MANSFIELD TOWNSHIP

BOARD OF EDUCATION

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2014

COMPREHENSIVE ANNUAL FINANCIAL REPORT

OF THE

MANSFIELD TOWNSHIP BOARD OF EDUCATION

MANSFIELD TOWNSHIP, NEW JERSEY

FOR THE FISCAL YEAR ENDED JUNE 30, 2014

Prepared by

MANSFIELD TOWNSHIP BOARD OF EDUCATION

DEPARTMENT OF ADMINISTRATION

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INTRODUCTORY SECTION

Mansfield Township Board of Education

50 Port Murray Road, Port Murray, NJ 07865
Phone: 908-689-3212, Ext. 1186
Fax: 908-689-9504

October 29, 2014

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

Dear Board Members:

The comprehensive annual financial report of the Mansfield Township School District (District) for the fiscal year ending June 30, 2014, 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 Board of Education (Board). 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 comprehensive annual financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory 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 the Single Audit Act of 1984 (amended 1996) and the U.S. Office of Management and Budget Circular A-133, Audits of State and Local Governments' and the State Treasury Circular Letter 04-04 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 2013-14 fiscal year with an enrollment of 704 students, which is 1 student less than the previous year's enrollment. The following details the changes in the student enrollment of the District over the last seven years.

AVERAGE DAILY ENROLLMENT

Fiscal Year	Student Enrollment	Percent Change
2013-14	704	0.0%
2012-13	705	-1.7%
2011-12	717	3.17%
2010-11	695	-3.4%
2009-10	719	3.6%
2008-09	694	-1.4%
2007-08	704	0.0%

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. The builder projected that the development could result in an increase of 75 school-age children. The request was denied by the planning board but is still in litigation.

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 been working diligently to implement the Common Core State Standards 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. At the end of the 2012-2013 school year, we adopted and purchased the Go Math program which is aligned to the CCSS. The teachers have received training and successfully implemented the program during this school year. A Go Math Night was held to introduce parents to the new program. Our district work continues to be based on the State Model Curriculum and Assessment initiatives as well as PARCC and Common Core recommendations. We were able to bring back our Homework Club this year to provide after-school support for students needing extra assistance.

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 Mansfield Education Foundation continues to help support the district's programs and financial needs. They now offer teachers funds through a mini-grant program as well as through grade level awards as funds are available.

In an effort to improve instruction and student achievement, the Mansfield District Evaluation Advisory Committee continues to support the Marzano Causal Teacher Evaluation Model and the Marzano School Leadership Evaluation Model. Training was provided for the staff and administration, and the models were fully implemented for the 2013-2014 school year.

The major initiatives in technology for the 2013-2014 school year included purchasing ten additional SMART Boards (Model 6065), 150 Dell Venue Pro 11 tablets, and seven carts for the tablets. We will continue to utilize Discovery Video Streaming as a teacher resource. Additionally we will continue to receive e-rate rebates for our eligible technology and communication costs.

In terms of achievement, many teachers are utilizing SuccessMaker© to support student growth. We instituted NWEA MAP pre and post testing. MAP is our GPS that enables teachers to target and differentiate instruction to the strengths and needs of each student. The immediacy and depth of feedback provides essential data necessary for teachers to plot an instructional course that promotes continuous student improvement and provides an avenue for tracking individual growth within and across grade levels. We are fully utilizing the Marzano Evaluation System which identifies elements of teaching that lead to greater student success. The students in grades 3, 4, 5, and 6 participated in the State's NJ ASK test during May 2014. Our district piloted the PARCC ELA PBA test with two classes of fifth grade students and the PARCC Math PBA and EOY tests with two groups of sixth grade students.

Improving security continues to be a high priority. Five new security cameras were added as well as a Dell Power Edge Server to network the cameras.

NJ ASK 3-6 results are reported in percentages: partially proficient, proficient, and advanced proficient.

NJ ASK
2014 Results

Test Type	Partially Proficient	Proficient	Advanced Proficient
NJ ASK-3 - Language Arts	31.5	65.2	3.3
NJ ASK-3 – Mathematics	29.3	59.8	10.9
NJ ASK-4 – Language Arts	23.7	74.2	2.2
NJ ASK-4 – Mathematics	12.9	41.9	45.2
NJ ASK-4 – Science	4.3	39.8	55.9
NJ ASK-5 – Language Arts*	28.0	58.0	14.0
NJ ASK-5 - Mathematics	13.0	48.0	39.0
NJ ASK-6 – Language Arts	11.2	78.7	10.1
NJ ASK-6 - Mathematics	5.6	49.4	44.9

** Percentages are set by the state and may not always equate to 100% in all cases.*

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, 2014.

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 issued refunding bonds of $2,540,000 on December 12, 2007, to refund the 1995 debt related to a Certificate of Participation ("COP") lease purchase obligation. The district issued $250,000 in new debt in fiscal year 2008 for a window replacement project. There is actually a zero net cost to the taxpayers for this new debt issue since it is more than offset by the future debt savings from the refunding bond issue. The final payment (March 1, 2015) did not change from the original sunset date on the 1995 "COP" lease purchase obligation.

8) **CASH MANAGEMENT:** The investment policy of the District is guided in large part by state statute as detailed in 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 William M. Colantano, Jr., CPA. 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 the Single Audit Act of 1984 (amended 1996) and the related OMB Circular A-133 and State Treasury Circular Letter 04-04 OMB. The auditor's report on the general purpose 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.

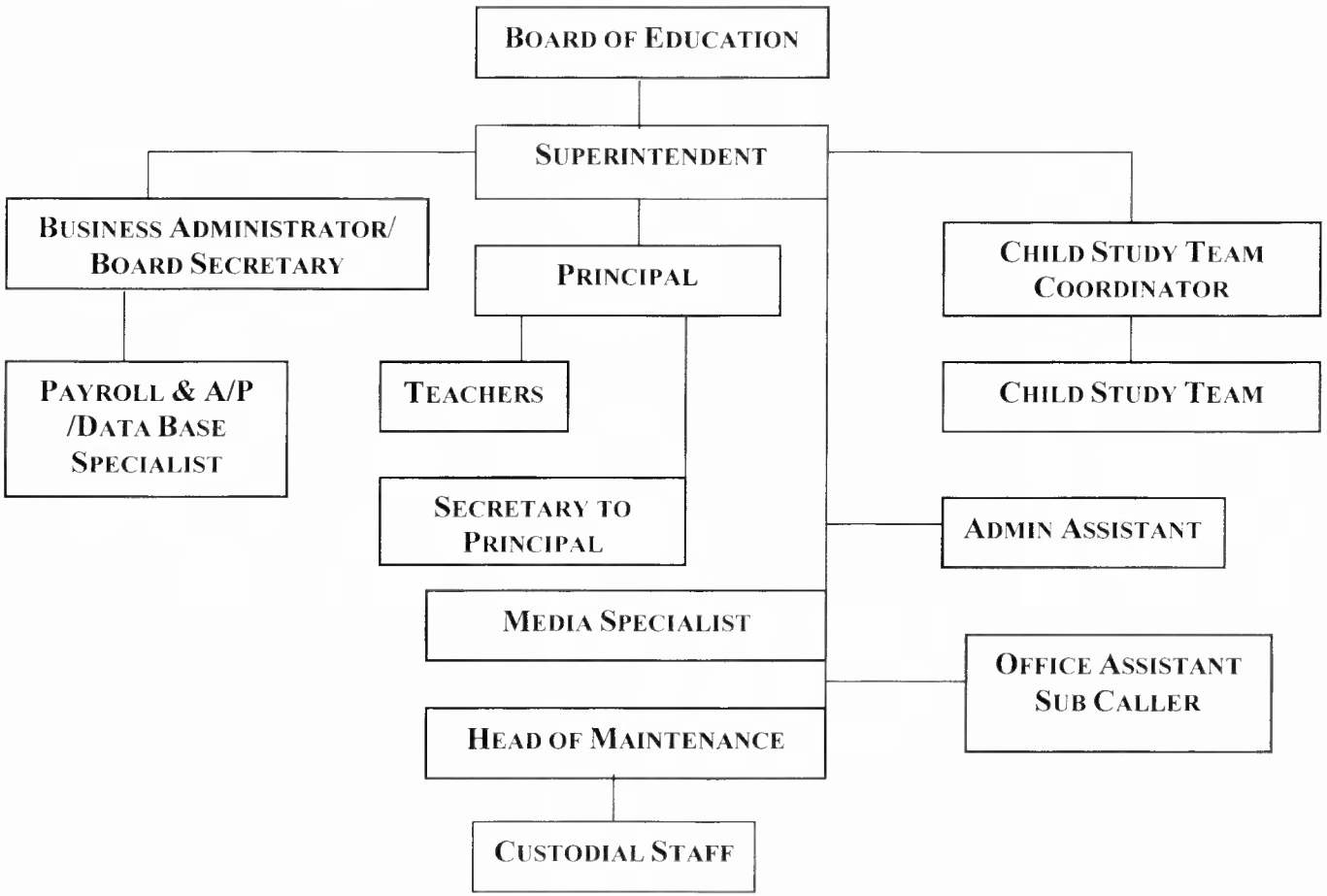
11) **ACKNOWLEDGEMENTS**: We would like to express our appreciation to the members of the Mansfield Township School Board for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support to the development and maintenance 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 without whose assistance, the CAFR would not have been completed on time.

Respectfully submitted,

Edward S. Kemp, Jr.
Superintendent

Mary E. Roszkowski
Business Administrator/Board Secretary

Mansfield Township School District
Organizational Chart



ROSTER OF OFFICIALS
JUNE 30, 2014

Members of the Board of Education	Term Expires
Karri Reyes, President	2016
Timothy Barlow, Vice President	2016
Michael Coombs	2014
John Falco	2015
James Momary	2016
Desiree Mora-Dillon	2015
Tracey Janowski	2014
Sharon McAlpin	2015
Jason Winch	2014

Other Officials

Edward Kemp, Jr.	Superintendent
Mary Roszkowski	Business Administrator/Board Secretary
Andrew Coppola	Treasurer

Mansfield Township School District
Port Murray, NJ 07865

Consultants and Advisors

Audit Firm

William M. Colantano, Jr.
Certified Public Accountant
100 Route 31 North
Washington, NJ 07882

Attorneys

Nathanya Simon, Esq.
Schwartz, Simon, Edelstein, Celso & Kessler
10 James Street
Florham Park, NJ 07932

Official Depositories

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

FINANCIAL SECTION

William M. Colantuono, Jr.
A Professional Corporation

Certified Public Accountant
Public School Accountant
Registered Municipal Accountant

100 Route 31 North
Washington, NJ 07882 - 1530
Fax # (908) 689-8388
(908) 689-5002

INDEPENDENT AUDITOR'S REPORT

October 29, 2014

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 Board of Education of the Mansfield Township School District (the District) in the County of Warren, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the Board'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.

Auditor's Responsibility

Our responsibility is to express opinions 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. 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 entity'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 entity'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 opinions.

Opinions

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 District, as of June 30, 2014, 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information identified 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 opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual non-major fund financial statements and schedule of expenditures of federal awards, as required by Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and the schedule of state financial assistance as required by NJ OMB 04-04 and the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual non-major fund financial statements, schedule of expenditures of federal awards, as required by Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, the schedule of and the schedule of state financial assistance as required by NJ OMB 04-04 is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements.

William M. Colantano, Jr.

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 non-major fund financial statements, schedule of expenditures of federal awards, as required by Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and the schedule of state financial assistance as required by NJ OMB 04-04 is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory 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 October 29, 2014 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the District's internal control over financial reporting and compliance.

William M. Colantano, Jr.
Public School Accountant
No. CS 0128

REQUIRED SUPPLEMENTARY INFORMATION-PART I

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
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, 2014. 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 increased $425,086 which is a 8.42 percent increase from fiscal year 2013.

- General revenue accounted for $9,868,855 in revenue or 91.0 percent of all revenues. Program specific revenues in the form of charges for services and operating grants and contributions accounted for $978,091 or 9.0 percent of the total revenue of $10,846,946.

- The School District had $10,421,860 in expenses; only $978,091 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily property taxes) of $9,868,855 were adequate to provide for these programs.

- Among governmental funds, the General Fund had $9,486,045 in revenues and $9,391,691 in expenditures. The General Fund's fund balance increased by $94,354 from fiscal year 2013.

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
UNAUDITED

USING THIS COMPREHENSIVE ANNUAL FINANCIAL REPORT (CAFR)

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.

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 2013/2014?" 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 are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to 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 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.

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
UNAUDITED

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.

Table 1 provides a summary of the District's net position at June 30, 2014, with comparisons to June 30, 2013.

Table 1
Net Position

			Variance	
	6/30/14	6/30/13	Dollars	%
Current & Other Assets	$1,862,855	$ 1,874,543	$ (11,688)	(0.62)
Capital Assets	4,617,251	4,751,849	(134,598)	(2.83)
Total Assets	6,480,106	6,626,392	(146,286)	(2.21)
Long-Term Liabilities	756,501	1,178,933	(422,432)	(35.83)
Other Liabilities	252,503	401,443	(148,940)	(37.10)
Total Liabilities	1,009,004	1,580,376	(571,372)	(36.15)
Net position				
Invested in Capital Assets, Net of Related Debt	4,202,251	3,936,849	265,402	6.74
Restricted	1,255,074	1,183,580	71,494	6.04
Unrestricted	13,777	(74,413)	88,190	(118.51)
Total Net position	$5,471,102	$ 5,046,016	$ 425,086	8.42

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
UNAUDITED

Table 2 provides a summary of the District's changes in net position in fiscal year ending June 30, 2014, with comparisons to June 30, 2013.

Table 2
Changes in Net Position

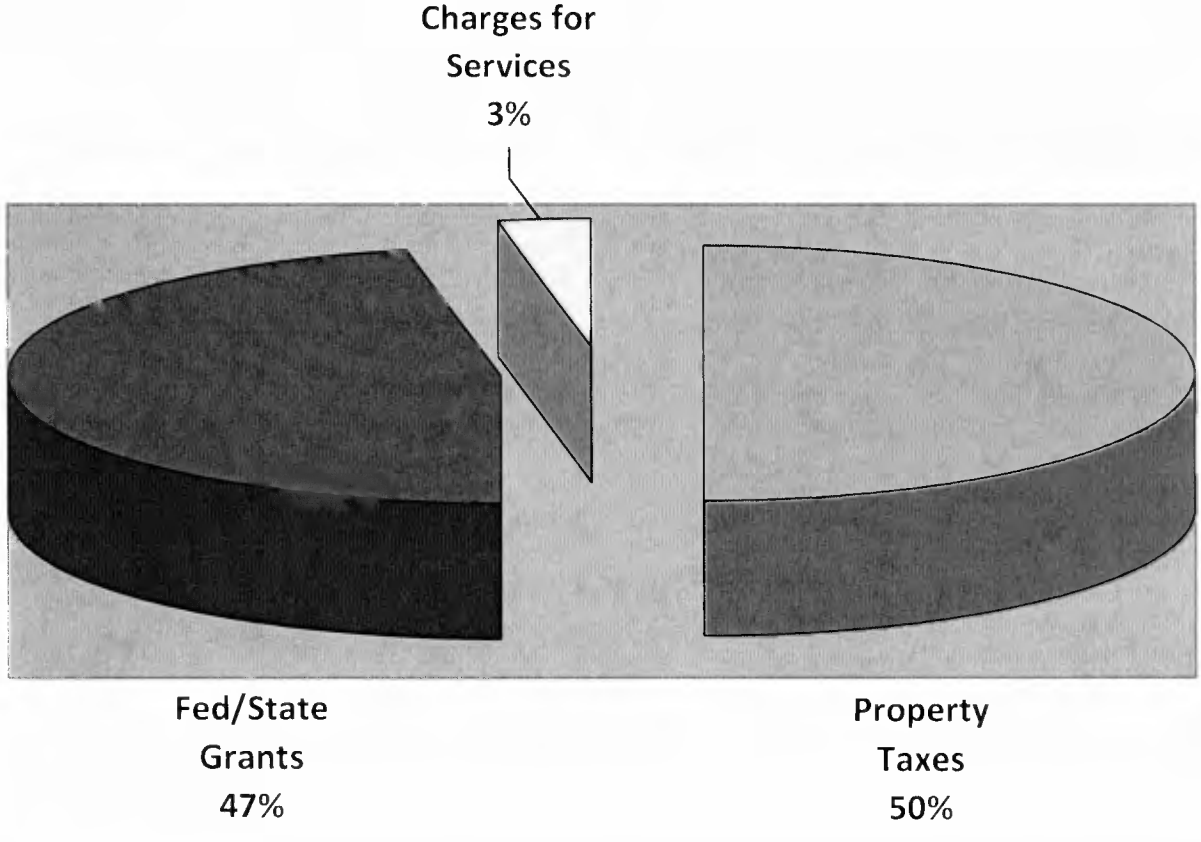
	Fiscal Year Ending		Variance	
	6/30/14	6/30/13	Dollars	%
Revenues				
Program Revenues:				
Charges for Services	$ 521,096	$ 424,764	$ 96,332	22.68
Operating Grants	456,995	389,597	67,398	17.30
General Revenues:				
Property Taxes	5,269,930	5,204,960	64,970	1.25
Unrestricted Grants	4,587,705	4,590,032	(2,327)	0.05
Other	11,220	27,634	(16,414)	(59.40)
Total Revenues	10,846,946	10,636,987	209,959	1.97
Program Expenses				
Instruction:				
Regular	4,751,964	4,498,884	253,080	5.63
Special	1,409,098	1,483,278	(74,180)	(5.00)
Other	383,924	398,308	(14,384)	(3.61)
Support Services:				
Tuition	113,700	1,982	111,718	5636.63
Student & Instructional Staff	1,290,658	1,260,806	29,852	2.37
General & Business Administration	603,309	594,934	8,375	1.41
School Administration	221,010	223,682	(2,672)	(1.19)
Maintenance	690,177	595,477	94,700	15.90
Transportation	589,355	518,101	71,254	13.75
Food Service	200,386	196,039	4,347	2.22
Child Care Program	108,512	109,435	(923)	(0.84)
Summer Recreation Program	15,615		15,615	*
Charter Schools	16,516	66,778	(50,262)	(75.27)
Interest on Long-Term Debt	27,636	40,534	(12,898)	(31.82)
Total Expenses	10,421,860	9,988,238	433,622	4.34
Increase (Decrease) in Net position	$425,086	$ 648,749	$ (223,663)	(34.48)

