SCHOOL DISTRICT

OF

MANSFIELD TOWNSHIP

Mansfield Township School District
Board of Education
Port Murray, Warren County
New Jersey

Annual Comprehensive Financial Report
For The Fiscal Year Ended June 30, 2025

Annual Comprehensive

Financial Report

of the

Mansfield Township School District
Board of Education
Port Murray, New Jersey
For the Fiscal Year Ending June 30, 2025

Prepared by
Mansfield Township School District
Board of Education
Finance Department

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Introductory Section

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Jake Wilson, Asst. Principal
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November 17, 2025

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

Dear Board Members:

The annual comprehensive financial report of the Mansfield Township School District (District) for the fiscal year ending June 30, 2025, is hereby submitted. Responsibility for both the accuracy of the data and completeness and fairness of the presentation, including all disclosures, rests with the Management of the District. To the best of our knowledge and belief, the data presented in this report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

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

regulations and findings and recommendations, are included in the Single Audit section of this report.

1) REPORTING ENTITY AND ITS SERVICES: Mansfield Township School District is an independent reporting entity within the criteria adopted by the Governmental Accounting Standards Board (GASB) as established by Statement No. 14. All funds and account groups of the District are included in this report. The Mansfield Township Board of Education and its school constitute the District's reporting entity. The District provides a full range of educational services appropriate to grade levels Pre-K through 6. These include general education and special education for all students. The District completed the 2023-24 fiscal year with an enrollment of 580 students, which is equal to the previous year's enrollment. The following details the changes in the student enrollment of the District over the last ten years.

AVERAGE DAILY ENROLLMENT

Fiscal Year	Student Enrollment	Percent Change
2024-25	570.5	-9.80%
2023-24	580.7	5.29%
2022-23	550.0	-0.35%
2021-22	551.9	3.64%
2020-21	531.8	-10.83%
2019-20	589.4	-4.00%
2018-19	613.0	-3.30%
2017-18	633.2	-1.61%
2016-17	643.4	-6.09%
2015-16	682.6	-3.37%

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

3) MAJOR INITIATIVES: Mansfield Township School District believes that all disciplines of the Academics and Arts are important to the development of well-educated students. To this end, all

Mansfield students in grades K-6 receive rigorous academic offerings that include the use of hands-on science and interactive technology.

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

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

The major initiatives in technology for the 2024-25 school year included the purchase of Dell student laptops. The district continues to utilize E-rate funding to support technology contracts.

In terms of achievement, we continually assess and add to the achievement tools for improving the education and instruction for Mansfield Elementary School. The school reorganized its administrative roles to include a Principal whose focus is on curriculum and development and an Assistant Principal whose focus is on student attendance, behavior, and support.

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

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

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

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

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

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

An encumbrance accounting system is used to record outstanding purchase commitments on a line-item basis. Open encumbrances at year-end are either canceled or are included as re-appropriation of fund balance in the subsequent year. Those amounts to be re-appropriated are reported as reservations of fund balance on June 30, 2024.

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

7) DEBT ADMINISTRATION: The District's voters approved a $6,685,000 referendum in March of 2014. There is a zero net cost to the taxpayers for this new debt since the Board timed the new debt to begin after the final payment was made on the 1995 "COP" lease purchase obligation. The referendum monies will be used to replace the fire alarm system, the original boilers and control system, the uni-vent systems in 23 classrooms, bathrooms, lighting, ceilings, the roof on every section except for the 2004 addition, asbestos removal, interior and exterior doors and locks, the original kitchen equipment, finish the final phase of the windows project, replace the windows in the All Purpose Room, add a storage building, add additional storage throughout the school, replace the clocks throughout the school, water treatment, and parking lot replacement. The district explored the refinance of the 2014 debt; however, the market was not favorable at the time of closing. The district will continue to monitor these cost saving initiatives.

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

a failed banking institution in depositories located in New Jersey, where the funds are secured in accordance with the Act.

