-	245,864	273,159	-	-	-	-	27,295	273,159
Security Aid	21-495-034-5120-084	85,007	07/01/20	06/30/21	-	-	76,513	85,007	-	-	-	-	8,494	85,007
Extraordinary Aid	21-495-034-5120-014	30,407	07/01/20	06/30/21	-	-	-	30,407	-	(30,407)	-	-	-	30,407
Non-Public Transportation Aid	20-495-034-5120-014	290	07/01/20	06/30/21	-	-	-	290	-	(290)	-	-	-	290
Payment for Institutionalized Children- Unknown District of Residence	20-495-034-5120-005	224,157	07/01/20	06/30/21	(224,157)	-	224,157	-	-	-	-	-	-	224,157
Payment for Institutionalized Children- Unknown District of Residence	21-495-034-5120-005	27,108	07/01/20	06/30/21	-	-	-	27,108	-	(27,108)	-	-	-	27,108
Reimbursed TPAF Social Security Contribution	20-495-034-5094-003	363,408	07/01/20	06/30/21	(17,941)	-	17,941	-	-	-	-	-	-	363,408
Reimbursed TPAF Social Security Contribution	21-495-034-5094-003	384,923	07/01/20	06/30/21	-	-	384,923	384,923	-	-	-	-	-	384,923
On-Behalf TPAF Pension Contribution- Postretirement Medical	21-495-034-5094-001	416,056	07/01/20	06/30/21	-	-	416,056	416,056	-	-	-	-	-	416,056
On-Behalf TPAF Pension Contribution- Normal Cost and Accrued Liability	21-495-034-5094-002	1,302,834	07/01/20	06/30/21	-	-	1,302,834	1,302,834	-	-	-	-	-	1,302,834
On-Behalf TPAF Pension Contribution- Non-Contributory Insurance	21-495-034-5094-004	24,788	07/01/20	06/30/21	-	-	24,788	24,788	-	-	-	-	-	24,788
On-Behalf TPAF Pension Contribution- Long-Term Disability Insurance	21-495-034-5094-004	646	07/01/20	06/30/21	-	-	646	646	-	-	-	-	-	646
Total General Fund					<u>(242,098)</u>	<u>-</u>	<u>5,776,702</u>	<u>5,970,456</u>	<u>-</u>	<u>(57,805)</u>	<u>-</u>	<u>-</u>	<u>378,047</u>	<u>6,558,021</u>
Debt Service Fund														
Debt Service Aid-State Support	21-495-034-5120-017	168,286	07/01/20	06/30/21	-	-	168,286	168,286	-	-	-	-	-	168,286
Total Debt Service Fund					<u>-</u>	<u>-</u>	<u>168,286</u>	<u>168,286</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>168,286</u>
State Department of Agriculture														
Enterprise Fund														
State School Lunch Program	20-100-010-3350-023	1,908	07/01/19	06/30/20	(30)	-	30	-	-	-	-	-	-	1,908
State School Lunch Program	21-100-010-3350-023	6,215	07/01/20	06/30/21	-	-	5,081	6,215	-	(1,134)	-	-	-	6,215
Total Enterprise Fund					<u>(30)</u>	<u>-</u>	<u>5,111</u>	<u>6,215</u>	<u>-</u>	<u>(1,134)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,123</u>

See independent auditors' report.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Schedule of Expenditures of State Financial Assistance, Schedule B**  
**For the Fiscal Year Ended June 30, 2021**

Grantor/Program Title	Project Number	Program or Award Amount	Grant Period		Balance June 30, 2020			Budgetary Expenditure	Adjustments	Balance June 30, 2021			Memo	
			From	To	Deferred Rev. (Accts. Rec)	Due to Grantor	Cash Received			Accounts Receivable	Deferred Revenue	Due to Grantor	Budgetary Receivable	Cumulative Expenditure
Total State Financial Assistance					<u>\$ (242,128)</u>	<u>\$ -</u>	<u>\$ 5,950,099</u>	\$ 6,144,957	<u>\$ -</u>	<u>\$ (58,939)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 378,047</u>	<u>\$ 6,734,430</u>
Less: On-Behalf TPAF Pension System Contributions														
On-Behalf TPAF Pension Contribution - Teachers' Pension & Annuity Fund	21-495-034-5094-002							1,302,834						
On-Behalf TPAF Pension Contribution - Non-Contributory Insurance	21-495-034-5094-004							24,788						
On-Behalf TPAF Pension Contribution - Postretirement Medical	21-495-034-5094-001							416,056						
On-Behalf TPAF Pension Contribution - Long-Term Disability Insurance	21-495-034-5094-004							646						
Total for State Financial Assistance - Major Program Determination								<u>\$ 4,400,633</u>						

See independent auditors' report.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance**  
**For the Fiscal Year Ended June 30, 2021**

Note 1 - General

The accompanying Schedules of Expenditures of Federal Awards and State Financial Assistance present the activity of all federal awards and state financial assistance programs of the Mansfield Township School District. The District is defined in Note 1 (A) to the District's basic financial statements. All federal awards and state financial assistance received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies, is included on the Schedules of Expenditures of Federal Awards and State Financial Assistance.

Note 2 - Basis of accounting

The accompanying Schedules of Expenditures of Federal Awards and State Financial Assistance are presented using the budgetary basis of accounting with the exception of programs recorded in the food service fund, which are presented using the accrual basis of accounting. These bases of accounting are described in Notes 1 (C) and 1 (D) to the District's basic financial statements.