* = Undefined

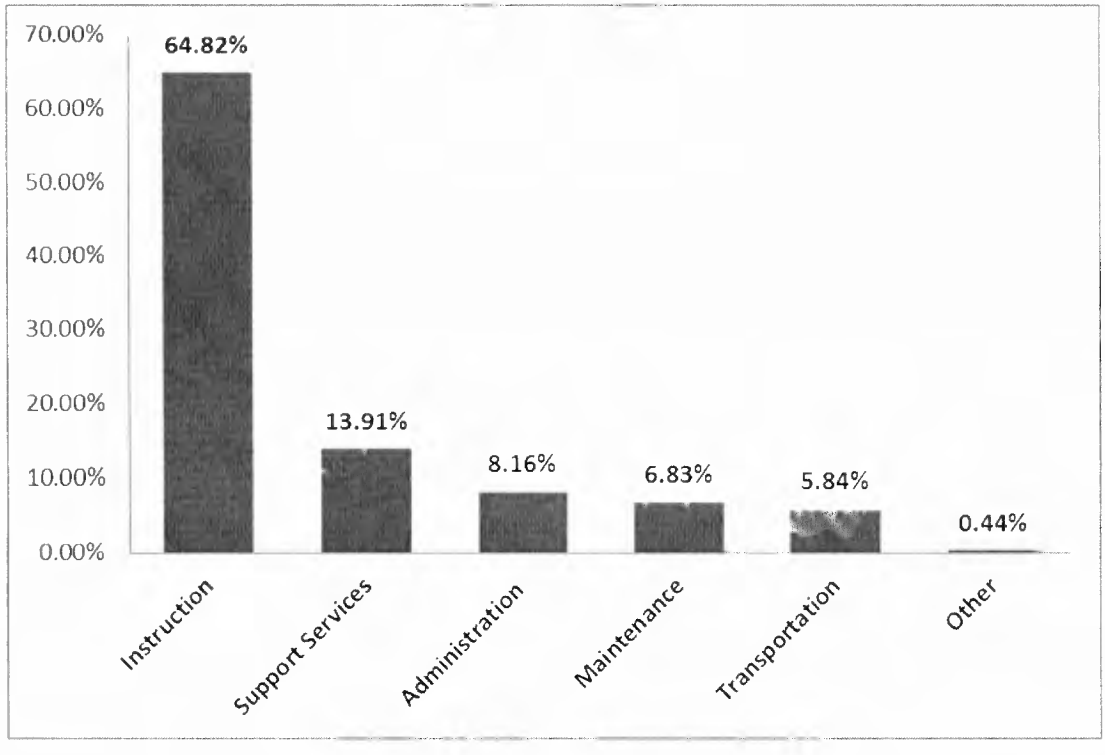
Governmental Activities

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 50% of revenues for governmental activities for the Mansfield School District for fiscal year 2014. Federal, state, and local grants accounted for another 47% of the revenues, and 3% was derived from charges for services and from other sources. The District's total revenues for governmental activities were $10,486,282 for the year ended June 30, 2014.

REVENUES
YEAR ENDED 6/30/14



The total cost of all program expenses and services for governmental activities was $10,097,347. Expenditure categories and associated percentages are shown below.



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 revenues exceeded expenditures by $721.

Daily food sales amounted to $103,028. 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 $98,039.

Business-Type Activities (continued)

Child Care Program

Revenues for the district's child care program were comprised of charges for services. Child care revenues exceeded expenditures by $34,946.

Charges for services represent $143,458. This represents amounts paid by patrons for child care services.

Summer Recreation Program

Revenues for the district's summer recreation program were comprised of charges for services. Summer recreation revenues exceeded expenditures by $484.

Charges for services represent $16,099. This represents amounts paid by patrons for summer recreation services.

Table 3 provides a summary of the School District's cost of governmental services in 2014 and 2013.

Table 3
Cost of Government Services

	Total Cost of Services		Net Cost of Services	
	6/30/14	6/30/13	6/30/14	6/30/13
Instruction	$6,544,986	$6,380,470	$6,291,211	$ 6,114,848
Support Services:				
Tuition	113,700	1,982	25,986	
Student & Instructional Staff	1,290,658	1,260,806	1,215,261	1,187,978
General & Business Administration	603,309	594,934	601,893	594,934
School Administration	221,010	223,682	221,010	223,682
Plant Operations & Maintenance	690,177	595,477	686,710	595,295
Pupil Transportation	589,355	518,101	393,657	364,353
Food Service	200,386	196,039	(681)	1,140
Child Care Program	108,512	109,435	(34,946)	(15,665)
Summer Rec	15,615		(484)	
Charter Schools	16,516	66,778	16,516	66,778
Interest on Long-Term Debt	27,636	40,534	27,636	40,534
Total Expenses	$10,421,860	$9,988,238	$9,443,769	$ 9,173,877

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

Tuition is paid to other districts that provide educational services to Mansfield Township School students.

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.

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 $10,274,545 and expenditures were $10,180,191. After accounting for other financing sources/(uses), the net change in fund balance for the year was an increase of $94,354.

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.

During the course of the fiscal year, the district amended its general fund budget by transferring funds as needed to prevent over-expenditures in specific line item accounts. The most significant need for changes were directly attributable to lower than anticipated fuel and insurance costs which allowed the use of those funds to purchase computers, social studies and math textbooks.

Capital Assets

At the end of fiscal year 2014, the district had $4,617,251 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, 2014, with comparisons to June 30, 2013.

Table 4
Capital Assets
(Net of Depreciation)

	6/30/14	6/30/13	Variance Dollars	Variance %
Land	$ 17,722	$ 17,722		
Construction in Progress	40,913		$ 40,913	100.00
Land Improvements	84,673	100,135	(15,462)	(15.44)
Buildings & Improvements	4,208,300	4,344,989	(136,689)	(3.15)
Furniture & Equipment	265,643	289,003	(23,360)	(8.08)
Total	$ 4,617,251	$ 4,751,841	$ (134,598)	(2.83)

Major capital asset acquisitions included $32,293 for security system upgrades, $4,414 for building upgrades and $40,913 for professional fees in connection with a voter approved referendum for building improvements. In addition, the district disposed of obsolete equipment totaling $12,600.

Long Term Liabilities – Debt Administration

As of June 30, 2014, the district had $756,501 of long-term liabilities. This amount is detailed below.

Table 5 provides a summary of the District's long-term liabilities at June 30, 2014, with comparisons to June 30, 2013.

Table 5
Outstanding Debt at 6/30/14

	6/30/14	6/30/13	Variance Dollars	Variance %
2007 General Obligation Refunding Bonds	$415,000	$ 815,000	$ (400,000)	(49.08)
Unamortized Bond Premium	3,249	7,761	(4,512)	(58.14)
Compensated Absences	338,252	356,172	17,920	(5.03)
	$756,501	$ 1,178,933	$ (422,432)	(35.83)

For the Future

The building is 50 years old. While it owes us nothing, we certainly owe it the essential upgrades necessary to adequately serve the community and our students for the foreseeable future. In that spirit, the Administration and the Board of Education held a bond referendum in March of 2014 for $6,685,350 in school improvements. The referendum was a result of preparation meeting opportunity. A long range facilities plan was developed in 2005 (updated in 2010) which addresses the many anticipated building needs. The heating/ventilation units in the 1963 portion of the building are original as are the lighting fixtures. We have replaced the lighting in 39 classrooms and replaced 5 outdoor fixtures to date. Areas remaining to be completed are music, art, nurse, board office, office area, library, visitors' center, faculty lounge, kitchen, boiler, ESL, and hallways. The heating/ventilation units will need to be replaced or retrofitted in the foreseeable future. We have installed new valves in two of the three wings but still need to add heater controls and modify the piping system for the 1963 heaters or replace the heaters. In 2012-2013 we replaced our generator that failed during Hurricane Sandy. We also replaced the HVAC unit that services the teachers' room, the board office, the nurse's room, and the Title I room.

Phase I of the windows project was completed in August 2008, and Phase II was completed in August 2010. The District applied for and received a 40% grant for Phase II of the project to replace windows in the 1963 section. Mansfield received $195,691 from the NJ Department of Education. The cost of the entire project was $493,662. Phase III of the project which includes five classrooms of windows in the 1963 section of the building and the windows in the multi-purpose room will be replaced some time next summer.

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 are:

1. Exterior: paving the back entrance and the front parking lot, replacing the sidewalk along the office parking lot, parking lot lighting, and a new electric sign.
2. HVAC: controls for the entire building, unit ventilators for the 1962 and 1976 buildings, IT room, ventilation, 2 Cleaver Brooks Boilers, and 1 Pacific Boiler.
3. Roof: 1962, 1976, 1997, and 2004 buildings
4. Lighting: replace all existing T-12 fixtures
5. Doors: all exterior, interior (3rd, 5th, 6th bathrooms)
6. ADA hardware 1962 and 1976 wings
7. Bathrooms: 3rd grade bathrooms
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, built-in cabinetry 1962 and 1976 wing, library ceiling, doors under stage, science room and art room sinks, music practice (reconfigure walls), remove glass between rooms and fill in.
10. Maintenance Building: new
11. Electronic locks

In addition to upgrading our aging facility, we continue initiatives to stay in the forefront of technology. During the 2013-2014 school year we purchased ten additional SMART Boards (Model 6065), 150 Dell Venue Pro 11 tablets, and seven carts for the tablets. We continue to utilize Discovery Video Streaming as a teacher resource. Additionally we continue to receive e-Rate rebates for our eligible technology and communication costs.

Our technology goals for 2014-2015 include continued additions to foster the infusion of technology in the classroom and to improve school safety. We anticipate adding new laptops/tablets stationed in individual classrooms as well as continuing to replace older Intelliboards with new Smart Boards. We will continue to utilize MAP Assessments (computer based) to track student progress and to inform instruction. We are exploring the changeover of our telephone system to VoIP. In the area of security, we will deploy additional cameras. The local police department will be able to access the feeds from the

cameras. The upgrading of our fire alarm system will provide additional safeguards in the event of a lockdown situation. Our PTA and Education Foundation will help support the costs of expanding technology and funding programs.

We remain committed to improving our educational programs and instructional strategies. Our team teaching model for inclusion special education students and Title I students continues to develop and provide benefits for struggling learners. We have made staffing changes in the Title I program and trained all Title I teachers in Project Read. We wish to continue training additional lower grade teachers in the future. We continue to improve our Intervention and Referral Services. Changes better support teachers by providing them with alternative methodologies to address the specific needs of an individual student. These changes will also more effectively support students who are experiencing difficulties in the classroom. The new Go Math series provides resources to aid struggling students. The addition of MAP Assessments will provide teachers with valuable data on each student to better inform instruction.

Mansfield Township School District has been committed to financial excellence for many years. We are constantly looking for ways to maximize the taxpayer's investment in our district by seeking out the best prices for everything we purchase, by joining purchasing cooperatives, by consulting with Township officials to find ways to share services, and by attending meetings with an eye out for ways to share services between school districts and with municipalities. We now share a behaviorist, a curriculum coordinator, and an ESL teacher with the other districts in our cluster. We have reduced the cost of implementing the new teacher and principal evaluation systems by making them a cluster-wide initiative. We continue to save money through combining bus routes with neighboring districts. We are excited for the upcoming opportunity to enhance our facilities and grounds without burdening the local tax payer.

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 Mary E. Roszkowski, School Business Administrator/Board Secretary at Mansfield Township Board of Education, 50 Port Murray Road, Port Murray, NJ 07865

BASIC FINANCIAL STATEMENTS

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, 2014

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash & Cash Equivalents	$ 201,670	$ 134,556	$ 336,226
Due from Other Funds	441	1,210	1,651
Receivables, Net	260,672	7,370	268,042
Inventory		1,953	1,953
Restricted Assets:			
Capital Reserve Account-Cash	820,732		820,732
Maintenance Reserve Account-Cash	291,251		291,251
Emergency Reserve Account-Cash	143,000		143,000
Capital Assets (Note 4):			
Land and Construction in Progress	58,635		58,635
Other Capital Assets, Net of Depreciation	4,550,835	7,781	4,558,616
Total Assets	6,327,236	152,870	6,480,106
LIABILITIES			
Accounts Payable	131,806	7,279	139,085
Accrued Interest	5,015		5,015
Unearned Revenue	91,413	16,990	108,403
Long-Term Liabilities (Note 5):			
Due Within One Year	460,152		460,152
Due Beyond One Year	296,349		296,349
Total Liabilities	984,735	24,269	1,009,004
NET POSITION			
Net Investment in Capital Assets	4,194,470	7,781	4,202,251
Restricted for:			
Debt Service	91		91
Legal Reserves	1,254,983		1,254,983
Unrestricted	(107,043)	120,820	13,777
TOTAL NET POSITION	$ 5,342,501	$ 128,601	$ 5,471,102

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

MANSFIELD TOWNSHIP SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2014

			Program Revenues			Net (Expense) Revenue & Changes in Net Position		
Functions/Programs	Direct Expenses	Indirect Expenses Allocation	Charges for Services	Operating Grants & Contribution	Capital Grants & Contribution	Governmental Activities	Business-Type Activities	Total
Government Activities:								
Instruction:								
Regular	$ 3,328,071	$ 1,423,893	$ 22,952	$ 26,897		$ (4,702,115)		$ (4,702,115)
Special Education	975,950	433,148	34,726	79,453		(1,294,919)		(1,294,919)
Other Special Education	282,689	101,235		89,747		(294,177)		(294,177)
Support Services:								
Tuition	113,700			87,714		(25,986)		(25,986)
Students & Instruction Related Services	906,605	384,053	252	75,145		(1,215,261)		(1,215,261)
General & Business Administration Services	440,819	162,490	1,416			(601,893)		(601,893)
School Administration Services	151,676	69,334				(221,010)		(221,010)
Plant Operations & Maintenance	584,007	106,170	3,467			(686,710)		(686,710)
Pupil Transportation	585,809	3,546	195,698			(393,657)		(393,657)
Charter Schools	16,516					(16,516)		(16,516)
Interest on Long-term Debt	27,636					(27,636)		(27,636)
Total Government Activities	7,413,478	2,683,869	258,511	358,956	$ -	(9,479,880)	$ -	(9,479,880)
Business-Type Activities:								
Food Service	200,386		103,028	98,039			681	681
Before and After School Child Care	108,512		143,458				34,946	34,946
Summer Recreation Program	15,615		16,099				484	484
Total Business-Type Activities	324,513	-	262,585	98,039	-	-	36,111	36,111
Total Primary Government	$ 7,737,991	$ 2,683,869	$ 521,096	$ 456,995	$ -	(9,479,880)	36,111	(9,443,769)

General Revenues and Transfers			
Property Taxes Levied for General Purposes	4,927,038		4,927,038
Property Taxes Levied for Debt Service	342,892		342,892
Federal & State Aid Not Restricted	4,587,705		4,587,705
Investment Earnings	3,140	40	3,180
Miscellaneous Income	8,040		8,040
Total General Revenues & Transfers	9,868,815	40	9,868,855
Change in Net Position	388,935	36,151	425,086
Net Position-Beginning	4,953,566	92,450	5,046,016
Net Position-Ending	$ 5,342,501	$ 128,601	$ 5,471,102

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
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2014

	General Fund	Special Revenue Fund	Capital Project Fund	Debt Service Fund	Total Governmental Funds
ASSETS					
Cash & Cash Equivalents	$ 201,579			$ 91	$ 201,670
Due from Other Funds	93,084				93,084
Receivables from Other Governments:					
Federal		$ 224,850			224,850
State	35,822				35,822
Restricted Cash & Equivalents	1,254,983				1,254,983
TOTAL ASSETS	$ 1,585,468	$ 224,850	$ -	$ 91	$ 1,810,409
LIABILITIES AND FUND BALANCES					
Liabilities:					
Due to Other Funds		$ 92,643			$ 92,643
Accounts Payable	$ 91,012	40,794			131,806
Unearned Revenue		91,413			91,413
Total Liabilities	91,012	224,850	$ -	$ -	315,862
Fund Balances:					
Committed Fund Balance:					
Capital Reserve Account	820,732				820,732
Maintenance Reserve Account	291,251				291,251
Emergency Expense Reserve Account	143,000				143,000
Assigned Fund Balance:					
Year-End Encumbrances	233,639				233,639
Designated for Subsequent Year's Expenditures	92,293			90	92,383
Debt Service Fund-Undesignated				1	1

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

MANSFIELD TOWNSHIP SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2014
(Continued)

	General Fund	Special Revenue Fund	Capital Project Fund	Debt Service Fund	Total Governmental Funds
LIABILITIES AND FUND BALANCES (Cont'd)					
Fund Balances: (Cont'd)					
Unassigned Fund Balance	$ (86,459)				$ (86,459)
Total Fund Balances	1,494,456	$ -	$ -	$ 91	1,494,547
TOTAL LIABILITIES AND FUND BALANCES	$ 1,585,468	$ 224,850	$ -	$ 91	

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 & therefore are not reported in the funds. The cost of the assets is	$ 8,387,093	
and the accumulated depreciation is	3,777,623	
		4,609,470
Long-term liabilities, Including bonds payable, are not due & payable in the current period & therefore are not reported as liabilities in the funds		(756,501)
Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due.		(5,015)
Total Net Position of Governmental Activities		$ 5,342,501

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

MANSFIELD TOWNSHIP SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES					
Local Sources:					
Local Tax Levy	$ 4,927,038			$ 342,892	$ 5,269,930
Tuition Charges	50,786				50,786
Interest Earned on Capital Reserve Funds	863				863
Interest on Investments	2,277				2,277
Miscellaneous	4,028	$ 1,345			5,373
Total	4,984,992	1,345	$ -	342,892	5,329,229
State Sources	4,482,673			86,652	4,569,325
Federal Sources	18,380	357,611			375,991
Total Revenues	9,486,045	358,956	-	429,544	10,274,545
EXPENDITURES					
Current:					
Instructional:					
Regular Instruction	3,294,089	22,689			3,316,778
Special Education Instruction	897,417	78,533			975,950
Other Special Instruction	205,719	76,970			282,689
Support Service & Undistributed Costs:					
Tuition	25,986	87,714			113,700
Student & Instruction Related Services	828,927	75,145			904,072
General & Business Administrative Services	437,122				437,122
School Administrative Services	151,676				151,676
Plant Operations & Maintenance	576,612				576,612
Pupil Transportation	390,111				390,111
Unallocated Benefits	2,480,971	17,905			2,498,876