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

10) OTHER INFORMATION - INDEPENDENT AUDIT: State statutes require an annual audit by independent certified public accountants or registered municipal accountants. The accounting firm of Ardito and Company, LLC was selected by the Board. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and State Treasury OMB Circular Letter 15-08. The auditor's report on the general financial statements and combined and individual fund statements and schedules is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

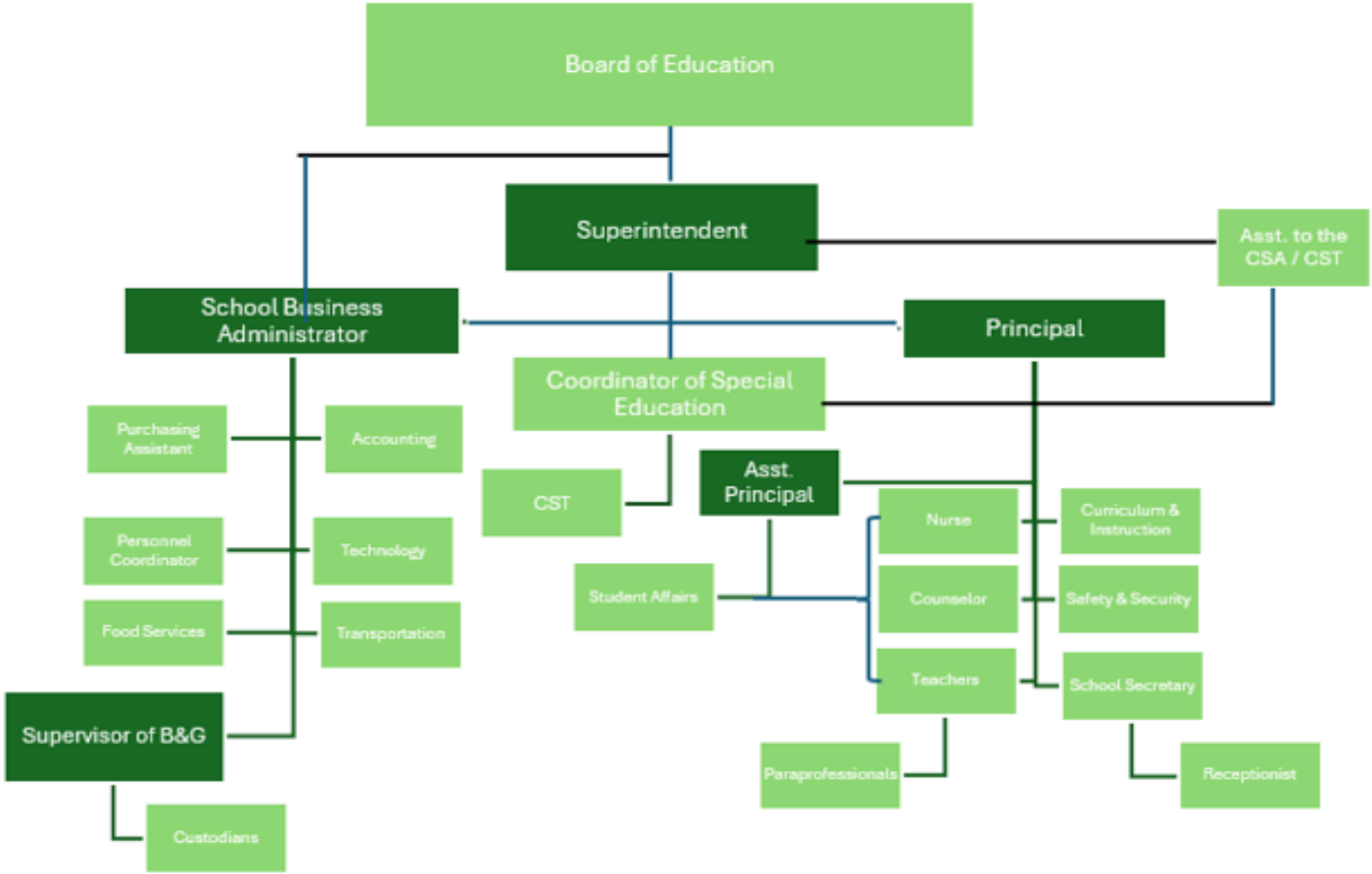
11) ACKNOWLEDGEMENTS: We would like to express our appreciation to the members of the Mansfield Township School Board for their concern in providing fiscal accountability to the citizens and taxpayers of the school district and thereby contributing their full support to the development and maintenance of our financial operation. The preparation of this report could not have been accomplished without the efficient and dedicated services of our financial and accounting staff. Special thanks is also extended to the staff of the audit firm for assistance with preparing the ACFR.