Note 3 - Relationship of financial statements

The basic financial statements present the general fund and special revenue fund on a GAAP basis. Budgetary comparison statements or schedules are presented for the general fund and special revenue fund to demonstrate finance-related legal compliance in which certain revenue is permitted by law or grant agreement to be recognized in the audit year, whereas for GAAP reporting, revenue is not recognized until the subsequent year or when expenditures have been made.

The general fund is presented in the accompanying schedules on the modified accrual basis with the exception of the revenue recognition of the one or more deferred June state aid payments in the current budget year, which is mandated pursuant to N.J.S.A. 18A:22-44.2. For GAAP purposes payments are not recognized until the subsequent budget year due to the state deferral and recording of the one or more June state aid payments in the subsequent year. The special revenue fund is presented in the accompanying schedules on the budgetary basis which recognizes encumbrances as expenditures and also recognizes the related revenues, whereas the GAAP basis does not.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is \$(2,842) for the general fund. See Exhibit C-3 for a reconciliation of the budgetary basis to the modified accrual basis of accounting for the general and special revenue funds.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Notes to the Schedules of Expenditures of Federal Awards and State Financial Assistance**  
**For the Fiscal Year Ended June 30, 2021**

Note 3 - Relationship of financial statements (continued)

Financial assistance revenues are reported in the District's basic financial statements on a GAAP basis as follows:

	Local	Federal	State	Total
General fund	\$ -	\$ 24,371	\$ 5,967,614	\$ 5,991,985
Special revenue fund	2,176	574,571	-	576,747
Debt service fund	-	-	168,286	168,286
Food service fund	-	127,987	6,215	134,202
Total awards and financial assistance	<u>\$ 2,176</u>	<u>\$ 726,929</u>	<u>\$ 6,142,115</u>	<u>\$ 6,871,220</u>

Note 4 - Relationship to federal and state financial reports

Amounts reported in the accompanying schedules agree with the amounts reported in the related federal and state financial reports.

Note 5 - Other

Revenues and expenditures reported under the USDA Commodities Program represent current year distributions respectively. The amount reported as TPAF Pension Contributions represents the amount paid by the State on behalf of the District for the fiscal year ended June 30, 2021. TPAF Social Security Contribution represents the amount reimbursed by the State for the employer's share of Social Security Contributions for TPAF members for the fiscal year ended June 30, 2021.

Note 6 - Indirect costs

The District has elected not to utilize the 10% de minimis indirect cost rate.

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Schedule of Findings and Questioned Costs**  
**For the Fiscal Year Ended June 30, 2021**

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued Unmodified

Internal Control Over Financial Reporting:

1. Were material weakness(es) identified?  Yes  No
2. Were significant deficiencies identified?  Yes  None reported

Noncompliance material to basic financial statements noted?

Yes  No

Federal Awards

Not Applicable

Internal Control Over Major Programs:

1. Were material weakness(es) identified?  Yes  No
2. Were significant deficiencies identified?  Yes  None reported

What was the type of auditor's report issued on compliance for major programs?

\_\_\_\_\_

Were any audit findings disclosed that are required to be reported in accordance with 2 CFR 200 Section .516(a)?

Yes  No

Identification of Major Programs:

CFDA Number(s)	FEIN Number(s)	Name of Federal Program or Cluster
<u>Not Applicable</u>	<u>Not Applicable</u>	<u>Not Applicable</u>

What was the dollar threshold used to distinguish between Type A and Type B programs?

\_\_\_\_\_

Did the auditee qualify as a low-risk auditee?

Yes  No

**MANSFIELD TOWNSHIP SCHOOL DISTRICT**  
**Schedule of Findings and Questioned Costs**  
**For the Fiscal Year Ended June 30, 2021**

Section I - Summary of Auditor's Results (continued)

State Awards

What was the dollar threshold used to distinguish between Type A and Type B programs? \$750,000

Did the auditee qualify as a low-risk auditee? X Yes    \_\_\_ No

Internal Control Over Major Programs:

- 1. Were material weakness(es) identified? \_\_\_ Yes    X No
- 2. Were there significant deficiencies identified that are not considered to be material weaknesses? \_\_\_ Yes    X None reported

What was the type of auditor's report issued on compliance for major programs? Unmodified

Were any audit findings disclosed that are required to be reported in accordance with NJ OMB Circular Letter 15-08 as applicable? \_\_\_ Yes    X No

Identification of Major Programs:

State Grant/Project Numbers	Name of State Program
<i>21-495-034-5120-089</i>	<i>State Aid Public Cluster:</i>
<i>21-495-034-5120-078</i>	<i>Special Education Categorical Aid</i>
<i>21-495-034-5120-084</i>	<i>Equalization Aid</i>
	<i>Security Aid</i>

**MANSFIELD TOWNSHIP SCHOOL DISTRICT  
Schedule of Findings and Questioned Costs - Section II  
For the Fiscal Year Ended June 30, 2021**

Section II - Financial Statement Findings

There were no findings or questioned costs for the fiscal year ended June 30, 2021.

Section III - Federal Awards and State Financial Assistance Findings and Questioned Costs

There were no findings or questioned costs for the fiscal year ended June 30, 2021.

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**MANSFIELD TOWNSHIP SCHOOL DISTRICT  
Summary Schedule of Prior Year Audit Findings  
and Questioned Costs as Prepared by Management  
For the Fiscal Year Ended June 30, 2021**

Status of Prior Year Findings

There were no prior year findings or questioned cost.