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

MANSFIELD TOWNSHIP SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(Continued)

	General Fund	Special Revenue Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
EXPENDITURES (Cont'd)					
Capital Outlay	$ 83,620				$ 83,620
Transfer of Funds to Charter Schools	16,516				16,516
Debt Service:					
Principal				$ 400,000	400,000
Interest & Other Charges				29,544	29,544
Interest on NJ SDA Obligations	2,925				2,925
Total Expenditures	9,391,691	$ 358,956	$ -	429,544	10,180,191
Net Change in Fund Balance	94,354	-	-	-	94,354
Fund Balances, July 1	1,400,102	-	-	91	1,400,193
Fund Balances, June 30	$ 1,494,456	$ -	$ -	$ 91	$ 1,494,547

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, 2014

Total Net Changes in Fund Balances-Governmental Fund (from B-2)		$ 94,354
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 expenses. This is the amount by which depreciation exceeds capital outlays in the period:		
Capital Outlays	$ 83,620	
Depreciation Expense	(216,304)	
		(132,684)
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 assets and are not reported in the statement of activities:		
Bond Principal Payments		400,000
Governmental funds report the effect of bond issue premiums when debt is first issued, whereas these amounts are Unearned & amortized in the statement of activities:		
Amortization of Bond Premium		4,512
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.		4,833
In the statement of activities, compensated absences & 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.		17,920
Change in Net Position of Governmental Activities		$ 388,935

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

MANSFIELD TOWNSHIP SCHOOL DISTRICT
STATEMENT OF FUND NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2014

	Food Service Fund	Before & After School Child Care Fund	Summer Recreation Program Fund	Total
ASSETS				
Current Assets:				
Cash & Cash Equivalents	$ 48,107	$ 70,648	$ 15,801	$ 134,556
Due from Other Funds			1,210	1,210
Receivables from Other Governments:				
State	326			326
Federal	6,324			6,324
Other Accounts Receivable		720		720
Inventory	1,953			1,953
Total Current Assets	56,710	71,368	17,011	145,089
Noncurrent Assets:				
Capital Assets	44,657			44,657
Less: Accumulated Depreciation	36,876			36,876
Total Noncurrent Assets	7,781	-	-	7,781
Total Assets	64,491	71,368	17,011	152,870
LIABILITIES				
Current Liabilities:				
Accounts Payable	7,201	78		7,279
Unearned Revenues	463		16,527	16,990
Total Liabilities	7,664	78	16,527	24,269
NET POSITION				
Net Investment in Capital Assets	7,781			7,781
Unrestricted	49,046	71,290	484	120,820
TOTAL NET POSITION	$ 56,827	$ 71,290	$ 484	$ 128,601

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

MANSFIELD TOWNSHIP SCHOOL DISTRICT
STATEMENT OF REVENUES EXPENSES, AND
CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

	Food Service Fund	Before & After School Child Care Fund	Summer Recreation Program Fund	Total
Operating Revenues:				
Charges for Services:				
Daily Sales-Reimbursable Programs	$ 73,921			$ 73,921
Daily Sales-Nonreimbursable Programs	27,895			27,895
Child Care Program Fees		$ 143,458		143,458
Summer Recreation Program Fees			$ 16,099	16,099
Miscellaneous	1,212			1,212
Total Operating Revenues	103,028	143,458	16,099	262,585
Operating Expenses:				
Salaries	70,805	95,348	12,074	178,227
Employee Benefits	22,423	6,992	963	30,378
Purchased Property Services (Repairs)	2,445			2,445
Insurance	3,000			3,000
Management Fee	5,328			5,328
Other Purchased Services	1,903	942	512	3,357
Purchased Professional Services	1,600			1,600
Supplies and Materials	399	5,230	2,066	7,695
Depreciation	1,914			1,914
Cost of Sales	76,169			76,169
Commodity Food Costs	12,265			12,265
Miscellaneous	2,135			2,135
Total Operating Expenses	200,386	108,512	15,615	324,513
Operating Income (Loss)	(97,358)	34,946	484	(61,928)
Nonoperating Revenues (Expenses):				
State Sources:				
State School Lunch Program	2,588			2,588
Federal Sources:				
National School Lunch Program	80,425			80,425
National School Breakfast Program	1,729			1,729
Child and Adult Care Food Program	1,032			1,032
Food Donation Program	12,265			12,265
Interest Earned on Investments	40			40
Total Nonoperating Revenues (Expenses)	98,079	-	-	98,079
Change in Net Position	721	34,946	484	36,151
Net Position, Beginning	56,106	36,344	-	92,450
Net Position, Ending	$ 56,827	$ 71,290	$ 484	$ 128,601

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

MANSFIELD TOWNSHIP SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

	Food Service Fund	Before & After School Child Care Fund	Summer Recreation Program Fund	Total
Cash Flows from Operating Activities:				
Receipts from Customers	$ 102,100	$ 142,833	$ 32,626	$ 277,559
Payments to Food Service Management Company	(184,583)			(184,583)
Payments to Employees		(95,348)	(12,586)	(107,934)
Payments for Employee Benefits		(6,992)	(963)	(7,955)
Payments to Vendors (Net)	(4,292)	(6,172)	(2,066)	(12,530)
Net Cash Provided by (Used For) Operating Activities	(86,775)	34,321	17,011	(35,443)
Cash Flows from Noncapital Financing Activities:				
State Sources	2,599			2,599
Federal Sources	82,455			82,455
General Fund Interfund Activity	47,073			47,073
Student Activity Interfund Activity			(1,210)	(1,210)
Net Cash Provided by (Used For) Noncapital Financing Activities	132,127	-	(1,210)	130,917
Cash Flows from Investing Activities:				
Interest Earned on Investments	40	-	-	40
Net Increase (Decrease) in Cash and Cash Equivalents	45,392	34,321	15,801	95,514
Cash and Cash Equivalents, July 1, 2013	2,715	36,327	-	39,042
Cash and Cash Equivalents, June 30, 2014	$ 48,107	$ 70,648	$ 15,801	$ 134,556
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used For) Operating Activities:				
Operating Income (Loss)	$ (97,358)	$ 34,946	$ 484	$ (61,928)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used For) Operating Activities:				
Depreciation	1,914			1,914
Federal Food Donation Program	12,265			12,265
(Increase) Decrease in Other Accounts Receivable		(625)		(625)
(Increase) Decrease in Inventory	145			145
Increase (Decrease) in Accounts Payable	(3,422)			(3,422)
Increase (Decrease) Unearned Revenue	(319)		16,527	16,208
Net Cash Provided by (Used For) Operating Activities	$ (86,775)	$ 34,321	$ 17,011	$ (35,443)

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

MANSFIELD TOWNSHIP SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2014

	Unemployment Compensation Fund	Student Activity Agency Fund	Payroll Agency Fund
ASSETS			
Cash & Cash Equivalents	$ 188,758	$ 39,190	$ 47,454
TOTAL ASSETS	188,758	$ 39,190	$ 47,454
LIABILITIES			
Accounts Payable	38		
Due to Other Funds		$ 1,210	$ 441
Due to Student Groups		37,980	
Payroll Deductions & Withholdings			47,013
TOTAL LIABILITIES	38	$ 39,190	$ 47,454
NET POSITION	$ 188,720		

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

MANSFIELD TOWNSHIP SCHOOL DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE YEAR ENDED JUNE 30, 2014

	Unemployment Compensation Fund
ADDITIONS	
Contributions:	
Plan Members	$ 8,685
Interest	271
Total Additions	8,956
DEDUCTIONS	
Unemployment Claims	1,252
Total Deductions	1,252
Change in Net Position	7,704
Net Position, Beginning of the Year	181,016
Net Position, End of the Year	$ 188,720

SEE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS

NOTES TO FINANCIAL STATEMENTS

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Board of Education (Board) of the Mansfield Township School District (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, 2014 of 705 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.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report information on all of the nonfiduciary 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.

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 post employment healthcare benefits, are recorded only when payment is due.

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 an accounts receivable. All other revenue items are considered to be measurable and available only when the District receives cash.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Cont'd)

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 nonoperating 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 noninstructional 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.

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.

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.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Cont'd)

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:

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 Funds are comprised of the Food Service Fund, the Before and After School Child Care Fund and the Summer Recreation Fund.

All proprietary funds are accounted for on a current financial resources 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) is 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
Light Trucks & Vehicles	4	Years
Heavy Trucks & Vehicles	6	Years

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Cont'd)

Fiduciary Fund Types

Trust and Agency Funds - The Trust and Agency Funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other government's and/ or other funds. Agency funds are custodial in nature and do not involve measurement of results of operations. The following is a description of the Trust and Agency Funds of the District.

Unemployment Compensation Trust Fund – This fund is 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."

Student Activities Agency Fund – This fund is used to account for funds derived from athletic events or other activities of pupil organizations and accumulated for payment of student group activities.

Payroll Agency Fund – This fund accounts for the withholding and remittance of employee salary deductions.

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 required, 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 NJAC 6:20-2A.2(m)1. All budget amendments must be approved by School Board resolution. Budget amendments during the year ended June 30, 2014 were insignificant.

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.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

D. Budgets/Budgetary Control (Cont'd)

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 years 2013-2014 and 2012-2013 were 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/Payables

Short-Term Interfund receivables/payables represents 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.

I. Inventories and Prepaid Items

Inventories and prepaid items, which benefit future periods, other than those recorded in the Enterprise Fund are recorded as an expenditure 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 a 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, 2014.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

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 to 10
Computer Equipment	5 to 10

K. Compensated Absences

The District accounts for compensated absences (e.g., unused vacation and sick leave) as directed by Governmental Accounting Standards Board statement number 16 (GASB 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.

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.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

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. 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.

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. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts 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.

N. 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.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

N. Fund Balances-Governmental Funds (cont'd)

- 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 an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When an 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.

O. Comparative Data/Reclassifications

Comparative total data for the prior year have been presented in selected sections of the accompanying financial statements in order to provide an understanding of the changes in the District's financial position and operations. Also, certain immaterial amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

P. 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.

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 NJSA 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.

NOTE 2. TAX ASSESSMENTS AND PROPERTY TAXES (Cont'd)

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, cash in banks and all highly liquid investments with a maturity of three months or less at the time of purchase and are stated at cost plus accrued interest. US Treasury and agency obligations and certificates of deposit with maturities of one year or less when purchased are stated at amortized cost. All other investments are stated at fair value.

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.

Additionally, the District has adopted a cash management plan that 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 New Jersey.

NJSA 17:9-41 e.t. 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. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of Governmental Units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the full amount of their deposits to the Governmental Units.

Deposits at June 30, 2014 appear in the financial statements as summarized below:

	Ref.	
Cash		$ 1,866,611
Cash:		
Governmental Funds, Balance Sheet	B-1	$ 1,456,653
Proprietary Fund, Statement of Net Position	B-4	134,556
Fiduciary Funds, Statement of Net Position	B-7	275,402
Total Cash		$ 1,866,611

NOTE 3. DEPOSITS AND CASH EQUIVALENTS AND INVESTMENTS (Cont'd)

Deposits – The District's carrying amount of bank deposits at June 30, 2014 is $1,866,611 and the bank balance is $2,017,395. Of the bank balance, $250,000 is covered by federal depositary insurance and $1,767,395 is insured by GUDPA.

Deposit and Investment Risk
GASB Statement No. 40 "Deposit and Investment Risk Disclosures" requires state and local governments to communicate key information about deposit and investment risks. Required disclosures are as follows:

1. Custodial credit risk disclosures are required for:
   - deposits that are uninsured and either (a) uncollateralized or (b) collateralized with securities held by the pledging financial institution, or its trust department or agent but not in the government's name
   - Investment securities that are uninsured, are not registered in the name of the government, and are held by either (a) the counterparty or (b) the counterparty's trust department or agent but not in the government's name

   As the district has no such investments, this disclosure is not applicable.

2. Credit quality ratings for investments in debt securities, external investment pools, money market funds, bond mutual funds, and other pooled investments of fixed-income securities. As the district has no such investments, this disclosure is not applicable.

3. Disclosure of investments by amount and issuer for any issuer that represents five percent of more of total investments. This requirement does not apply to investments issued or explicitly guaranteed by the US government and investments in mutual funds or pools. This disclosure is reported below under Concentration of Credit Risk.

4. Interest rate risk disclosures are required for all debt investments and non-money market like pools. As the district has no such investments, this disclosure is not applicable.

5. Investments that are exposed to foreign currency risk should be disclosed. As the district has no such investments this disclosure is not applicable.

Concentration of Credit Risk

The State of New Jersey does not place any limit on the amount that the district may invest with any one issuer. As of June 30, 2014, the district has no investments.

NOTE 4. CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2014 is as follows:

GOVERNMENTAL ACTIVITIES	Beginning Balance	Increases	Decreases	Ending Balance
Capital Assets, Not Being Depreciated:				
Land	$ 17,722			$ 17,722
Construction in Progress		$ 40,913		40,913
Total	17,722	40,913	$ -0-	58,635

NOTE 4. CAPITAL ASSETS (Cont'd)

Capital asset activity for the fiscal year ended June 30, 2014 is as follows:

GOVERNMENTAL ACTIVITIES	Beginning Balance	Increases	Decreases	Ending Balance
Capital Assets, Being Depreciated:				
Land Improvements	$ 310,600			$ 310,600
Building & Improvements	7,465,234	$ 4,414		7,469,648
Furniture & Equipment	522,517	38,293	$ 12,600	548,210
Total	8,298,351	42,707	12,600	8,328,458
Accumulated Depreciation:				
Land Improvements	210,465	15,462		225,927
Building & Improvements	3,120,245	141,103		3,261,348
Furniture & Equipment	243,209	59,739	12,600	290,348
Total	3,573,919	216,304	12,600	3,777,623
Total Capital Assets, Being Depreciated, Net	4,724,432	(173,597)	-0-	4,550,835
Governmental Activities Capital Assets, Net	$ 4,742,154	$ (132,684)	$ -0-	$ 4,609,470
Business-Type Activities:				
Furniture & Equipment	$ 44,657			$ 44,657
Less: Accum Depreciation	34,962	$ 1,914	$ -0-	36,876
Business-Type Activities Capital Assets, Net	$ 9,695	$ (1,914)	$ -0-	$ 7,781

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

Instruction:	
Regular	$ 115,308
Special Education	32,634
Other Special Instruction	9,453
Support Services:	
Student & Instruction	32,511
General & Business Admin	16,898
School Administration	5,072
Plant & Maintenance	4,428
Total Depreciation Expense, Governmental Activities	$ 216,304

NOTE 5. LONG-TERM DEBT

Long-Term Liability Activity for the Year Ended June 30, 2014 is as Follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
General Obligation Bonds Payable	$ 815,000		$ 400,000	$ 415,000	$ 415,000
Unamortized Premium	7,761		4,512	3,249	3,249
Compensated Absences Payable	356,172	$ 12,545	30,465	338,252	41,903
Total Governmental Activities Long-Term Liabilities	$ 1,178,933	$ 12,545	$ 434,977	$ 756,501	$ 460,152

Payments on the general obligation bonds are made in the debt service fund from property taxes and state aid. Compensated absences are paid in the current expenditures budget of the District's general fund. Unamortized premiums are amortized each year over the term of the bonds with which they are associated.

The annual requirements to amortize all general obligation bonds outstanding as of June 30, 2014 including interest payments are listed as follows:

Year Ending June 30,	Principal	Interest	Total
2015	$ 415,000	$ 15,044	$ 430,044
Total	$ 415,000	$ 15,044	$ 430,044

NOTE 5. LONG-TERM DEBT (Cont'd)

$2,540,000–2007 general obligation refunding bonds, due in annual installments of $265,000 to $415,000 beginning March 1, 2009, through March 1, 2015 interest from 3.50% to 3.625%	$ 415,000

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, 2014 is $18,077,816. General obligation debt and debt authorized at June 30, 2014 is $7,100,350, resulting in a legal debt margin of $10,977,466.

Debt Authorized But Not Issued - On February 17, 2014 the Board of Education authorized debt in the amount of $6,685,350 for the "Comprehensive Facility Upgrades at the Elementary School". The authorized debt was subsequently approved by referendum of the citizens of Mansfield Township.

NOTE 6. PENSION PLANS

Description of Systems
Substantially all of the Board's employees participate in one of the following contributory 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 Teachers' Pension and Annuity Fund retirement system is considered a cost-sharing 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. The Public Employees Retirement System and Defined Contribution Retirement Program are considered cost sharing multiple-employer plans.

A. Teachers' Pension and Annuity Fund - The Teachers' Pension and Annuity Fund was established in January, 1955 under the provisions of NJSA 18A:66 to provide coverage including post-retirement health care to substantially all full time public school employees in the State. Membership is mandatory for such employees and vesting occurs after 10 years of service for pension benefits and 25 years for health care coverage. Members are eligible for retirement at age 55 with an annual benefit generally determined to be 1/55th of the average annual compensation for the highest three fiscal years' compensation for each year of membership during years of creditable service. Early retirement is available to those under age 55 with 25 or more years of credited service. Anyone who retires early and is under age 55 receives retirement benefits as calculated in the above mentioned formula but at a reduced rate (one quarter of one percent for each month the member lacks of attaining age 55).

B. Public Employees' Retirement System - The Public Employees' Retirement System was established in January, 1955 under the provisions of NJSA 43:15A to provide coverage including post-retirement health care to substantially all full time employees of the State or any county, municipality, school district or public agency provided the employee is not a member of another State-administered retirement system. Membership is mandatory for such employees and vesting occurs after 8 to 10 years of service and 25 years for health care coverage. Members are eligible for retirement at age 55 with an annual benefit generally determined to be 1/55th of the average annual compensation for the highest three fiscal years' compensation for each year of membership during years of creditable service.

NOTE 6. PENSION PLANS (Cont'd)

B. Public Employees' Retirement System (Cont'd)

Early retirement is available to those under age 55 with 25 or more years of credited service. Anyone who retires early and is under age 55 receives retirement benefits as calculated in the above mentioned formula but at a reduced rate (one quarter of one percent for each month the member lacks of attaining age 55).