Respectfully submitted,

Diana Mai
Superintendent

Kelly Morris
Business Administrator/Board Secretary

Mansfield Township School District Organizational Chart



MANSFIELD TOWNSHIP SCHOOL DISTRICT
BOARD OF EDUCATION

ROSTER OF OFFICIALS

June 30, 2025

Members of the Board of Education	Term Expires
Alison Lorentson, President	2025
Linda Waters, Vice-President	2027
Judy Irwin	2026
Jonathan Lemp	2026
Sean Breheney	2027
Richard Stewart	2027
Jonathan Rood	2025
Jennifer Rosenblum	2026
James Winand	2025

Other Officials

Diana Mai, Superintendent

Kelly Morris, School Business Administrator/Board Secretary

MANSFIELD TOWNSHIP SCHOOL DISTRICT
BOARD OF EDUCATION

CONSULTANTS AND ADVISORS

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OFFICIAL DEPOSITORY

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Financial Section

Independent Auditor's Report

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Anthony Ardito, CPA, RMA, CMFO, PSA

Independent Auditor's Report

The Honorable President and
Members of the Board of Education
Mansfield Township School District
County of Warren
Port Murray, New Jersey 07865

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the government activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Mansfield Township School District Board of Education, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Mansfield Township School District Board of Education, as of June 30, 2025, 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.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS), the standards applicable to financial audits contained in ***Government Auditing Standards***, issued by the Comptroller General of the United States and the audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Mansfield Township School District Board of Education, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management 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, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, ***Government Auditing Standards*** and audit requirements prescribed by the Office of School Finance, Department of Education, State of New Jersey, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information and pension and post-employment benefit trend information as noted in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Mansfield Township School District Board of Education's basic financial statements. The combining and individual non-

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major fund financial statements, long-term debt schedules, and the schedule of expenditures of federal awards and state financial assistance, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*; and New Jersey OMB's Circulars 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual non-major fund financial statements, long-term debt schedules, and the schedule of expenditures of federal awards and state financial assistance are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with ***Government Auditing Standards***, we have also issued our report dated November 17, 2025, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with ***Government Auditing Standards*** the District's internal control over financial reporting and compliance.

Ardito & Company LLC

ARDITO & COMPANY LLC

Frenchtown, New Jersey
November 17, 2025

Anthony Ardito

Anthony Ardito
Certified Public Accountant
Licensed Public School Accountant No. 2369
ARDITO & COMPANY LLC
Frenchtown, New Jersey
November 17, 2025

Required Supplementary Information - Part I

Management's Discussion and Analysis

The discussion and analysis of Mansfield Township School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2025. 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 notes to the basic financial statements and financial statements to enhance their understanding of the School District's financial performance.

Financial Highlights

Key financial highlights for 2025 are as follows:

- In total, Net Position increased $623,552 which represents a 17.3% increase from 2024.
- General revenues accounted for $7,021,372 in revenue or 47.7% of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for $7,686,066 or 52.3% of total revenues of $14,707,438.
- Total assets of governmental activities decreased by $180,114, as cash and cash equivalents increased by $573,011, receivables decreased by $150,680, and capital assets decreased by $602,134.
- The School District had $14,083,886 in expenses; only $7,686,066 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily property taxes) of $7,021,372 were available to provide for these programs.
- Among major funds, the General Fund had $15,064,633 in revenues and $14,125,581 in expenditures. The General Fund's surplus balance increased $939,052 over 2024, which compares favorably to the budgeted decrease of $2,496.

Using this Generally Accepted Accounting Principals Report (GAAP)

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Mansfield Township School 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 School District, presenting both an aggregate view of the School District's finances and a longer-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 School District's most significant funds with all other non-major funds presented in total in one column. In the case of Mansfield Township School District, the General Fund is by far the most significant fund.