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 ($8,000 in 2013) 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/njdcrp.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statement and required supplementary information for TPAF and PERS. The financial reports may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey 08625-0295.

Significant Legislation

During the year ended June 30, 1997, legislation was enacted authorizing the New Jersey Economic Development Authority (the "Authority") to issue bonds, notes or other obligations for the purpose of financing, in full or in part, the State of New Jersey's portion of the unfunded accrued liability under the State of New Jersey retirement systems. On June 30, 1997, the Authority issued bonds pursuant to this legislation and $1,547,688,633 and $241,106,642 from the proceeds of the bonds were deposited into the investment account of TPAF and PERS, respectively.

As a result of additional legislation enacted during the year ended June 30, 1997 (Ch 115, PL 1997), the asset valuation method was changed from market related value to full market value for the valuation reports dated March 31, 1996. The legislation also provides for a reduction in the normal contributions of the State to the systems from excess assets for FY's 1997 and 1998, and local employers for FY 1999, and, thereafter, authorizes the State Treasurer to reduce the normal contributions of State and local employers to the systems, to the extent possible, from up to 100% of excess assets through FY 2002, and on a declining maximum percentage of excess thereafter.

Due to the enactment of the legislation described above, the State of New Jersey's portion of the unfunded accrued liability under each retirement system was eliminated except for the unfunded liability for local early retirement incentive benefits; accordingly, the pension costs for TPAF and PERS were reduced.

NOTE 6. PENSION PLANS (Cont'd)

Contribution Requirements (Cont'd)

The contribution policy is set by state statutes and contributions are required by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. Significant legislation which became effective October 1, 2011 will gradually increase the employee contribution rate for PERS and TPAF members. Effective October 1, 2011 the rate increased from 5.50% to 6.50% of annual contractual compensation for employees enrolled in the TPAF and PERS pension plans.

The rate will increase each year on the first of July over a seven year phase-in period until the withholding rate reaches 7.50% effective July 1, 2018. Contribution rates for DCRP provide for employee contributions of 5.50% of annual contractual compensation as defined. Employers are required to contribute at an actuarially determined rate in TPAF, PERS and DCRP. The actuarially determined contribution includes funding for cost-of-living adjustments, non-contributory death benefits and post-retirement medical premiums. Under current statute, the Board is a noncontributing employer of the TPAF.

Three-Year Trend Information for TPAF (Paid On-Behalf of the District)

Year Funding	TPAF Benefit Costs	Percentage of APC Contributed
06/30/14	$ 528,247	100%
06/30/13	621,706	100%
06/30/12	436,916	100%

Three-Year Trend Information for PERS

Year Funding	Annual Pension Cost (APC)	Percentage of APC Contributed
06/30/14	$ 58,617	100%
06/30/13	61,197	100%
06/30/12	68,048	100%

During the year ended June 30, 2014, the State of New Jersey contributed $328,125 to the TPAF for post-retirement medical benefits and $16,231 for non-contributory insurance premiums, and $183,891 for TPAF normal costs and accrued liability costs on behalf of the Board. Also, in accordance with NJSA 18A:66-66 the State of New Jersey reimbursed the Board $358,488 during the year ended June 30, 2014 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 27.

NOTE 7. POST-RETIREMENT BENEFITS

Chapter 384 of PL 1987 and Ch 6 of PL 1990 required TPAF and PERS, respectively, to fund post-retirement medical benefits for those State employees who retire after accumulating 25 years of credited service or on a disability retirement. PL 2007, Ch 103 amended the law to eliminate the funding of post-retirement medical benefits through the TPAF and PERS. It created separate funds outside of the pension plans for the funding and payment of post-retirement medical benefits for retired State employees and retired educational employees. As of June 30, 2013, there were 100,134 retirees eligible for post-retirement medical benefits and the state contributed $1.07 billion on their behalf. The cost of these benefits is funded through contributions by the State in accordance with Ch 62, PL 1994. Funding of post-retirement medical premiums changed from a prefunding basis to a pay-as-you-go basis beginning the fiscal year 1994.

The State is also responsible for the cost attributable to Ch 126, PL 1992, which provides free health benefits to members of PERS and the Alternate Benefits Program who retired from a board of education or county college with 25 years of service. In fiscal year 2013, the State paid $173.8 million toward Ch 126 benefits for 17,356 eligible retired members.

GASB Statement 45 requires certain disclosures relating to governmental entities obligations for other post-employment benefits (OPEB), which are post-employment benefits other than pensions. The District's only material OPEB obligation is for healthcare provided to eligible retirees through the NJ State Health Benefits Program.

Plan Description-The School District contributes to the State Health Benefits Program (SHBP), a cost-sharing, multiple-employer definer benefit post-employment healthcare plan administered by the State of New Jersey Division of Pensions and Benefits. SHBP was established in 1961 under NJSA 52:14-17.25 et seq., to provide health benefits to State employees, retirees, and their dependents. Rules governing the operation and administration of the program are found in Title 17, Chapter 9 of the New Jersey Administrative Code, SHBP provides medical, prescription drugs, mental health/substance abuse, and Medicare Part B reimbursement to retirees and their covered dependents.

The SHBP was extended to employees, retirees, and dependents of participating local public employers in 1964. The school district adopted a resolution to participate in the SHBP. The States Health Benefits Commission is the executive body established by the statute to be responsible for the operation of the SHBP. The State of New Jersey Division of Pensions and Benefits issues a publicly available financial report that includes financial statements and required supplementary information for the SHBP. That report may be obtained by writing to: State of New Jersey Division of Pensions and Benefits, PO Box 295, Trenton, NJ 08625-0295 or by visiting their website at (www.nj.gov/treasury/pensions).

Funding Policy-Participating employers are contractually required to contribute based on the amount of premiums attributable to their retirees. Post-retirement medical benefits under the plan have been funded on a pay-as-you-go basis since 1994. Prior to 1994, medical benefits were funded on an actuarial basis. Information regarding the State's annual contributions, annual OPEB cost and net OPEB obligations is available through the State as noted in the previous paragraph.

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
AXA Equitable-Equivest
Lincoln Investment Planning

NOTE 9. INTERFUND RECEIVABLE AND PAYABLES

The composition of Interfund balances as of June 30, 2014 is as follows:

Fund	Receivable Fund	Payable Fund
General Fund	$ 93,084	
Special Revenue Fund		$ 92,643
Summer Recreation Program Fund	1,210	
Student Activity Program Fund		1,210
Payroll Agency Fund		441
	$ 94,294	$ 94,294

The balance due from the Special Revenue Fund to the General Fund represents a loan from the General Fund of $92,643 due to cash flow issues relating to the delayed receipt of grant revenues. The balance due from the Student Activity Agency Fund to the Summer Recreation Program represents receipts collected for the summer recreation program in the Student Activity Agency Fund but not yet transferred to the Summer Recreation Program Fund totaling $1,210. The balance due from the Payroll Agency Fund to the General Fund of $441 represents interest and canceled balances.

NOTE 10. INVENTORY

Inventory in the Food Service Fund June 30, 2014 consisted of the following:

Food	$ 1,298
Supplies	655
	$ 1,953

The value of Federal donated commodities as reflected on Schedule A (required by the Single Audit Law of 1984) is the difference between market value and cost of the commodities at the date of purchase and has been included as an item of nonoperating revenue in the financial statements.

NOTE 11. CONTINGENT LIABILITIES

The District is involved in various legal proceedings that are incidental to its operations. These legal proceedings are not likely to have a material adverse effect on the financial position of the School District.

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 Comprehensive Annual Financial Report.

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 of the District's unemployment trust fund for the current and previous two years:

Fiscal Year	Interest Earnings	District Contrib	Prior Year Refund	Employee Contrib	Amount Reimbursed	Ending Balance
2012-2013	$ 271	$ -0-	$ -0-	$ 8,685	$ 1,252	$ 188,720
2012-2013	355	-0-	-0-	8,306	596	181,016
2011-2012	516	15,000	-0-	7,993	30,925	172,951

NOTE 13. LEGAL RESERVE ACCOUNTS

A capital reserve account was established by the District by inclusion of $100,000 on September 27, 2000 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 districts approved Long Range Facilities Plan (LRFP) and updated annually in the Quality Assurance Annual Report (QAAR). Upon submission of the LRFP to the Department of Education, a district may deposit funds into the capital reserve at any time upon board resolution through the transfer of undesignated, unreserved general fund balance or of excess undesignated, unreserved general fund balance that is anticipated in the budget certified for taxes. Pursuant to NJAC 6:23A-5.1 (d) 7, the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

Beginning in fiscal year 2008, Districts are allowed as per NJSA 18A:7F-41(a) & 41(b) to deposit to the legal reserves by board resolution during the month of June for any unanticipated revenue and/or unexpended line-item appropriation amounts. Pursuant to this state statute, the District deposited $143,000 to the Emergence Reserve account by board resolution in June 2014 as summarized in the following schedule.

NOTE 13. LEGAL RESERVE ACCOUNTS (Cont'd)

The District withdrew $94,000 from their Capital Reserve account for transfer to their Capital Outlay Fund representing the District's share of the local portion of a State approved school renovation project and returned $21,631 unused funds to the reserve by year-end.

The following schedule is a summarization of the Legal Reserve Accounts for the current year:

Reserve Type	Beginning Balance	District Contribution	Interest Earnings	Withdrawals Net of Return	Ending Balance
Capital	$ 892,238		$ 863	$ 72,369	$ 820,732
Maintenance	291,251				291,251
Emergency		$ 143,000			143,000
Totals	$ 1,183,489	$ 143,000	$ 863	$ 72,369	$ 1,254,983

NOTE 14. FUND BALANCES-BUDGETARY BASIS

As described in Note 1 N-Fund Equity (Fund Balance) may be restricted, committed or assigned. An analysis of the General Fund Balance on June 30, 2014 and 2013 is as follows:

	2014	2013
Committed:		
Capital Reserve Account-Represents funds restricted to capital projects in the District's Long Range Facilities Plan.	$ 820,732	$ 892,238
Maintenance Reserve-Represents funds accumulated for the required maintenance of a facility in accordance with the EFCFA (18A:76-9)	291,251	291,251
Emergency Reserve Account-Represents funds accumulated to finance unanticipated general fund expenditures required for a through and efficient education in accordance with NJSA 18A:7F-41c(1)	143,000	
Assigned:		
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,	233,639	221,399
Designated for Subsequent Year's Expenditures- Amount appropriated in the succeeding year's budget to reduce tax requirements	92,293	92,293
Unassigned:		
Undesignated-Represents fund balance which has not been restricted or designated.	267,474	254,760
Total Fund Balance	$ 1,848,389	$ 1,751,941

NOTE 15. CALCULATION OF EXCESS SURPLUS

In accordance with NJSA 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 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, 2014 is $-0-.

NOTE 16. DEFICIT FUND BALANCE

The district has a deficit fund balance of $86,459 in the General Fund as of June 30, 2014 as reported in the fund statements. NJSA 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. 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 NJSA 18A:22-44.2 any negative unreserved, undesignated 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 the GAAP funds statements of $86,459 is less than the last state aid payment of $353,933.

NOTE 17: SUBSEQUENT EVENTS

The District has evaluated subsequent events through October 29, 2014, which is the date the financial statements were available to be issued and one additional item was noted for disclosure, refer to Note 19 for information on this item.

NOTE 18: RECENT ACCOUNTING PRONOUNCEMENTS NOT YET EFFECTIVE

The following is a list of recent accounting pronouncements which are not yet effective as of the year end date of this report:

In June 2012, the Governmental Accounting Standards Board (GASB) issued Statement No. 68 "Accounting and Financial Reporting for Pensions–an amendment of GASB Statement No. 27". This statement, which is effective for fiscal periods beginning after June 15, 2014, is not anticipated to have any effect on the District's financial reporting.

NOTE 18: RECENT ACCOUNTING PRONOUNCEMENTS NOT YET EFFECTIVE (Cont'd)

In January 2013, the Governmental Accounting Standards Board (GASB) issued Statement No. 69 "Government Combinations and Disposals of Government Operations". This statement, which is effective for fiscal periods beginning after December 15, 2013, is not anticipated to have any effect on the District's financial reporting.

In April 2013, the Governmental Accounting Standards Board (GASB) issued Statement No.70 "Accounting and Financial Reporting for Nonexchange Financial Guarantees". This statement, which is effective for fiscal periods beginning after June 15, 2013, is not anticipated to have any effect on the District's financial reporting.

In November 2013, the Governmental Accounting Standards Board (GASB) issued Statement No. 71 "Pension Transition for Contributions Made Subsequent to the Measurement Date- an amendment of GASB Statement No. 68". This statement, which is effective for fiscal periods beginning after June 30, 2014, is not expected to have an effect on the District's financial reporting.

NOTE 19. 2014-2015 BOND ISSUE

School Bonds of 2014 - On July 9, 2014 the District issued $6,685,000 in general obligation bonds with an interest rate of 2.250% to 3.500%. The proceeds of the bond were to finance debt authorized for the School Facilities Project. Principal payments are due in annual installments of $200,000 to $400,000 beginning July 15, 2015 through July 15, 2034.

REQUIRED SUPPLEMENTARY INFORMATION-PART II

BUDGETARY COMPARISON SCHEDULES

MANSFIELD TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES					
Local Sources:					
Local Tax Levy	$ 4,927,038		$ 4,927,038	$ 4,927,038	
Tuition from Individuals	12,000		12,000	14,000	$ 2,000
Tuition from Other LEAs Within the State	35,500		35,500	34,726	(774)
Tuition from Summer School				2,060	2,060
Interest on Investments				2,277	2,277
Interest Earned on Capital Reserve Funds	500		500	863	363
Interest Earned on Maintenance Reserve Funds	200		200		(200)
Miscellaneous-Unrestricted	1,200		1,200	4,028	2,828
Total	4,976,438	$ -	4,976,438	4,984,992	8,554
State Sources:					
Categorical Special Education Aid	391,733		391,733	391,733	
Categorical Transportation Aid	112,510		112,510	112,510	
Equalization Aid	2,943,686		2,943,686	2,943,686	
Categorical Security Aid	83,654		83,654	83,654	
Under Adequacy Aid	19,421		19,421	19,421	
Extraordinary Special Education Costs Aid				15,627	15,627
Non Public Transportation Aid				2,677	2,677
Other State Aid				28,724	28,724
On-Behalf TPAF Pension Contribution				200,122	200,122
On-Behalf TPAF Post Retirement Medical Benefits				328,125	328,125
Reimbursed TPAF Social Security Contribution				358,488	358,488
Total	3,551,004	-	3,551,004	4,484,767	933,763
Federal Sources:					
Medicaid Reimbursement	9,061	-	9,061	18,380	9,319
TOTAL REVENUES	$ 8,536,503	$ -	$ 8,536,503	$ 9,488,139	$ 951,636
EXPENDITURES					
Current:					
Regular Programs:					
Instruction:					
Salaries of Teachers:					
Kindergarten	$ 369,066	$ 1,873	$ 370,939	$ 370,939	
Grades 1-5	2,238,540	(34,298)	2,204,242	2,203,228	$ 1,014
Grades 6-8	378,063	(1,233)	376,830	376,830	
Home Instruction:					
Salaries of Teachers		6,290	6,290	6,290	
Undistributed Instruction:					
Purchased Technical Services	400		400		400
Other Purchased Services	44,575	(24,288)	20,287	20,170	117
General Supplies	171,781	198,472	370,253	209,812	160,441
Textbooks	128,770	(12,633)	116,137	106,820	9,317
Total	3,331,195	134,183	3,465,378	3,294,089	171,289
Special Education-Instruction:					
Learning and/or Language Disabilities:					
Salaries of Teachers	76,905	(24,101)	52,804	52,804	
Other Salaries for Instruction	32,936	(12,233)	20,703	20,703	
Total	109,841	(36,334)	73,507	73,507	-
Multiple Disabilities:					
Salaries of Teachers	77,060	3,346	80,406	80,406	
Other Salaries for Instruction	34,302	1,029	35,331	35,331	
Total	111,362	4,375	115,737	115,737	-
Resource Room/Resource Center:					
Salaries of Teachers	582,270	32,294	614,564	614,564	
Other Salaries for Instruction	23,891	(23,891)			
Total	606,161	8,403	614,564	614,564	-

MANSFIELD TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (Cont'd)					
Current: (cont'd)					
Special Education-Instruction: (cont'd)					
Preschool Disabilities-Part-Time:					
Salaries of Teachers	$ 110,685	$ (31,619)	$ 79,066	$ 79,066	
Other Salaries for Instruction	16,588	(2,073)	14,515	14,515	
General Supplies		30	30	28	$ 2
Total	127,273	(33,662)	93,611	93,609	2
Total Special Education-Instruction	954,637	(57,218)	897,419	897,417	2
Basic Skills/Remedial-Instruction:					
Salaries of Teachers	176,706	7,321	184,027	179,992	4,035
Bilingual Education-Instruction:					
Purchased Professional Educational Services	27,619	(1,599)	26,020	25,727	293
Total Instruction	$ 4,490,157	$ 82,687	$ 4,572,844	$ 4,397,225	$ 175,619
Undistributed Expenditures:					
Instruction-Tuition:					
Other LEAs Within the State-Regular	$ -	$ 25,986	$ 25,986	$ 25,986	$ -
Attendance & Social Work:					
Salaries	10,139	1,041	11,180	11,180	-
Health Services:					
Salaries	76,026	4,285	80,311	80,311	
Purchased Professional & Technical Services	3,500	(500)	3,000	3,000	
Other Purchased Services	100	(100)			
Supplies & Materials	3,000	(319)	2,681	2,643	38
Total	82,626	3,366	85,992	85,954	38
Speech, OT, PT & Related Services:					
Salaries	230,676	(21,968)	208,708	208,708	
Purchased Professional Educational Services	21,000	(19,250)	1,750	1,750	
Total	251,676	(41,218)	210,458	210,458	-
Guidance:					
Salaries of Other Professional Staff	77,434	65	77,499	77,499	
Other Salaries	3,200	(3,200)			
Other Purchased Professional & Technical Services	6,500	(6,413)	87	87	
Total	87,134	(9,548)	77,586	77,586	-
Child Study Team:					
Salaries of Other Professional Staff	235,634	2,353	237,987	237,987	
Salaries of Secretarial & Clerical Assistants	47,437	217	47,654	47,654	
Purchased Professional Educational Services	3,000	(3,000)			
Miscellaneous Purchased Services		919	919	915	4
Supplies & Materials	3,950	(704)	3,246	2,970	276
Other Objects	100	(15)	85		85
Total	290,121	(230)	289,891	289,526	365
Improvement of Instructional Services					
Other Purchased Services	1,500	1,550	3,050	3,050	-
Educational Media Services/School Library:					
Salaries	130,776		130,776	130,551	225
Other Purchased Services		300	300	297	3
Supplies & Materials	11,921	5,209	17,130	17,130	
Total	142,697	5,509	148,206	147,978	228
Instructional Staff Training Services:					
Purchased Professional Educational Services	5,000	(4,850)	150		150
Other Purchased Services	2,500	1,200	3,700	3,195	505
Total	7,500	(3,650)	3,850	3,195	655