Reporting the School District as a Whole

Statement of Net Position and the Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2025?" The Statement of Net Position and the Statement of Activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector companies. 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 School District's Net Position and changes in those assets. This change in Net Position is important because it tells the reader that, for the School District as a whole, the financial positions of the School District has improved or diminished. The causes of this change may be the result of many factors, some financial, and some not. Nonfinancial factors include the School District's property tax base, current laws in New Jersey restricting revenue growth, facility condition, required educational programs and other factors.

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

- Governmental activities--All of the School 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 the expenses of the goods or services provided. The Food Service enterprise fund is reported as a business activity.

Reporting the School District's Most Significant Funds

Fund Financial Statements

The analysis of the School District's major funds begins on page 23. Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the General Fund, Special Revenue Fund, and Capital Projects Fund.

Governmental Funds

The School 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 years. 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 School District's general government operations and the basic services it provides. Governmental fund information helps you 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.

The School District as a Whole

Recall that the Statement of Net Position provides the perspective of the School District as a whole.

Table 1 provides a summary of the School District's Net Position for 2025 compared to 2024.

Table 1
Net Position

	2025	2024
Assets		
Current and Other Assets	$ 2,392,426	$ 1,970,406
Capital Assets	7,896,827	8,498,961
Total Assets	10,289,253	10,469,367
Deferred Outflows of Resources	334,420	443,998
Liabilities		
Long-Term Liabilities	4,018,449	4,298,240
Other Liabilities	2,010,623	2,885,160
Total Liabilities	6,029,072	7,183,400
Deferred Inflows of Resources	366,708	125,624
Net Position		
Invested in Capital Assets, Net of Debt	4,006,827	4,273,961
Restricted	1,776,280	882,978
Unrestricted	(1,555,214)	(1,552,598)
Total Net Position	$ 4,227,893	$ 3,604,341

Total assets of governmental activities decreased by $180,114, as cash and cash equivalents increased by $573,011, receivables decreased by $150,680, and capital assets decreased by $602,134.

The cash increase was mainly due to favorable budgetary operations as shown on exhibit C-1. Receivables decreased due to interfund liquidations, and the decrease in capital assets was due to depreciation expense.

Table 2 shows the changes in Net Position from fiscal year 2024.

Table 2
Changes in Net Position

	2025	2024
Revenues		
Program Revenues:		
Charges for Services	$ 309,849	$ 354,392
Operating Grants and Contributions	7,376,217	6,516,009
General Revenues:		
Property Taxes	6,630,869	6,506,464
Investment Earnings	30,898	22,174
Other	359,605	259,710
Total Revenues	14,707,438	13,658,749
Program Expenses		
Instruction	7,361,500	7,818,500
Support Services:		
Tuition	-	14,388
Pupils and Instructional Staff	2,123,610	2,340,667
General Administration, School Administration, Business	1,222,824	1,128,193
Operations and Maintenance of Facilities	864,745	875,016
Pupil Transportation	1,261,878	951,981
Business-Type Activities	565,641	474,071
Interest and Fiscal Charges	683,688	685,679
Total Expenses	14,083,886	14,288,495
Increase in Net Position	$ 623,552	$ (629,746)

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 45.1% percent of revenues for governmental activities for the Mansfield Township School District for the fiscal year 2025.

Instruction comprises 52.3% of district expenses. Support services expenses make up 38.9% of the

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows the total cost of services and the net cost of services compared to 2024. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements.

Table 3

	Total Cost of Services 2025	Net Cost of Services 2025	Total Cost of Services 2024	Net Cost of Services 2024
Instruction	$ 7,361,500	$ 3,477,034	7,818,500	$4,232,953
Support Services:				
Tuition	-	-	14,388	8,260
Pupils and Instructional Staff	2,123,610	726,573	2,340,667	964,552
General Admin., School Admin., Business	1,222,824	592,637	1,128,193	647,700
Operation and Maintenance of Facilities	864,745	419,095	875,016	502,350
Pupil Transportation	1,261,878	611,564	951,981	546,536
Business-Type Activities	565,641	61,092	474,071	3,890
Interest and Fiscal Charges	683,688	509,825	685,679	511,853
Total Expenses	$ 14,083,886	$ 6,397,820	$ 14,288,495	$ 7,418,094

Instruction expenses include activities directly dealing with the teaching of pupils and the interaction between teacher and student.

Pupils and instructional staff include the activities involved with assisting staff with the content and process of teaching to students.

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

Operation and maintenance of facilities activities involve keeping the school grounds, buildings 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.

Business-type activities includes expenses related to activities provided by the School District which are designed to provide for students to participate in food service.

Interest and fiscal charges involve the transactions associated with the payment of interest and other related charges to debt of the School District and unallocated depreciation.

The dependence upon tax revenues is apparent. Over 47.2% of instruction activities are supported through taxes and other general revenues; for all activities general revenue support is 42.9%. The community, as a whole, is the primary support for the Mansfield Township School District.

The School District's Funds

Information about the School District's major funds starts on page 24. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues and other scources of $15,921,173 and expenditures of $14,981,593. The General Fund's surplus balance increased $939,052 over 2024, which compares favorably to the budgeted decrease of $2,496.

General Fund Budgeting Highlights

The School District's budget is prepared according to New Jersey law, and is based on accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The most significant budgeted fund is the General Fund.

During the course of the fiscal 2025 year, the School District amended its General Fund budget as needed. The School District uses program based budgeting and the budgeting systems are designed to tightly control total program budgets but provide flexibility for program management.

For the General Fund, budget basis revenue and other financing sources, excluding on-behalf payments, was $12,094,859, $606,481 over original budgeted estimates of $11,488,378. This difference was due primarily to a non-budgeted transportation revenue, extraordinary state aid, and interest earnings.

General fund revenues exceeded expenditures by $1,084,422. Again this surplus compares to a budgeted deficit of $2,496, despite budget over-expenditures of $298,309.

Overall general fund balance (budget basis) was $2,292,662, and amounts ear-marked and reserved for future purposes were $1,768,603, creating a surplus in unreserved fund balance of $524,059. Management believes unreserved fund balance at statutory levels will provide adequate working capital for the district.

Capital Assets

At the end of the fiscal year 2025, the School District had $7,887,220 invested in land, buildings, furniture and equipment, and vehicles. Table 4 shows fiscal 2025 balances compared to 2024.

Table 4
Capital Assets (Net of Depreciation) at June 30,

	2025	2024
Land	$ 26,344	$ 26,344
Land Improvements	161,838	174,109
Buildings and Improvements	7,462,225	7,970,490
Machinery and Equipment	236,813	315,948
Totals	$ 7,887,220	$ 8,486,891

Overall governmental fund capital assets decreased $599,671 from fiscal year 2024 to fiscal year 2025. The decrease in capital assets was due to depreciation expense for the year.

Capital improvements of $00 were purchased during fiscal year 2025.

Debt Administration

At June 30, 2025, the School District had $4,374,277 as outstanding long term debt. Of this amount, $3,890,000 is for bonds payable, $431,825 is for compensated absences, and $52,452 is for unamortized bond premiums received.

At June 30, 2025, the School District's overall legal debt margin was $20,181,389 and the unvoted debt margin was the same.

For the Future

The Mansfield Township School District is in fair financial condition presently. A major concern is heavy reliance on local property taxes to fund the school's operations and continued use of surplus and reserve balances to fund budgeted operations..

In conclusion, the Mansfield Township School District has committed itself to financial excellence and to improve the district's system for financial planning, budgeting, and internal financial controls. The School District plans sound fiscal management to meet the challenges of the future.