MANSFIELD TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (Cont'd)					
Current: (cont'd)					
Support Services General Administration:					
Salaries	$ 191,444	$ 104	$ 191,548	$ 191,548	
Legal Services	15,000	(3,100)	11,900	8,257	$ 3,643
Audit Fees	17,803	(203)	17,600	17,600	
Architectural/Engineering Services	9,063	8,825	17,888		17,888
Purchased Technical Services		14,308	14,308	4,550	9,758
Communications & Telephone	18,625	(412)	18,213	6,301	11,912
Board of Education Other Purchased Services	3,110		3,110	917	2,193
Miscellaneous Purchased Services	32,600	5,039	37,639	37,629	10
General Supplies	3,200	906	4,106	4,106	
Miscellaneous Expenditures	2,325		2,325	1,706	619
Board of Education Membership Dues & Fees	6,250	(750)	5,500	4,932	568
Total	299,420	24,717	324,137	277,546	46,591
Support Services School Administration:					
Salaries of Principals & Assistant Principals	98,509		98,509	98,508	1
Salaries of Secretarial & Clerical Assistants	44,485	1,696	46,181	46,181	
Purchased Professional & Technical Services	4,125	2,014	6,139		6,139
Other Purchased Services		3,800	3,800	3,784	16
Supplies & Materials	3,000	7,500	10,500	2,059	8,441
Other Objects	1,500		1,500	1,144	356
Total	151,619	15,010	166,629	151,676	14,953
Central Services:					
Salaries	140,378	(196)	140,182	137,905	2,277
Purchased Professional Services	12,305	(12,305)			
Purchased Technical Services	2,895	25,005	27,900	18,204	9,696
Miscellaneous Purchased Services	805	196	1,001	196	805
Supplies & Materials	1,700	(145)	1,555	1,330	225
Miscellaneous Expenditures	1,075	3,145	4,220	1,941	2,279
Total	159,158	15,700	174,858	159,576	15,282
Required Maintenance for School Facilities:					
Cleaning, Repair & Maintenance Services	43,688	23,905	67,593	47,033	20,560
General Supplies	9,220	(5,777)	3,443	2,969	474
Total	52,908	18,128	71,036	50,002	21,034
Custodial Services:					
Salaries	242,786	4,086	246,872	246,849	23
Purchased Professional & Technical Services	1,700	675	2,375	1,606	769
Cleaning, Repair & Maintenance Services	6,000	10,425	16,425	15,856	569
Insurance	26,380	4,478	30,858	30,858	
Miscellaneous Purchased Services		566	566	566	
General Supplies	35,523	29,060	64,583	54,906	9,677
Energy (Natural Gas)	3,000	600	3,600	3,594	6
Energy (Electricity)	95,000	(21,440)	73,560	73,560	
Energy (Oil)	117,000	(26,734)	90,266	90,266	
Other Objects		474	474	474	
Total	527,389	2,190	529,579	518,535	11,044
Care and Upkeep of Grounds:					
Cleaning, Repair & Maintenance Services	-	8,075	8,075	8,075	-

MANSFIELD TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (Cont'd)					
Current: (cont'd)					
Student Transportation Services:					
Salaries for Pupil Transportation (Between Home & School)-Regular	$ 8,134	$ 181	$ 8,315	$ 8,315	
Management Fee-ESC & CTSA Transportation Program	2,250		2,250	1,312	$ 938
Other Purchased Professional & Technical Services	11,785	(109)	11,676	11,676	
Contracted Services-Aid In Lieu of Payments-Nonpublic Schools	18,564	(5,083)	13,481	12,464	1,017
Contracted Services-Aid In Lieu of Payments-Charter School Students	5,304	(2,225)	3,079	1,768	1,311
Contracted Services (Between Home & School)-Vendors	205,486	(2,554)	202,932	202,932	
Contracted Services (Other Than Between Home & School)-Vendors	1,000	(1,000)			
Contracted Services (Between Home & School)-Joint Agreements	75,000	(1,276)	73,724	73,724	
Contracted Services (Special Education Students)-Vendors	61,146	3,414	64,560	60,029	4,531
Contracted Services (Special Education Students)-Joint Agreements	3,515		3,515		3,515
Contracted Services (Regular Students)-ESC'S & CTSA'S	10,512	(9,693)	819	819	
Contracted Services (Special Education Students)-ESC'S & CTSA'S	15,000	2,072	17,072	17,072	
Total	417,696	(16,273)	401,423	390,111	11,312
Unallocated Benefits-Employee Benefits:					
Social Security Contributions	82,687	(6,864)	75,823	75,823	
TPAF Contributions-ERIP	13,218	(4,557)	8,661		8,661
Other Retirement Contributions-PERS	61,876		61,876	58,617	3,259
Other Retirement Contributions-Regular		270	270	268	2
Unemployment Compensation	5,000		5,000		5,000
Workmen's Compensation	56,571		56,571	53,716	2,855
Health Benefits	1,537,917	(166,405)	1,371,512	1,371,512	
Tuition Reimbursement	22,500	(6,020)	16,480	4,920	11,560
Other Employee Benefits	10,150	19,230	29,380	29,380	
Total	1,789,919	(164,346)	1,625,573	1,594,236	31,337
On-Behalf TPAF Pension Contribution				200,122	(200,122)
On-Behalf TPAF Post Retirement Medical Benefits				328,125	(328,125)
Reimbursed TPAF Social Security Contribution				358,488	(358,488)
Total	-	-	-	886,735	(886,735)
Total Undistributed Expenditures	$ 4,271,502	$ (113,993)	$ 4,157,509	$ 4,891,405	$ (733,896)
TOTAL CURRENT	$ 8,761,659	$ (31,306)	$ 8,730,353	$ 9,288,630	$ (558,277)
CAPITAL OUTLAY					
Equipment:					
Undistributed Expenditures:					
Instruction		$ 52,500	$ 52,500		$ 52,500
Security		10,676	10,676	$ 2,374	8,302
Total	$ -	63,176	63,176	2,374	60,802

MANSFIELD TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(Continued)

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
EXPENDITURES (Cont'd)					
Capital Outlay: (cont'd)					
Facilities Acquisition and Construction Services:					
Legal Services		$ 4,584	$ 4,584	$ 4,584	
Architectural/Engineering Services		32,829	32,829	32,829	
Other Purchased Professional Services		3,500	3,500	3,500	
Construction Services	$ 38,000	23,931	61,931	23,967	$ 37,964
Supplies and Materials	56,000	(28,319)	27,681	16,366	11,315
Assessment for Debt Service on SDA Funding	2,925		2,925	2,925	
Total	96,925	36,525	133,450	84,171	49,279
TOTAL CAPITAL OUTLAY	$ 96,925	$ 99,701	$ 196,626	$ 86,545	$ 110,081
TRANSFER OF FUNDS TO CHARTER SCHOOLS	$ 84,911	$ (68,395)	$ 16,516	$ 16,516	$ -
TOTAL EXPENDITURES	$ 8,943,495	$ -	$ 8,943,495	$ 9,391,691	$ (448,196)
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ (406,992)	$ -	$ (406,992)	$ 96,448	$ 503,440
Fund Balances, July 1	1,751,941	-	1,751,941	1,751,941	-
Fund Balances, June 30	$ 1,344,949	$ -	$ 1,344,949	$ 1,848,389	$ 503,440
Recapitulation of Excess (Deficiency) of Revenues Over (Under) Expenditures					
Adjustment for Prior Year Encumbrances	$ (221,399)		$ (221,399)	$ (221,399)	
Increase in Capital Reserve	500		500	863	$ 363
Withdrawal from Capital Reserve	(94,000)		(94,000)	(72,369)	21,631
Increase in Maintenance Reserve	200		200		(200)
Increase in Emergency Reserve		$ 143,000	143,000	143,000	
Budgeted Fund Balance	(92,293)	(143,000)	(235,293)	246,353	481,646
TOTAL	$ (406,992)	$ -	$ (406,992)	$ 96,448	$ 503,440
RECAPITULATION OF FUND BALANCE					
Committed Fund Balance:					
Capital Reserve				$ 820,732	
Maintenance Reserve				291,251	
Emergency Reserve				143,000	
					$ 1,254,983
Assigned Fund Balance:					
Year-End Encumbrances				233,639	
Designated for Subsequent Year's Expenditures				92,293	
					325,932
Unassigned Fund Balance					267,474
					1,848,389
Reconciliation to Governmental Statements (GAAP):					
Last State Aid Payment not Recognized on GAAP Basis					(353,933)
Fund Balance Per Governmental Funds (GAAP)					$ 1,494,456

MANSFIELD TOWNSHIP SCHOOL DISTRICT
COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET AND ACTUAL
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

(NOT APPLICABLE TO THIS REPORT)

MANSFIELD TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES					
Local Sources	$ 7,118		$ 7,118	$ 1,345	$ (5,773)
Federal Sources	423,911		423,911	338,271	(85,640)
TOTAL REVENUES	$ 431,029	$ -	$ 431,029	$ 339,616	$ (91,413)
EXPENDITURES					
Instruction:					
Salaries	$ 142,827	$ 2,411	$ 145,238	$ 145,238	
Other Purchased Services	80,515	21,309	101,824	87,714	$ 14,110
General Supplies	64,240	(43,785)	20,455	14,682	5,773
Totals	287,582	(20,065)	267,517	247,634	19,883
Support Services:					
Salaries	28,800	(11,100)	17,700		17,700
Personal Services Employee Benefits	23,802	(5,897)	17,905	17,905	
Purchased Professional & Technical Services	69,539	31,471	101,010	50,690	50,320
Other Purchased Services	13,116	513	13,629	10,629	3,000
Supplies & Materials	8,190	5,078	13,268	12,758	510
Total	143,447	20,065	163,512	91,982	71,530
TOTAL EXPENDITURES	$ 431,029	$ -	$ 431,029	$ 339,616	$ 91,413

NOTES TO THE REQUIRED SUPPLEMENTAL INFORMATION

MANSFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTAL INFORMATION
BUDGETARY COMPARISON SCHEDULE

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

	General Fund	Special Revenue Fund
Sources/Inflows of Resources		
Actual amounts (budgetary) "revenues" from the budgetary comparison schedules	$ 9,488,139	$ 339,616
Difference-Budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures and the related revenue is recognized:		
Outstanding Encumbrances-Prior Year		19,340
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	351,839	
State Aid Receivable-Current Year	(353,933)	
Total Revenues (GAAP Basis)	$ 9,486,045	$ 358,956
Uses/Outflows of Resources		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedule	$ 9,391,691	$ 339,616
Differences-Budget to GAAP:		
Encumbrances for supplies and equipment ordered but not received are reported in the year the order is placed for budgetary purposes, but in the year the supplies are received for financial reporting purposes		19,340
Total Expenditures (GAAP Basis)	$ 9,391,691	$ 358,956

OTHER SUPPLEMENTAL INFORMATION

SCHOOL LEVEL SCHEDULES

(NOT APPLICABLE TO THIS REPORT)

SPECIAL REVENUE FUND

DETAIL STATEMENTS

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, 2014

	Local Grants	NCLB Title I	NCLB Title II A	NCLB Title III	IDEA Basic	IDEA Preschool	Totals
REVENUES							
Local Sources	$ 1,345						$ 1,345
Federal Sources		$ 83,686	$ 31,913	$ 21,006	$ 194,797	$ 6,869	338,271
TOTAL REVENUES	$ 1,345	$ 83,686	$ 31,913	$ 21,006	$ 194,797	$ 6,869	$ 339,616
EXPENDITURES							
Instruction:							
Salaries		$ 67,034	$ 22,080	$ 436	$ 48,819	$ 6,869	$ 145,238
Other Purchased Services					87,714		87,714
General Supplies	$ 609			9,500	4,573		14,682
Totals	609	67,034	22,080	9,936	141,106	6,869	247,634
Support Services:							
Personal Services Employee Benefits		12,777	4,208		920		17,905
Purchased Professional & Technical Services	736			3,930	46,024		50,690
Other Purchased Services		3,875	5,625	179	950		10,629
Supplies & Materials				6,961	5,797		12,758
Total	736	16,652	9,833	11,070	53,691	-	91,982
TOTAL EXPENDITURES	$ 1,345	$ 83,686	$ 31,913	$ 21,006	$ 194,797	$ 6,869	$ 339,616

CAPITAL PROJECTS FUND

DETAIL STATEMENTS

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, 2014

Description	Approval Date	Revised Budgetary Appropriations	GAAP Expenditures to Date Prior Years	GAAP Expenditures to Date Current Year	Unexpended Appropriations 06/30/14
Renovations to the Mansfield School Building	03/11/14	$ 6,685,350			$ 6,685,350
		$ 6,685,350	$ -	$ -	$ 6,685,350

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, 2014

(NOT APPLICABLE TO THIS 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, 2014

	Prior Periods	Current Year	Totals	Revised Authorized Cost
Revenues and Other Financing Sources:				
Local Sources:				
Bond Proceeds				$ 6,685,350
Total Revenues	$ -	$ -	$ -	6,685,350
Expenditures and Other Financing Uses:				
Bonding/Legal Fees				50,000
Architectural/Engineering				354,000
Other Purchased Professional Services				85,983
Construction Services				6,195,367
Total Expenditures	-	-	-	6,685,350
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ -	$ -	$ -	$ -

Additional Project Information:	
Project Number	2970-050-14-1000
Grant Date	N/A
Original Bonds Authorized Date	03/11/14
Bonds Authorized	$ 6,685,350
Bonds Issued	N/A
Original Authorized Cost	$ 6,685,350
Additional Authorized Cost	$ -
Revised Authorized Cost	$ 6,685,350
Percentage Complete	0.00%

PROPRIETARY FUND

DETAIL STATEMENTS

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

MANSFIELD TOWNSHIP SCHOOL DISTRICT
COMBINING STATEMENT OF FUND NET POSITION
ENTERPRISE FUNDS
JUNE 30, 2014

	Food Service Fund	Before & After School Child Care Fund	Summer Recreation Program Fund	Total
ASSETS				
Current Assets:				
Cash & Cash Equivalents	$ 48,107	$ 70,648	$ 15,801	$ 134,556
Due from Other Funds			1,210	1,210
Receivables from Other Governments:				
State	326			326
Federal	6,324			6,324
Other Accounts Receivable		720		720
Inventory	1,953			1,953
Total Current Assets	56,710	71,368	17,011	145,089
Noncurrent Assets:				
Capital Assets	44,657			44,657
Less: Accumulated Depreciation	36,876			36,876
Total Noncurrent Assets	7,781	-	-	7,781
Total Assets	64,491	71,368	17,011	152,870
LIABILITIES				
Current Liabilities:				
Accounts Payable	7,201	78		7,279
Unearned Revenues	463		16,527	16,990
Total Liabilities	7,664	78	16,527	24,269
NET POSITION				
Net Investment in Capital Assets	7,781			7,781
Unrestricted	49,046	71,290	484	120,820
TOTAL NET POSITION	$ 56,827	$ 71,290	$ 484	$ 128,601

MANSFIELD TOWNSHIP SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES EXPENSES, AND
CHANGES IN FUND NET POSITION
ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

	Food Service Fund	Before & After School Child Care Fund	Summer Recreation Program Fund	Total
Operating Revenues:				
Charges for Services:				
Daily Sales-Reimbursable Programs	$ 73,921			$ 73,921
Daily Sales-Nonreimburseable Programs	27,895			27,895
Child Care Program Fees		$ 143,458		143,458
Summer Recreation Program Fees			$ 16,099	16,099
Miscellaneous	1,212			1,212
Total Operating Revenues	103,028	143,458	16,099	262,585
Operating Expenses:				
Salaries	70,805	95,348	12,074	178,227
Employee Benefits	22,423	6,992	963	30,378
Purchased Property Services (Repairs)	2,445			2,445
Insurance	3,000			3,000
Management Fee	5,328			5,328
Other Purchased Services	1,903	942	512	3,357
Purchased Professional Services	1,600			1,600
Supplies and Materials	399	5,230	2,066	7,695
Depreciation	1,914			1,914
Cost of Sales	76,169			76,169
Commodity Food Costs	12,265			12,265
Miscellaneous	2,135			2,135
Total Operating Expenses	200,386	108,512	15,615	324,513
Operating Income (Loss)	(97,358)	34,946	484	(61,928)
Nonoperating Revenues (Expenses):				
State Sources:				
State School Lunch Program	2,588			2,588
Federal Sources:				
National School Lunch Program	80,425			80,425
National School Breakfast Program	1,729			1,729
Child and Adult Care Food Program	1,032			1,032
Food Donation Program	12,265			12,265
Interest Earned on Investments	40			40
Total Nonoperating Revenues (Expenses)	98,079	-	-	98,079
Change in Net Position	721	34,946	484	36,151
Net Position, Beginning	56,106	36,344	-	92,450
Net Position, Ending	$ 56,827	$ 71,290	$ 484	$ 128,601

MANSFIELD TOWNSHIP SCHOOL DISTRICT
COMBINING STATEMENT OF CASH FLOWS
ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

	Food Service Fund	Before & After School Child Care Fund	Summer Recreation Program Fund	Total
Cash Flows from Operating Activities:				
Receipts from Customers	$ 102,100	$ 142,833	$ 32,626	$ 277,559
Payments to Food Service Management Company	(184,583)			(184,583)
Payments to Employees		(95,348)	(12,586)	(107,934)
Payments for Employee Benefits		(6,992)	(963)	(7,955)
Payments to Vendors (Net)	(4,292)	(6,172)	(2,066)	(12,530)
Net Cash Provided by (Used For) Operating Activities	(86,775)	34,321	17,011	(35,443)
Cash Flows from Noncapital Financing Activities:				
State Sources	2,599			2,599
Federal Sources	82,455			82,455
General Fund Interfund Activity	47,073			47,073
Student Activity Interfund Activity			(1,210)	(1,210)
Net Cash Provided by (Used For) Noncapital Financing Activities	132,127	-	(1,210)	130,917
Cash Flows from Investing Activities:				
Interest Earned on Investments	40	-	-	40
Net Increase (Decrease) in Cash and Cash Equivalents	45,392	34,321	15,801	95,514
Cash and Cash Equivalents, July 1, 2013	2,715	36,327	-	39,042
Cash and Cash Equivalents, June 30, 2014	$ 48,107	$ 70,648	$ 15,801	$ 134,556
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used For) Operating Activities:				
Operating Income (Loss)	$ (97,358)	$ 34,946	$ 484	$ (61,928)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used For) Operating Activities:				
Depreciation	1,914			1,914
Federal Food Donation Program	12,265			12,265
(Increase) Decrease in Other Accounts Receivable		(625)		(625)
(Increase) Decrease in Inventory	145			145
Increase (Decrease) in Accounts Payable	(3,422)			(3,422)
Increase (Decrease) in Unearned Revenue	(319)		16,527	16,208
Net Cash Provided by (Used For) Operating Activities	$ (86,775)	$ 34,321	$ 17,011	$ (35,443)

FIDUCIARY FUND

DETAIL STATEMENTS

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

MANSFIELD TOWNSHIP SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2014

	Unemployment Compensation Fund	Student Activity Agency Fund	Payroll Agency Fund	Total
ASSETS				
Cash & Cash Equivalents	$ 188,758	$ 39,190	$ 47,454	$ 275,402
TOTAL ASSETS	188,758	39,190	47,454	275,402
LIABILITIES				
Accounts Payable	38			38
Due to Other Funds		1,210	441	1,651
Due to Student Groups		37,980		37,980
Payroll Deductions & Withholdings			47,013	47,013
TOTAL LIABILITIES	38	39,190	47,454	86,682
NET POSITION	$ 188,720	$ -	$ -	$ 188,720

MANSFIELD TOWNSHIP SCHOOL DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE YEAR ENDED JUNE 30, 2014

	Unemployment Compensation Fund
ADDITIONS	
Contributions:	
Plan Members	$ 8,685
Interest	271
Total Additions	8,956
DEDUCTIONS	
Unemployment Claims	1,252
Total Deductions	1,252
Change in Net Position	7,704
Net Position, Beginning of the Year	181,016
Net Position, End of the Year	$ 188,720

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MANSFIELD TOWNSHIP SCHOOL DISTRICT
STUDENT ACTIVITY AGENCY FUND
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Balance 07/01/13	Additions	Deletions	Balance 06/30/14
ASSETS				
Cash & Cash Equivalents	$ 36,419	$ 33,004	$ 30,233	$ 39,190
TOTAL ASSETS	$ 36,419	$ 33,004	$ 30,233	$ 39,190
LIABILITIES				
Due to Other Funds	$ 6,210	$ 1,210	$ 6,210	$ 1,210
Due to Student Groups:				
Mansfield Twp Elementary School	30,209	31,794	24,023	37,980
	$ 36,419	$ 33,004	$ 30,233	$ 39,190

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MANSFIELD TOWNSHIP SCHOOL DISTRICT
PAYROLL AGENCY FUND
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Balance 07/01/13	Additions	Deletions	Balance 06/30/14
ASSETS				
Cash & Cash Equivalents	$ 44,604	$ 6,425,685	$ 6,422,835	$ 47,454
TOTAL ASSETS	$ 44,604	$ 6,425,685	$ 6,422,835	$ 47,454
LIABILITIES				
Due to Other Funds	$ 264	$ 177		$ 441
Payroll Deductions & Withholdings	44,340	2,780,575	$ 2,777,902	47,013
Net Payroll		3,644,933	3,644,933	
TOTAL LIABILITIES	$ 44,604	$ 6,425,685	$ 6,422,835	$ 47,454

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
JUNE 30, 2014

Issue	Date of Issue	Amount of Issue	Annual Maturities Date	Annual Maturities Amount	Interest Rate	Balance 07/01/13	Issued	Retired	Balance 06/30/14
School Addition & Renovations Refunding Issue	11/28/07	$ 2,540,000	03/01/15	$ 415,000	3.625%	$ 815,000		$ 400,000	$ 415,000
						$ 815,000	$ -	$ 400,000	$ 415,000

MANSFIELD TOWNSHIP SCHOOL DISTRICT
LONG-TERM DEBT
SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

(NOT APPLICABLE TO THIS REPORT)

MANSFIELD TOWNSHIP SCHOOL DISTRICT
BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual
REVENUES					
Local Sources:					
Local Tax Levy	$ 342,892		$ 342,892	$ 342,892	
State Sources:					
Debt Service Aid Type II	86,652		86,652	86,652	
Total Revenues	429,544	$ -	429,544	429,544	$ -
EXPENDITURES					
Regular Debt Service:					
Interest	29,544		29,544	29,544	
Redemption of Principal	400,000		400,000	400,000	
Total Expenditures	429,544	-	429,544	429,544	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-
Fund Balance, July 1	91	-	91	91	-
Fund Balance, June 30	$ 91	$ -	$ 91	$ 91	$ -
Recapitulation of Excess (Deficiency) of Revenue Over (Under) Expenditures:					
Budgeted Fund Balance	$ -	$ -	$ -	$ -	$ -

STATISTICAL SECTION

MANSFIELD TOWNSHIP SCHOOL DISTRICT
STATISTICAL SECTION J SERIES

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FINANCIAL TRENDS

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

REVENUE CAPACITY

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

DEBT CAPACITY

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

DEMOGRAPHIC AND ECONOMIC INFORMATION

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

OPERATING INFORMATION

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 is derived from the Comprehensive Annual Financial Reports (CAFR) for the relevant year.

MANSFIELD TOWNSHIP SCHOOL DISTRICT
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year Ending June 30,									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
GOVERNMENT ACTIVITIES										
Net Investment in Capital Assets	$ 1,758,156	$ 1,828,279	$ 1,960,067	$ 1,978,629	$ 2,401,972	$ 2,594,886	$ 3,266,569	$ 3,505,421	$ 3,927,154	$ 4,194,470
Restricted	478,551	491,388	512,919	545,336	638,152	633,103	633,967	939,494	1,183,580	1,255,074
Unrestricted	317,984	315,865	275,850	41,016	(104,690)	(296,557)	(239,689)	(85,545)	(157,168)	(107,043)
TOTAL GOVERNMENTAL ACTIVITIES	$ 2,554,691	$ 2,635,532	$ 2,748,836	$ 2,564,981	$ 2,935,434	$ 2,931,432	$ 3,660,847	$ 4,359,370	$ 4,953,566	$ 5,342,501
BUSINESS-TYPE ACTIVITIES										
Net Investment in Capital Assets	$ 7,820	$ 6,749	$ 5,841	$ 19,268	$ 17,354	$ 15,439	$ 13,525	$ 11,610	$ 9,695	$ 7,781
Unrestricted	2,036	6,886	17,131	9,965	27,449	25,430	40,163	66,219	82,755	120,820
TOTAL BUSINESS-TYPE ACTIVITIES	$ 9,856	$ 13,635	$ 22,972	$ 29,233	$ 44,803	$ 40,869	$ 53,688	$ 77,829	$ 92,450	$ 128,601
DISTRICT-WIDE										
Net Investment in Capital Assets	$ 1,765,976	$ 1,835,028	$ 1,965,908	$ 1,997,897	$ 2,419,326	$ 2,610,325	$ 3,280,094	$ 3,517,031	$ 3,936,849	$ 4,202,251
Restricted	478,551	491,388	512,919	545,336	638,152	633,103	633,967	939,494	1,183,580	1,255,074
Unrestricted	320,020	322,751	292,981	50,981	(77,241)	(271,127)	(199,526)	(19,326)	(74,413)	13,777
TOTAL DISTRICT-WIDE	$ 2,564,547	$ 2,649,167	$ 2,771,808	$ 2,594,214	$ 2,980,237	$ 2,972,301	$ 3,714,535	$ 4,437,199	$ 5,046,016	$ 5,471,102

MANSFIELD TOWNSHIP SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year Ending June 30,									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
EXPENSES										
Governmental Activities:										
Instruction:										
Regular	$ 3,501,302	$ 3,695,969	$ 4,148,539	$ 4,147,466	$ 4,293,622	$ 4,357,749	$ 3,982,469	$ 4,273,829	$ 4,498,884	$ 4,751,964
Special Education	1,122,099	1,139,400	1,233,506	1,343,184	1,332,142	1,437,322	1,309,437	1,402,918	1,483,278	1,409,098
Other Special Education	483,563	363,753	327,209	374,427	271,390	309,366	359,138	408,872	397,791	383,924
Other Instruction									517	
Support Services:										
Tuition	85,446	125,297	173,486	82,815	114,954	232,690	306,557	46,951	1,982	113,700
Student & Instruction Related Services	966,761	1,065,612	1,110,024	1,177,123	1,080,325	1,161,165	1,095,002	1,236,731	1,260,806	1,290,658
General & Business Administrative Services	511,955	505,404	540,260	678,334	553,615	559,412	583,913	569,400	594,934	603,309
School Administration	202,854	203,778	219,927	232,502	217,405	234,180	211,304	209,801	223,682	221,010
Plant Operations & Maintenance	543,585	537,011	579,489	689,270	642,171	674,921	568,853	595,046	595,477	690,177
Pupil Transportation	474,334	504,461	531,289	579,881	577,866	640,255	559,630	529,235	518,101	589,355
Special Schools	19,169	21,228	5,340	35,207	10,089	17,137				
Transfers to Charter Schools	8,385	16,943	8,609	9,311		3,576	9,219	54,501	66,778	16,516
Interest on Long-Term Debt	194,331	181,062	166,899	75,721	94,485	78,301	65,867	52,529	40,534	27,636
Total Governmental Activities Expenses	8,113,784	8,359,918	9,044,577	9,425,241	9,188,064	9,706,074	9,051,389	9,379,813	9,682,764	10,097,347
Business-Type Activities:										
Food Services	156,015	145,652	176,926	182,330	170,316	202,312	183,609	195,341	196,039	200,386
Before and After School Child Care			71,657	95,259	95,188	98,518	94,688	100,893	109,435	108,512
Summer Recreation Program										15,615
Total Business-Type Activities	156,015	145,652	248,583	277,589	265,504	300,830	278,297	296,234	305,474	324,513
TOTAL DISTRICT EXPENSES	$ 8,269,799	$ 8,505,570	$ 9,293,160	$ 9,702,830	$ 9,453,568	$ 10,006,904	$ 9,329,686	$ 9,676,047	$ 9,988,238	$ 10,421,860

MANSFIELD TOWNSHIP SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(Continued)

	Fiscal Year Ending June 30,									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
PROGRAM REVENUES										
Governmental Activities:										
Charges for Services:										
Regular Instruction					$ 15,200	$ 12,900	$ 15,200	$ 14,550	$ 17,463	$ 22,952
Special Education Instruction	$ 16,910	$ 10,749	$ 31,410	$ 27,804	26,677	55,117	27,443		28,194	34,726
Student and Instruction Related Services				6,602	13,377	6,313	3,136			252
General & Business Administrative Services				160						1,416
Plant Operations & Maintenance	1,796	1,093	14,920	15,771	8,789	5,432	222	2,838	182	3,467
Pupil Transportation	20,220	21,272	45,220	46,163	14,074	154,183	116,207	157,737	153,748	195,698
Special Schools	10,525	15,120		14,934	7,215	9,635				
Operating Grants & Contributions	328,276	348,662	373,260	338,608	321,155	326,086	396,710	306,644	294,775	358,956
Capital Grants & Contributions							195,691			
Total Governmental Activities Program Revenues	377,727	396,896	464,810	450,042	406,487	569,666	754,609	481,769	494,362	617,467
Business-Type Activities:										
Charges for Services:										
Food Service	94,098	101,176	125,402	125,365	125,546	116,609	109,843	114,379	100,077	103,028
Before and After School Child Care			73,685	95,274	94,026	98,353	103,981	111,459	125,100	143,458
Summer Recreation Program										16,099
Operating Grants & Contributions	47,429	48,255	58,730	62,714	61,384	81,398	77,201	94,187	94,822	98,039
Total Business-Type Activities Program Revenues	141,527	149,431	257,817	283,353	280,956	296,360	291,025	320,025	319,999	360,624
TOTAL DISTRICT-PROGRAM REVENUES	$ 519,254	$ 546,327	$ 722,627	$ 733,395	$ 687,443	$ 866,026	$ 1,045,634	$ 801,794	$ 814,361	$ 978,091
NET (EXPENSE) REVENUES										
Governmental Activities	$ (7,736,057)	$ (7,963,022)	$ (8,579,767)	$ (8,975,199)	$ (8,781,577)	$ (9,136,408)	$ (8,296,780)	$ (8,898,044)	$ (9,188,402)	$ (9,479,880)
Business-Type Activities	(14,488)	3,779	9,234	5,764	15,452	(4,470)	12,728	23,791	14,525	36,111
TOTAL DISTRICT-WIDE NET EXPENSES	$ (7,750,545)	$ (7,959,243)	$ (8,570,533)	$ (8,969,435)	$ (8,766,125)	$ (9,140,878)	$ (8,284,052)	$ (8,874,253)	$ (9,173,877)	$ (9,443,769)

MANSFIELD TOWNSHIP SCHOOL DISTRICT
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(Continued)

	Fiscal Year Ending June 30,									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
GENERAL REVENUES & OTHER CHANGES IN NET POSITION										
Governmental Activities:										
Property Taxes Levied for General Purposes, Net	$ 3,918,290	$ 4,182,653	$ 4,469,733	$ 4,469,733	$ 4,626,544	$ 4,626,544	$ 4,771,606	$ 4,867,038	$ 4,867,038	$ 4,927,038
Taxes Levied for Debt Service	331,134	327,277	333,504	328,248	347,102	212,565	343,226	344,783	337,922	342,892
Unrestricted Grants & Contributions	3,395,489	3,486,893	3,841,904	4,067,587	4,159,141	4,311,169	3,995,416	4,357,864	4,590,032	4,587,705
Investment Earnings	37,103	37,459	57,778	50,791	24,744	9,168	4,170	4,733	3,656	3,140
Miscellaneous Income	7,364	10,081	10,152	6,385	24,499	23,223	11,777	37,149	23,882	8,040
Transfers In (Out)			(20,000)	(54,700)	(30,000)	(55,000)	(100,000)	(15,000)		
Special Item-Prior Year Accounts Receivable Canceled	(16,338)									
Special Item-Payment to Refunding Bond Agent				(76,700)						
Loss on Disposal of Capital Assets		(500)				(13,762)				
Total Governmental Activities	7,673,042	8,043,863	8,693,071	8,791,344	9,152,030	9,113,907	9,026,195	9,596,567	9,822,530	9,868,815
Business-Type Activities:										
Investment Earnings			103	10		144	91	99	62	40
Miscellaneous Income				487	118	392		251	34	
Special Item-Prior Year Accounts Receivable Canceled	16,338									
Total Business-Type Activities	16,338	-	103	497	118	536	91	350	96	40
TOTAL DISTRICT-WIDE	$ 7,689,380	$ 8,043,863	$ 8,693,174	$ 8,791,841	$ 9,152,148	$ 9,114,443	$ 9,026,286	$ 9,596,917	$ 9,822,626	$ 9,868,855
CHANGE IN NET POSITION										
Governmental Activities	$ (63,015)	$ 80,841	$ 113,304	$ (183,855)	$ 370,453	$ (22,501)	$ 729,415	$ 698,523	$ 634,128	$ 388,935
Business-Type Activities	1,850	3,779	9,337	6,261	15,570	(3,934)	12,819	24,141	14,621	36,151
TOTAL DISTRICT	$ (61,165)	$ 84,620	$ 122,641	$ (177,594)	$ 386,023	$ (26,435)	$ 742,234	$ 722,664	$ 648,749	$ 425,086

MANSFIELD TOWNSHIP SCHOOL DISTRICT
FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year Ending June 30,									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General Fund:										
Restricted	$ 358,931	$ 168,848	$ 71,788	$ 96,467	$ 74,489					
Committed	251,487	261,545	272,529	305,773	524,699	$ 278,353	$ 577,188	$ 939,494	$ 1,183,489	$ 1,254,983
Assigned	141,638	327,567	296,773		94,182	22,696	28,689	282,412	313,692	325,932
Unassigned	9,899	9,835	118,393	106,372	(96,812)	(96,299)	(21,602)	(80,404)	(97,079)	(86,459)
Total General Fund	$ 761,955	$ 767,795	$ 759,483	$ 508,612	$ 596,558	$ 204,750	$ 584,275	$ 1,141,502	$ 1,400,102	$ 1,494,456
All Other Governmental Funds:										
Restricted, Reported In:										
Capital Projects Fund	$ 322,623	$ 228,287	$ 232,763	$ 250,000		$ 354,750	$ 56,779			
Assigned, Reported In:										
Debt Service Fund	1,582	1,578	7,627	239,563	$ 113,453		1	$ 1	$ 91	$ 91
Unassigned, Reported In:										
Special Revenue Fund	(999)	(999)	(999)	(2,624)						
Total All Other Governmental Funds	$ 323,206	$ 228,866	$ 239,391	$ 486,939	$ 113,453	$ 354,750	$ 56,780	$ 1	$ 91	$ 91