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 School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information contact the School Business Administrator/Board Secretary at Mansfield Township School District, 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

Exhibit A-1

STATEMENT OF NET POSITION

June 30, 2025

	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
ASSETS			
Cash and Cash Equivalents	$ 1,594,804	$ 295,269	$ 1,890,073
Receivables, Net	419,478	14,284	433,762
Interfund Receivable		62,896	62,896
Inventory		5,695	5,695
Capital Assets, Net (Note 6):	7,887,220	9,607	7,896,827
Total Assets	**9,901,502**	**387,751**	**10,289,253**
DEFERRED OUTFLOWS OF RESOURCES			
Pension Deferred Outflows (Note 8)	334,420	-	334,420
LIABILITIES			
Accounts Payable	30,927	3,583	34,510
Payroll Deductions and Withholdings Payable	72,226		72,226
Unemployment Compensation Claims Payable	27,512		27,512
Interfund Payable	41,215	21,681	62,896
Accrued Interest	56,467		56,467
Unearned Revenue	44,439	1,556	45,995
Net Pension Liability (Note 8)	1,355,189		1,355,189
Noncurrent Liabilities (Note 7):			
Due Within One Year	355,828		355,828
Due Beyond One Year	4,018,449		4,018,449
Total Liabilities	**6,002,252**	**26,820**	**6,029,072**
DEFERRED INFLOWS OF RESOURCES			
Pension Deferred Inflows (Note 8)	366,708	-	366,708
NET POSITION			
Invested in Capital Assets, Net of Related Debt	3,997,220	9,607	4,006,827
Restricted for:			
Capital Reserve	1,120,657		1,120,657
Maintenance Reserve	329,759		329,759
Other	325,864		325,864
Unrestricted	(1,906,538)	351,324	(1,555,214)
Total Net Position	**$ 3,866,962**	**$ 360,931**	**$ 4,227,893**

The accompanying Notes to Basic Financial Statements are an integral part of this statement.

MANSFIELD TOWNSHIP SCHOOL DISTRICT

Exhibit A-2

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2025

		PROGRAM REVENUES			NET(EXPENSE) REVENUE AND CHANGES IN NET POSITION		
Functions/Programs	**EXPENSES**	**CHARGES FOR SERVICES**	**OPERATING GRANTS AND CONTRIBUTIONS**	**CAPITAL GRANTS AND CONTRIBUTIONS**	**GOVERNMENTAL ACTIVITIES**	**BUSINESS-TYPE ACTIVITIES**	**TOTAL**
Governmental Activities:							
Instruction:							
Regular	$ 4,684,107		$ 2,504,661		$ (2,179,446)		$ (2,179,446)
Special Education	2,113,801		1,089,356		(1,024,445)		(1,024,445)
Other Special Instruction	563,592		290,449		(273,143)		(273,143)
Support Services:							
Tuition					-		-
Student & Instruction Related Services	2,123,610	$ 21,162	1,375,875		(726,573)		(726,573)
School Administrative Services	375,328		193,427		(181,901)		(181,901)
General and Business Admin. Services	847,496		436,760		(410,736)		(410,736)
Plant Operations and Maintenance	864,745		445,650		(419,095)		(419,095)
Pupil Transportation	1,261,878		650,314		(611,564)		(611,564)
Unallocated Depreciation & Other Fiscal Items	683,688		173,863		(509,825)		(509,825)
Total Governmental Activities	13,518,245	21,162	7,160,355		(6,336,728)		(6,336,728)
Business-Type Activities:							
Child Care	129,494	170,440				$ 40,946	40,946
Food Service	436,147	118,247	215,862			(102,038)	(102,038)
Total Business-Type Activities	565,641	288,687	215,862	-	-	(61,092)	(61,092)
Total Primary Government	**$ 14,083,886**	**$ 309,849**	**$ 7,376,217**		**$ (6,336,728)**	**$ (61,092)**	**$ (6,397,820)**
General Revenues:							
Taxes:							
Property Taxes, Levied for General Purposes,Net					$ 6,630,869		$ 6,630,869
Property Taxes, Levied for Debt Service							-
Investment Earnings					30,898		30,898
Miscellaneous Income					359,605		359,605
Total General Revenues, Special Items, Extraor. Items & Transfers					7,021,372	-	7,021,372
Change in Net Position					684,644	$ (61,092)	623,552
Net Position—Beginning					3,182,318	422,023	3,604,341
Net Position—Ending					**$ 3,866,962**	**$ 360,931**	**$ 4,227,893**

The accompanying Notes to Basic Financial Statements are an integral part of this statement.

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

Exhibit B-1

BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2025

	GENERAL FUND	SPECIAL REVENUE FUND	DEBT SERVICE FUND	TOTAL GOVERNMENTAL FUNDS
ASSETS				
Cash and Cash Equivalents	$ 1,582,652	$ 12,151	$ 1	$ 1,594,804
Interfund Receivable	316,569	283,525		600,094
Accounts Receivable	60,647	26,579		87,226
Receivables from Other Governments	294,597	37,655		332,252
TOTAL ASSETS	**$ 2,254,465**	**$ 359,910**	**$ 1**	**$ 2,614,376**
LIABILITIES AND FUND BALANCES				
Liabilities:				
Interfund Payable	$ 334,740	$ 306,569		$ 641,309
Accounts Payable	21,776	9,151		30,927
Payroll Deductions and Withholdings Payable	72,226			72,226
Unemployment Compensation Claims Payable	27,512			27,512
Unearned Revenue	12,400	32,039		44,439
Total Liabilities	468,654	347,759	-	816,413
Fund Balances:				
Restricted for:				
Capital Reserve Account	$ 1,120,657			$ 1,120,657
Maintenance Reserve	329,759			329,759
Unemployment Compensation	246,962			246,962
Student Activities		$ 12,151		12,151
Assigned to:				
Year-End Encumbrances	4,474			4,474
Designated for Subsequent Year's Expenditures	66,751			66,751
Unassigned:				
General Fund - Undesignated	17,208			17,208
Debt Service Fund - Undesignated			$ 1	1
Total Fund Balances	1,785,811	12,151	1	1,797,963
TOTAL LIABILITIES AND FUND BALANCE	**$ 2,254,465**	**$ 359,910**	**$ 1**	**$ 2,614,376**

Amounts reported for governmental activities in the statement of net position (A-1) are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is $16,603,916 and the accumulated depreciation is $8,716,696.	$ 7,887,220
Deferred Outflows related to pension contributions subsequent to the Net Pension Liablity measurement date and other deferred items are not current financial resources and therefore are not report in the fund statements. (See Note 8)	334,420
Deferred Inflows related to pension actuarial gains from experience and differences in actual return and assumed returns and other deferred items are not reported as liabilities in the fund statements. (See Note 8)	(366,708)
Long-term liabilities, including Net Pension Liability, are not due and payable in the current period and therefore are not reported as liabilties in the funds (see Note 8)	(1,355,189)
Accrued Interest on Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilties in the funds (see Note 7)	(56,467)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilties in the funds (see Note 7).	(4,374,277)
Net Position of governmental activities	$ 3,866,962

The accompanying Notes to Basic Financial Statements are an integral part of this statement.

Exhibit B-2

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	General Fund	Special Revenue Fund	Debt Service Fund	Total Governmental Funds
REVENUES				
Local sources:				
Local Tax Levy	6,341,507		$ 289,362	$ 6,630,869
Tuition	91,553			91,553
Interest Earned on Capital Reserve Funds	1,105			1,105
Miscellaneous	297,845	$ 21,162		319,007
Total - Local Sources	6,732,010	21,162	289,362	7,042,534
State Sources	8,315,264	-	173,863	8,489,127
Federal Sources	17,359	372,153		389,512
Total Revenues	**15,064,633**	**393,315**	**463,225**	**15,921,173**
EXPENDITURES				
Current:				
Regular Instruction	3,118,414	111,322		3,229,736
Special Education Instruction	1,470,133			1,470,133
Other Special Instruction	391,974			391,974
Support services and undistributed costs:				
Tuition	-			-
Student and Instruction Related Services	1,195,490	281,465		1,476,955
School Administrative Services	258,420			258,420
Other Administrative Services	589,427			589,427
Plant Operations and Maintenance	595,370			595,370
Pupil Transportation	877,627			877,627
Unallocated Benefits	5,581,464			5,581,464
Transfer to Charter School	44,337			44,337
Debt Service:				
Principal			335,000	335,000
Interest and Other Charges			128,225	128,225
Capital Outlay	2,925			2,925
Total Expenditures	**14,125,581**	**392,787**	**463,225**	**14,981,593**
Excess (Deficiency) of Revenues Over Expenditures	939,052	528	-	939,580
Fund Balance—July 1	846,759	11,623	1	858,383
Fund Balance—June 30	**1,785,811**	**12,151**	**1**	**1,797,963**

The accompanying Notes to Basic Financial Statements are an integral part of this statement.