MANSFIELD TOWNSHIP SCHOOL DISTRICT
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS,
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Revenues:										
Tax Levy	$ 4,249,424	$ 4,509,930	$ 4,803,237	$ 4,797,981	$ 4,973,646	$ 4,839,109	$ 5,114,832	$ 5,211,821	$ 5,204,960	$ 5,269,930
Tuition Charges	16,000	10,749	31,410	27,804	48,694	77,320	42,468	14,550	44,194	50,786
Interest Earnings	37,103	37,459	57,778	50,791	24,744	9,168	4,170	4,733	3,656	3,140
Miscellaneous	16,215	12,672	28,055	21,349	29,326	23,264	7,629	34,384	21,029	5,373
State Sources	3,417,753	3,508,295	3,857,320	4,109,823	4,149,294	3,814,254	3,978,367	4,217,382	4,575,602	4,569,325
State Sources-Capital Projects							195,691			
Federal Sources	311,603	324,669	351,806	291,632	330,203	821,007	413,395	445,963	307,546	375,991
Total Revenues	8,048,098	8,403,774	9,129,606	9,299,380	9,555,907	9,584,122	9,756,552	9,928,833	10,156,987	10,274,545
Expenditures:										
Instruction:										
Regular Instruction	2,513,391	2,644,103	2,804,583	2,776,090	3,020,603	3,010,938	2,722,072	2,891,836	2,970,429	3,294,089
Special Education Instruction	761,120	761,964	840,350	888,290	877,154	904,573	863,440	905,969	913,914	897,417
Other Special Instruction	295,597	180,258	147,215	163,583	149,217	167,407	184,518	195,821	198,995	205,719
Other Instruction									500	
Support Services:										
Tuition	3,666	42,571	20,691			175,109	94,126			25,986
Student & Inst Related Services	697,601	742,900	743,935	777,621	717,752	750,829	698,928	805,899	783,559	828,927
General Administration	256,553	258,703	261,791	332,044	260,898	256,256	265,495	248,726	255,185	277,546
School Administration Services	146,803	147,185	152,247	160,795	151,466	162,033	144,925	144,256	151,528	151,676
Central Services	126,477	122,052	121,538	134,787	135,887	137,055	141,356	151,157	165,927	159,576
Plant Operations & Maintenance	469,685	461,258	492,421	598,927	543,483	566,031	465,284	498,437	486,432	576,612
Pupil Transportation	454,114	480,942	486,069	530,730	560,803	485,637	442,890	371,014	363,734	390,111
Employee Benefits	1,199,993	1,205,134	1,284,771	1,393,991	1,487,436	1,610,116	1,580,510	1,564,070	1,598,049	1,594,236
On-Behalf TPAF Pension & Social Security Contribution	458,088	538,662	884,345	929,440	627,266	657,061	639,055	790,537	972,745	886,735
Capital Outlay	58,480	6,594	42,863		13,302	27,467	2,590	52,457	250,622	83,620
Special Schools	8,644	6,108	5,340	14,306	7,155	11,990				
Transfer of Funds to Charter Schools	8,385	16,943	8,609	9,311		3,576	9,219	54,501	66,778	16,516
Special Revenue Funds	342,718	348,662	373,260	340,233	318,531	326,086	396,710	306,644	294,775	358,956
Capital Projects Fund	811,529	98,637	6,110	115,676	325,000		493,662			
Debt Service:										
Principal	235,000	245,000	264,560	134,901	515,000	345,000	360,000	375,000	380,000	400,000
Interest & Other Charges	199,117	184,598	166,695	93,155	100,494	82,469	70,217	57,061	45,125	32,469
Total Expenditures	9,046,961	8,492,274	9,107,393	9,393,880	9,811,447	9,679,633	9,574,997	9,413,385	9,898,297	10,180,191
Excess (Deficiency) of Revenues Over (Under) Expenditures	(998,863)	(88,500)	22,213	(94,500)	(255,540)	(95,511)	181,555	515,448	258,690	94,354
Other Financing Sources (Uses):										
Proceeds from New Bond Issue				250,000						
Proceeds from Refunding Bond Issue				2,540,000						
Payment to Refunding Bond Escrow Agent				(2,676,700)						
Premium on Bond Issue				32,577						
Transfers In (Out)	(16,338)		(20,000)	(54,700)	(30,000)	(55,000)	(100,000)	(15,000)		
Total Other Financing Sources (Uses)	(16,338)	-	(20,000)	91,177	(30,000)	(55,000)	(100,000)	(15,000)	-	-
Net Change in Fund Balances	$ (1,015,201)	$ (88,500)	$ 2,213	$ (3,323)	$ (285,540)	$ (150,511)	$ 81,555	$ 500,448	$ 258,690	$ 94,354
Debt Service as a Percentage of Non-capital Expenditures	5.61%	5.40%	5.00%	2.52%	6.95%	4.63%	4.97%	4.84%	4.61%	4.48%

Source: District Records

NOTE: Non-capital expenditures are total expenditures less capital outlay, capital projects fund and debt service.

MANSFIELD TOWNSHIP SCHOOL DISTRICT
GENERAL FUND-OTHER LOCAL REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	Fiscal Year Ending June 30,									
Description	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Interest Income	$ 31,380	$ 30,195	$ 47,192	$ 34,629	$ 24,744	$ 9,168	$ 4,170	$ 4,733	$ 3,656	$ 3,140
Tuition	16,000	10,749	31,410	27,804	48,694	77,320	42,468	14,550	44,194	50,786
Payroll Balances Transferred		2,209								
Miscellaneous Refunds				84	133					3,425
Prior Year Refunds	7,346	7,265	4,703	1,552	19,640	10,077	6,054	5,676	9,823	
Rentals			11,865	12,320	8,540	2,559		584		500
Miscellaneous Other	18	66		1,327	73	54	4	4	3	103
Interlocal Agreement for Technology Services			5,449							
Vendor Rebates						4,245				
Donations						4,000	1,050	26,957	9,544	
Outstanding Checks Voided		541		1,326	141	335	157			
Annual Totals	$ 54,744	$ 51,025	$ 100,619	$ 79,042	$ 101,965	$ 107,758	$ 53,903	$ 52,504	$ 67,220	$ 57,954

Source: District Records

MANSFIELD TOWNSHIP SCHOOL DISTRICT
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY,
LAST TEN FISCAL YEARS

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Vacant Land	$ 15,322,700	$ 15,310,000	$ 13,502,500	$ 15,458,200	$ 13,896,400	$ 12,975,500	$ 12,083,200	$ 11,755,100	$ 11,751,900	$ 10,220,500
Residential	424,186,900	425,474,200	429,716,900	431,684,500	431,329,200	430,605,100	430,604,600	425,685,800	424,374,700	404,138,600
Farm Regular	48,128,800	50,163,600	50,595,400	50,829,400	51,820,800	51,652,000	51,652,000	55,172,200	54,693,000	54,345,900
Q Farm	2,825,200	2,759,200	2,751,200	2,668,700	3,612,000	2,903,275	2,959,050	2,943,150	2,782,050	3,544,000
Commercial	83,240,900	83,783,000	89,207,400	94,972,200	94,831,500	95,113,500	95,234,500	95,234,500	90,238,000	108,831,100
Industrial	16,513,100	16,101,700	16,054,300	16,094,300	16,094,300	16,100,300	16,100,300	16,099,500	16,099,500	17,129,400
Apartment	49,489,900	49,489,900	49,799,900	49,799,900	49,799,900	40,656,000	40,656,000	40,656,000	40,656,000	66,001,000
Total Assessed Value	639,707,500	643,081,600	651,627,600	661,507,200	661,384,100	650,005,675	649,289,650	647,546,250	640,595,150	664,210,500
Public Utilities (a)	1,825,320	1,413,210	1,333,868	1,304,575	1,335,310	1,434,922	1,262,054	1,346,173	1,315,776	1,017,159
Net Valuation Taxable	$ 641,532,820	$ 644,494,810	$ 652,961,468	$ 662,811,775	$ 662,719,410	$ 651,440,597	$ 650,551,704	$ 648,892,423	$ 641,910,926	$ 665,227,659
Estimated Actual County Equalized Value	$ 708,954,382	$ 808,143,962	$ 874,462,928	$ 947,686,266	$ 973,509,210	$ 889,703,083	$ 835,647,661	$ 763,942,104	$ 724,259,197	$ 683,265,878
Percentage of Net Valuation to Estimated Actual County Equalized Value	90.49%	79.75%	74.67%	69.94%	68.08%	73.22%	77.85%	84.94%	88.63%	97.36%
Total Direct School Tax Rate (b)	$ 0.70	$ 0.75	$ 0.74	$ 0.75	$ 0.73	$ 0.78	$ 0.80	$ 0.80	$ 0.82	$ 0.79
										*

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 equipments of telephone and messenger system companies
(b) Tax rates are per $100

* Revalued/Reassessed

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: Basic Rate (a)	School District Direct Rate: General Obligation Debt Service (b)	School District Direct Rate: (From J-6) Total Direct School Tax Rate	Regional School Rate	Overlapping Rates: Municipality	Overlapping Rates: County	Total Direct & Overlapping Tax Rate
2005	$ 0.65	$ 0.05	$ 0.70	$ 0.80	$ 0.34	$ 0.70	$ 2.54
2006	0.70	0.05	0.75	0.89	0.34	0.78	2.76
2007	0.69	0.05	0.74	0.87	0.35	0.82	2.78
2008	0.70	0.05	0.75	0.86	0.39	0.87	2.87
2009	0.70	0.03	0.73	0.91	0.45	0.89	2.98
2010	0.73	0.05	0.78	0.89	0.52	0.84	3.03
2011	0.75	0.05	0.80	0.90	0.56	0.81	3.07
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

Sources: Municipal Tax Collector

NOTE: NJSA 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 prebudget by more than the spending growth limitation calculated as follows: the prebudget 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

MANSFIELD TOWNSHIP SCHOOL DISTRICT
PRINCIPAL PROPERTY TAXPAYERS,
CURRENT YEAR AND NINE YEARS AGO

	2014			2005		
	Taxable Assessed Value	Rank	% of Total District Net Assessed Value	Taxable Assessed Value	Rank	% of Total District Net Assessed Value
Mansfield Plaza LLC	$ 68,981,700	1	10.37%	$ 21,999,800	3	3.43%
Green Eagle Property Res. L.P.	33,190,600	2	4.99%	22,000,000	2	3.43%
Middlebury Associates	18,839,000	3	2.83%	13,690,000	5	2.13%
Mansfield Plaza Associates LLC	15,033,000	4	2.26%	13,769,800	4	2.15%
NYK Services Center	5,976,300	5	0.90%	4,136,500	7	0.64%
Borealis Compounds LLC	5,768,300	6	0.87%	6,462,000	6	1.01%
The Shoppes at Mansfield LLC	3,719,300	7	0.56%			
Eden Mansfield LLC	3,486,500	8	0.52%			
Mansfield Commons II LLC	3,379,400	9	0.51%			
Sarva Mangal LLC	2,849,600	10	0.43%			
Mansfield Village				32,248,900	1	5.03%
JNC Realty				3,135,600	8	0.49%
Mansfield Self Storage				2,809,200	9	0.44%
Mian Realty LLC				2,098,700	10	0.33%
	$ 161,223,700		24.24%	$ 122,350,500		19.08%

Source: Municipal Tax Assessor

MANSFIELD TOWNSHIP SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN YEARS

Year Ending December 31,	Taxes Levied for the Year	Collected Within the Fiscal Year of the Levy (a)	
		Amount	Percentage of Levy
2004	$ 15,648,288	$ 15,174,424	96.97%
2005	16,347,422	15,982,200	97.76%
2006	17,954,283	17,544,317	97.71%
2007	18,365,546	17,972,662	97.86%
2008	19,109,031	18,564,828	97.15%
2009	19,752,369	19,164,940	97.02%
2010	19,759,480	19,238,201	97.36%
2011	20,004,296	19,516,406	97.56%
2012	20,010,651	19,305,229	96.47%
2013	20,176,996	19,633,194	97.30%

Sources: 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

	Governmental Activities				Business-Type Activities			
Fiscal Year Ending June 30,	General Obligation Bonds (b)	Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases	Total District	% of Personal Income (a)	Per Capita (a)
2005	$ 3,245,000					$ 3,245,000	1.08%	$ 396
2006	3,000,000					3,000,000	0.96%	367
2007	2,735,000					2,735,000	0.83%	337
2008	2,790,000					2,790,000	0.80%	344
2009	2,275,000					2,275,000	0.64%	281
2010	1,930,000					1,930,000	0.57%	250
2011	1,570,000					1,570,000	0.46%	204
2012	1,195,000					1,195,000	0.34%	157
2013	815,000					815,000	0.23%	107
2014	415,000					415,000	N/A	55

NOTE: 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.

(b) Represents lease project obligations until fiscal year ending June 30, 2007

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 (a) of Property	Per Capita (a)
	General Obligation Bonds(c)	Deductions	Net General Bonded Debt Outstanding		
2005	$ 3,245,000		$ 3,245,000	0.51%	$ 396
2006	3,000,000		3,000,000	0.47%	367
2007	2,735,000		2,735,000	0.42%	337
2008	2,790,000		2,790,000	0.42%	344
2009	2,275,000		2,275,000	0.34%	281
2010	1,930,000		1,930,000	0.30%	250
2011	1,570,000		1,570,000	0.24%	204
2012	1,195,000		1,195,000	0.18%	157
2013	815,000		815,000	0.13%	107
2014	415,000		415,000	0.06%	55

NOTE 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.
(c) Represents lease project obligations until fiscal year ending June 30, 2007

MANSFIELD TOWNSHIP SCHOOL DISTRICT
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF DECEMBER 31, 2013

GOVERNMENTAL UNIT	Debt Outstanding	Estimated % Applicable (a)	Estimated Share of Overlapping Debt
Debt Repaid with Property Taxes:			
Municipality	$ 2,764,772	100.00	$ 2,764,772
Regional High School	22,509,000	30.00	6,752,700
County General Obligation Debt	15,050,526	6.39	961,574
Subtotal, Overlapping Debt			10,479,046
School District Direct Debt			815,000
Total Direct and Overlapping Debt			$ 11,294,046

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.

MANSFIELD TOWNSHIP SCHOOL DISTRICT
LEGAL DEBT MARGIN INFORMATION,
LAST TEN FISCAL YEARS

Legal Debt Margin Calculation for Fiscal Year 2014

Equalized Valuation Basis			
	2013	$ 674,310,684	
	2012	730,617,455	
	2011	764,409,760	
		$ 2,169,337,899	
Average Equalized Valuation of Taxable Property		$ 723,112,633	
Debt Limit (2.5% of Average Equalization Value)		18,077,816	(a)
Total Net Debt Applicable to Limit		7,100,350	
Legal Debt Margin		$ 10,977,466	

	2005	2006	2007	2008	2009	2010	2011	2012	2013	2013
Debt Limit	$ 15,500,901	$ 17,933,843	$ 19,742,724	$ 21,625,565	$ 23,023,989	$ 23,374,421	$ 22,568,180	$ 20,855,329	$ 19,416,446	$ 18,077,816
Total Net Debt Applicable	3,245,000	3,000,000	2,735,000	2,790,000	2,275,000	1,930,000	1,570,000	1,195,000	815,000	7,100,350
Legal Debt Margin	$ 12,255,901	$ 14,933,843	$ 17,007,724	$ 18,835,565	$ 20,748,989	$ 21,444,421	$ 20,998,180	$ 19,660,329	$ 18,601,446	$ 10,977,466
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	20.93%	16.73%	13.85%	12.90%	9.88%	8.26%	6.96%	5.73%	4.20%	39.28%

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 NJSA 18A:24-19

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)
2005	8,185	$ 311,815,760	$ 38,096	3.9%
2006	8,168	331,310,416	40,562	4.2%
2007	8,124	347,861,556	42,819	3.9%
2008	8,120	357,921,480	44,079	5.2%
2009	8,089	354,783,540	43,860	9.2%
2010	7,724	339,840,552	43,998	9.5%
2011	7,701	354,330,711	46,011	8.8%
2012	7,593	361,199,010	47,570	8.6%
2013	7,584	N/A	N/A	6.9%
2014	7,584	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 US Bureau of Economic Analysis.

(d) Unemployment data provided by the NJ Dept of Labor and Workforce Development

MANSFIELD TOWNSHIP SCHOOL DISTRICT
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

	2014			2005		
Employer	Employees	Rank	Percentage of Total Municipal Employment	Employees	Rank	Percentage of Total Municipal Employment

INFORMATION IS NOT AVAILABLE FOR THIS SCHOOL DISTRICT

MANSFIELD TOWNSHIP SCHOOL DISTRICT
FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

FUNCTION/PROGRAM	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Instruction:										
Regular	46.0	48.0	48.3	48.0	44.0	46.0	42.1	42.1	42.1	44.2
Special Education	12.0	13.5	12.5	11.5	13.5	14.0	12.0	12.0	12.0	12.0
Other Special Education	5.0	8.0	9.0	9.0	8.0	8.0	8.0	8.0	8.0	8.0
Other Instruction	7.0	5.0	4.5	4.5	8.5	8.5	3.0	3.0	3.0	3.0
Support Services:										
Student and Instruction Related Services	8.6	8.8	10.1	6.6	6.0	6.0	7.4	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			2.0	2.0	2.0	2.0	2.8	2.8	2.8	2.8
Central Services	2.5	2.2	2.0	2.0	2.0	2.0	2.0	2.0	1.5	1.5
Administrative Information Technology		1.0	1.0	1.0	1.0	1.0			0.5	0.5
Plant Operations and Maintenance	5.0	6.0	6.5	6.5	5.0	5.0	5.0	5.0	5.0	5.0
Child Care			1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5
Total	88.1	94.5	99.4	94.6	93.5	96.0	85.8	85.9	85.9	88.0

Sources: District Personnel Records

MANSFIELD TOWNSHIP SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year	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
2005	729	$ 7,742,835	$ 10,621	10.58%	65	1 to 11.69	717.2	685.0	-5.56%	95.51%
2006	698	7,957,445	11,400	7.34%	65	1 to 11.22	699.8	668.2	-2.43%	95.48%
2007	703	8,627,165	12,272	7.65%	65	1 to 10.82	706.3	675.5	0.93%	95.64%
2008	707	9,050,148	12,801	4.31%	65	1 to 10.88	715.6	685.4	1.32%	95.78%
2009	697	8,857,651	12,708	-0.72%	64.5	1 to 10.81	690.2	656.0	-3.55%	95.04%
2010	723	9,224,697	12,759	0.40%	67	1 to 10.79	722.9	691.2	4.74%	95.61%
2011	695	8,648,528	12,444	-2.47%	57	1 to 12.20	695.8	659.9	-3.75%	94.84%
2012	717	8,928,867	12,453	0.07%	57.2	1 to 12.53	717.8	688.0	3.16%	95.85%
2013	705	9,222,550	13,082	5.05%	57.2	1 to 12.33	703.9	670.5	-1.94%	95.26%
2014	705	9,664,102	13,708	4.79%	57.0	1 to 12.40	708.1	676.0	0.60%	95.46%

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 (SRS).

MANSFIELD TOWNSHIP SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

DISTRICT BUILDING	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Mansfield Township School (1964)										
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	722	711	698	703	689	710	683	721	706	708

Number of Schools at June 30, 2014:
Elementary 1

Source: District Facilities Office
N/A=Not Available

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.

MANSFIELD TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF REQUIRED MAINTENANCE
LAST TEN FISCAL YEARS

UNDISTRIBUTED EXPENDITURES-REQUIRED MAINTENANCE FOR SCHOOL FACILITIES

* School Facilities	Mansfield Township Elementary School	Total
2005	$ 40,248	$ 40,248
2006	44,625	44,625
2007	57,064	57,064
2008	79,318	79,318
2009	69,706	69,706
2010	90,010	90,010
2011	21,634	21,634
2012	72,121	72,121
2013	34,417	34,417
2014	50,002	50,002
Total School Facilities	$ 559,145	$ 559,145

* School Facilities as Defined Under EFCFA.
(NJAC 6A:26-1.2 and NJAC 6A:26A-1.3)

Source: District Records

MANSFIELD TOWNSHIP SCHOOL DISTRICT
INSURANCE SCHEDULE
JUNE 30, 2014
(UNAUDITED)

	Coverage	Deductible
School Package Policy-School Alliance Insurance Fund:		
Property-Blanket Building & Contents (Fund Limit)	$ 250,000,000	$ 2,500
Comprehensive General Liability	5,000,000	
Medical Expense Limit	5,000	
Blanket Employee Dishonesty (Per Loss)	500,000	1,000
School Board Legal Liability-School Alliance Insurance Fund:		
Directors and Officers Policy	5,000,000	5,000
Worker's Compensation-School Alliance Insurance Fund:		
Injury by Accident Per Accident	5,000,000	
Injury by Disease Per Employee	5,000,000	
Injury by Disease Policy Limit	5,000,000	
Umbrella Liability-School Alliance Insurance Fund:		
Policy Limit	5,000,000	
Environmental Impairment Liability-Illinois Insurance Company:		
Policy Limit	1,000,000	10,000
Student Accident Insurance-QBE Specialty Insurance:		
Maximum Benefit Amount	1,000,000	
Public Employees' Faithful Performance-Selective Insurance Company:		
Treasurer's Bond	195,000	
Board Secretary's Bond	85,000	

Source: District Records

SINGLE AUDIT SECTION

William M. Colantano, Jr.
A Professional Corporation

Certified Public Accountant
Public School Accountant
Registered Municipal Accountant

100 Route 31 North
Washington, NJ 07882 - 1530
Fax # (908) 689-8388
(908) 689-5002

INDEPENDENT AUDITOR'S REPORT

October 29, 2014

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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Board of Education of the Mansfield Township School District, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the Board of Education's basic financial statements, and have issued our report thereon dated October 29, 2014.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Board of Education's 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 Board of Education's internal control. Accordingly, we do not express an opinion on the effectiveness of the Board of Education'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 Board of Education'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.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

William M. Colantano, Jr.
Public School Accountant
No. CS 0128

William M. Colantuono, Jr.
A Professional Corporation

Certified Public Accountant
Public School Accountant
Registered Municipal Accountant

100 Route 31 North
Washington, NJ 07882 - 1530
Fax # (908) 689-8388
(908) 689-5002

INDEPENDENT AUDITOR'S REPORT

October 29, 2014

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 Board of Education of the Mansfield Township School District's (the District) compliance with the types of compliance requirements described in the OMB Circular A-133 Compliance Supplement and the New Jersey OMB State Grant Compliance Supplement that could have a direct and material effect on each of the Board of Education's major federal and state programs for the year ended June 30, 2014. The Board of Education's major federal and 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 the requirements of laws, regulations, contracts, and grants applicable to its federal and state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Board of Education's major federal and 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 OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations and New Jersey OMB 04-04. Those standards, OMB Circular A-133 and NJ OMB 04-04 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 federal or state program occurred. An audit includes examining, on a test basis, evidence about the Board of Education'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 Board of Education's compliance.

Opinion on Each Major Federal and State Program

In our opinion, the Board of Education 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 year ended June 30, 2014.

Report on Internal Control Over Compliance

Management of The Board of Education 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 Board of Education'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 program and to test and report on internal control over compliance in accordance with OMB Circular A-133 and NJ OMB 04-04, 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 Board of Education'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 federal or 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 federal program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or 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 OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

William M. Colantano, Jr.

Report on Schedules of Expenditures of Federal Awards Required by OMB Circular A-133 and Expenditures of State Financial Assistance Required by NJ OMB 04-04

We have audited the financial statements of the District as of and for the year ended June 30, 2014, and have issued our report thereon dated October 29, 2014, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedules of expenditures of federal awards and state financial assistance are presented for purposes of additional analysis as required by OMB Circular A-133 and NJ Circular 04-04 and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditure of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

William M. Colantano, Jr.
Public School Accountant
No. CS 0128

MANSFIELD TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS-SCHEDULE A
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

Grantor/Program Title	Federal CFDA Number	Grant or State Project Number	Program or Award Amount	Grant Period From-To	Balance 6/30/2013	Carryover Amount	Cash Received	Budgetary Expenditure	Adjustment	Repayment of Prior Year Balance	Balance June 30, 2014 Accounts Receivable	Balance June 30, 2014 Deferred Revenue	Balance June 30, 2014 Due to Grantor
US Department of Health & Human Services:													
General Fund:													
Medical Assistance Program	93.778	N/A	$ 18,380	07/01/2013-06/30/2014			$ 18,380	$ 18,380					
Total General Fund					$ -	$ -	18,380	18,380	$ -	$ -	$ -	$ -	$ -
US Department of Education Passed Through State Department of Education:													
Special Revenue Fund:													
NCLB Title I	84.010A	NCLB-297013	89,843	09/01/2012-08/31/2013	(49,249)		49,249						
NCLB Title I	84.010A	NCLB-297014	83,686	07/01/2013-06/30/2014			53,908	83,686			(29,778)		
NCLB Title IIA	84.367A	NCLB-297013	27,980	09/01/2012-08/31/2013	(18,276)	(2,484)	21,838	1,078					
NCLB Title IIA-Carryover	84.367A	NCLB-297013	27,980	09/01/2012-08/31/2013		2,484		2,484					
NCLB Title IIA	84.367A	NCLB-297014	28,351	07/01/2013-06/30/2014			16,169	28,351			(12,182)		
NCLB Title III	84.365A	NCLB-297013	15,409	09/01/2012-08/31/2013	(7,731)	(5,144)	10,265	2,534			(5,144)		
NCLB Title III-Carryover	84.365A	NCLB-297013	15,409	09/01/2012-08/31/2013		5,144		5,144					
NCLB Title III	84.365A	NCLB-297014	13,388	07/01/2013-06/30/2014			763	13,328			(12,625)	60	
IDEA Basic-Carryover	84.027	IDEA-297011	169,029	09/01/2010-08/31/2011	239			239					
IDEA Basic	84.027	IDEA-297012	167,873	09/01/2011-08/31/2012	(49,379)		49,379						
IDEA Basic-Carryover	84.027	IDEA-297012	167,873	09/01/2011-08/31/2012	25,349	(24,010)		1,339					
IDEA Basic	84.027	IDEA-297013	178,116	09/01/2012-08/31/2013	(80,013)	(81,509)	72,597	16,594			(105,519)		
IDEA Basic-Carryover	84.027	IDEA-297013	178,116	09/01/2012-08/31/2013		105,519		105,519					
IDEA Basic	84.027	IDEA-297014	156,686	07/01/2013-06/30/2014			98,144	71,106			(58,542)	85,580	
IDEA Preschool	84.173	IDEA-297013	7,409	09/01/2012-08/31/2013	(4,667)		4,344				(323)		
IDEA Preschool	84.173	IDEA-297014	6,869	07/01/2013-06/30/2014			6,132	6,869			(737)		
Race to the Top	84.413A	N/A	7,023	09/01/2011-11/30/2015	(7,023)		7,023						
Total Special Revenue Fund					(190,750)	-	389,811	338,271	-	-	(224,850)	85,640	-

SEE ACCOMPANYING NOTES TO SCHEDULES OF FINANCIAL ASSISTANCE

MANSFIELD TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS-SCHEDULE A
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

Grantor/Program Title	Federal CFDA Number	Grant or State Project Number	Program or Award Amount	Grant Period From-To	Balance 6/30/2013	Carryover Amount	Cash Received	Budgetary Expenditure	Adjustment	Repayment of Prior Year Balance	Balance June 30, 2014 Accounts Receivable	Balance June 30, 2014 Deferred Revenue	Balance June 30, 2014 Due to Grantor
US Department of Agriculture Passed Through State Department of Agriculture:													
Enterprise Fund:													
Food Donation Program	10.550	N/A	$ 14,621	07/01/2012-06/30/2013	$ 782			$ 782					
Food Donation Program	10.550	N/A	11,946	07/01/2013-06/30/2014			$ 11,946	11,483				$ 463	
National School Breakfast Program	10.553	N/A	361	07/01/2012-06/30/2013	(31)		31						
National School Breakfast Program	10.553	N/A	1,729	07/01/2013-06/30/2014			1,549	1,729			$ (180)		
National School Lunch Program	10.555	N/A	75,946	07/01/2012-06/30/2013	(5,491)		5,491						
National School Lunch Program	10.555	N/A	80,425	07/01/2013-06/30/2014			74,395	80,425			(6,030)		
Child and Adult Care Food Program	10.558	N/A	930	07/01/2012-06/30/2013	(71)		71						
Child and Adult Care Food Program	10.558	N/A	1,032	07/01/2013-06/30/2014			918	1,032			(114)		
Total Enterprise Fund					(4,811)	$ -	94,401	95,451	$ -	$ -	(6,324)	463	$ -
TOTAL FEDERAL FINANCIAL ASSISTANCE					$ (195,561)	$ -	$ 502,592	$ 452,102	$ -	$ -	$ (231,174)	$ 86,103	$ -

SEE ACCOMPANYING NOTES TO SCHEDULES OF FINANCIAL ASSISTANCE

MANSFIELD TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE-SCHEDULE B
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

Grantor/Program Title	Grant or State Project Number	Program or Award Amount	Grant Period From-To	Balance June 30, 2013 Deferred Rev. (Accts. Rec.)	Balance June 30, 2013 Due to Grantor	Cash Received	Budgetary Expenditure	Adjustment	Balance June 30, 2014 Accounts Receivable	Balance June 30, 2014 Deferred Revenue	Balance June 30, 2014 Due to Grantor	Memo Budgetary Receivable	Memo Cumulative Expenditure
State Department of Education													
General Fund:													
Equalization Aid	14-495-034 -5120-078	$ 2,943,686	07/01/2013-06/30/2014			$ 2,943,686	$ 2,943,686					$ 293,401	$ 2,943,686
Categorical Special Education Aid	14-495-034 -5120-089	391,733	07/01/2013-06/30/2014			391,733	391,733					39,044	391,733
Categorical Transportation Aid	14-495-034 -5120-014	112,510	07/01/2013-06/30/2014			112,510	112,510					11,214	112,510
Categorical Security Aid	14-495-034 -5120-084	83,654	07/01/2013-06/30/2014			83,654	83,654					8,338	83,654
Under Adequacy Aid	14-495-034 -5120-096	19,421	07/01/2013-06/30/2014			19,421	19,421					1,936	19,421
Extraordinary Special Education Costs Aid	14-100-034 -5120-473	15,627	07/01/2013-06/30/2014				15,627		$ (15,627)				15,627
Nonpublic Remote Transportation Aid	13-495-034 -5120-014	4,963	07/01/2012-06/30/2013	$ (4,963)		4,963							4,963
Nonpublic Remote Transportation Aid	14-495-034 -5120-014	2,677	07/01/2013-06/30/2014				2,677		(2,677)				2,677
Payment for Institutionalized Children-Unknown District of Residence	14-495-034 -5120-005	28,724	07/01/2013-06/30/2014			28,724	28,724						28,724
Reimbursed TPAF Social Security Contribution	13-495-034 -5095-002	351,039	07/01/2012-06/30/2013	(17,283)		17,283							351,039
Reimbursed TPAF Social Security Contribution	14-495-034 -5095-002	358,488	07/01/2013-06/30/2014			340,970	358,488		(17,518)				358,488
On-Behalf TPAF Pension Contribution-Post Retirement Medical	14-495-034 -5095-001	328,125	07/01/2013-06/30/2014			328,125	328,125						328,125
On-Behalf TPAF Pension Contribution-Non Contributory Group Insurance	14-495-034 -5095-007	16,231	07/01/2013-06/30/2014			16,231	16,231						16,231
On-Behalf TPAF Pension Contribution-Normal Cost and Accrued Liability	14-495-034 -5095-006	183,891	07/01/2013-06/30/2014			183,891	183,891						183,891
Total General Fund				(22,246)	$ -	4,471,191	4,484,767	$ -	(35,822)	$ -	$ -	353,933	4,840,769
Debt Service Fund:													
Debt Service Aid-State Support	14-495-034 -5120-017	86,652	07/01/2013-06/30/2014	-	-	86,652	86,652	-	-	-	-	-	86,652
State Department of Agriculture													
Enterprise Fund:													
State School Lunch Program	13-100-010 -3350-023	2,591	07/01/2012-06/30/2013	(337)		337							2,591
State School Lunch Program	14-100-010 -3350-023	2,588	07/01/2013-06/30/2014			2,262	2,588		(326)				2,588
Total Enterprise Fund				(337)	-	2,599	2,588	-	(326)	-	-	-	5,179
TOTAL STATE FINANCIAL ASSISTANCE				$ (22,583)	$ -	$ 4,560,442	$ 4,574,007	$ -	$ (36,148)	$ -	$ -	$ 353,933	$ 4,932,600

SEE ACCOMPANYING NOTES TO SCHEDULES OF FINANCIAL ASSISTANCE

MANSFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF AWARDS AND FINANCIAL ASSISTANCE
JUNE 30, 2014

NOTE 1. GENERAL

The accompanying schedules of financial assistance present the activity of all federal and state financial assistance programs of the Board of Education, Mansfield Township School District. The Board of Education is defined in Note 1 (A) to the Board's financial statements. All federal financial assistance received directly from federal agencies, as well as federal financial assistance passed through other government agencies, is included on the schedule of federal financial assistance.

NOTE 2. BASIS OF ACCOUNTING

The accompanying schedules of 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 Board's financial statements.

NOTE 3. RELATIONSHIP OF FINANCIAL STATEMENTS

The 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 last state aid payment in the current budget year, which is mandated pursuant to PL 2003, Ch 97 (A3521). For GAAP purposes, that payment is not recognized until the subsequent budget year due to the state deferred and recording of the last state aid payment in the subsequent year. The special revenue fund is presented in the accompanying schedules on the grant accounting 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 ($2,094) for the general fund and $19,340 for the special revenue 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.

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

	Local	Federal	State	Total
General Fund		$ 18,380	$4,482,673	$ 4,501,053
Special Revenue Fund	$ 1,345	357,611		358,956
Debt Service Fund			86,652	86,652
Food Service Fund		95,451	2,588	98,039
	$ 1,345	$ 471,442	$4,571,913	$ 5,044,700

MANSFIELD TOWNSHIP SCHOOL DISTRICT
NOTES TO THE SCHEDULES OF AWARDS AND FINANCIAL ASSISTANCE
JUNE 30, 2014
(Continued)

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 year ended June 30, 2014. 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 year ended June 30, 2014.

MANSFIELD TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

SECTION I-SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of Auditor's Report Issued:	Unmodified	
Internal Control Over Financial Reporting:		
1. Material weakness(es) identified?	____ Yes	X No
2. Reportable conditions identified that are not considered to be material weaknesses?	____ Yes	X No
Noncompliance Material to General Purpose Financial Statements Noted?	____ Yes	X No

Federal Awards

Internal Control Over Major Programs:		
1. Material weakness(es) identified?	____ Yes	____ No
2. Reportable conditions identified that are not considered to be material weaknesses?	____ Yes	____ No
Type of Auditor's Report Issued on Compliance for Major Programs?	NOT APPLICABLE	
Any Audit Findings Disclosed that are Required to be Reported in Accordance with Section .510 (a) of Circular A-133	____ Yes	____ No

Identification of Major Programs:

MANSFIELD TOWNSHIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014
(Continued)

SECTION I-SUMMARY OF AUDITOR'S RESULTS

Federal Awards (Cont'd)

Dollar Threshold used to Distinguish Between Type A and Type B Programs:	NOT APPLICABLE
Auditee qualified as a low-risk auditee	____ Yes ____ No

State Awards

Dollar Threshold used to Distinguish Between Type A and Type B Programs:	$300,000
Auditee Qualified as low-risk auditee	X Yes ____ No
Type of Auditor's Report Issued on Compliance for Major Programs:	Unmodified
Internal Control Over Major Programs:	
1. Material weakness(es) identified?	____ Yes X No
2. Reportable conditions identified that are not considered to be material weaknesses?	____ Yes X No
Any Audit Findings Disclosed That are Required to be Reported in Accordance with NJ OMB Circular Letter 04-04?	____ Yes X No

Identification of Major Programs:

GMIS Numbers	Amount	Name of State Program
14-495-034-5095-002	$ 358,488	Reimbursed TPAF Social Security Contribution
14-495-034-5120-014	112,510	Categorical Transportation Aid
14-495-034-5120-078	2,943,686	Equalization Aid
14-495-034-5120-089	391,733	Categorical Special Education Aid

MANSFIELD TOWNSIP SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

SECTION II-FINANCIAL STATEMENT FINDINGS

There were no findings or questioned costs for the year ended June 30, 2014.

SECTION III-FEDERAL AWARDS AND STATE FINANCIAL
ASSISTANCE FINDINGS AND QUESTIONED COSTS

There were no findings or questioned costs for the year ended June 30, 2014.

MANSFIELD TOWNSHIP SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

There were no prior year findings or questioned costs.