MANSFIELD TOWNSHIP SCHOOL DISTRICT

Exhibit B-3

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2025

Total Net Change in Fund Balances - Governmental Funds (from B-2)		$ 939,580
Amounts reported for governmental activities in the statement of activities (A-2) are different because:		
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the period.		
Depreciation Expense	$ (599,671)	
Capital Outlays	-	(599,671)
Pension contributions are reported in governmental funds as expenditures. However, in the statement of activities, the contributions are adjusted for actuarial valuation adjustments, including service and interest costs, administravtive costs, investment returns, and experience/assumption. This is the amount by which net pension liability and deferred inflows/outflows related to pension changed during the period.		75,338
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets and is not reported in the statement of activities.		335,000
In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. This is the amount by which current year's amount of interest accrual exceeds the prior year's amount.		4,606
Governmental Funds report the effect of premiums received on debt issuance when the debt is first issued, whereas these amounts are deferred and amortized in Statement of Activities		5,828
In the statement of activities, compensated absences is accrued regardless of when paid. In the governmental funds, compensated absences are reported when paid. This is the amount by which the current year's compensated absence payments exceed the current year's amount earned.		(76,037)
Change in Net Position of Governmental Activities		**$ 684,644**

The accompanying Notes to Basic Financial Statements are an integral part of this statement.

MANSFIELD TOWNSHIP SCHOOL DISTRICT

Exhibit B-4

STATEMENT OF PROPRIETARY NET POSITION
PROPRIETARY FUNDS

June 30, 2025

	Business-Type Activities-Enterprise Funds			
	Food Service	**Before & After Child Care**	**Summer Recreation**	**Total Enterprise**
ASSETS				
Current assets:				
Cash and Cash Equivalents	$ 198,863	$ 92,789	$ 3,617	$ 295,269
Accounts Receivable	5,740	8,544		14,284
Inventories	5,695	-		5,695
Interfund Receivables	-	62,896		62,896
Total Current Assets	**210,298**	**164,229**	**3,617**	**378,144**
Noncurrent Assets:				
Furniture, Machinery and Equipment	65,187	-		65,187
Less Accumulated Depreciation	(55,580)	-		(55,580)
Total Noncurrent Assets	**9,607**	**-**	**-**	**9,607**
Total Assets	**219,905**	**164,229**	**3,617**	**387,751**
LIABILITIES				
Current liabilities:				
Interfund Payables	21,067	614		21,681
Accounts Payable	3,583	-		3,583
Deferred Revenue	1,556	-		1,556
Total Current Liabilities	**26,206**	**614**	**-**	**26,820**
Total Liabilities	**26,206**	**614**	**-**	**26,820**
NET POSITION				
Invested in Capital Assets Net of Related Debt	9,607	-	-	9,607
Unrestricted	184,092	163,615	3,617	351,324
Total Net Position	**$ 193,699**	**$ 163,615**	**$ 3,617**	**$ 360,931**

The accompanying Notes to Basic Financial Statements are an integral part of this statement.

Exhibit B-5

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	Business-type Activities-Enterprise Fund			
	Food Service	**Before & After Child Care**	**Summer Recreation**	**Total Enterprise**
Operating Revenues:				
Charges for Services:				
Daily Sales - Reimbursable Programs	$ 74,544			$ 74,544
Daily Sales - Non-Reimb. Programs	43,703			43,703
Program Fees	-	$ 170,440		170,440
Total Operating Revenues	**118,247**	**170,440**		**288,687**
Operating Expenses:				
Cost of Sales - Reimbursable Programs	101,464			101,464
Cost of Sales - Non-reimbursable Programs	38,441			38,441
Salaries-Child Care	-	122,423		122,423
Salaries-Food Service	103,788			103,788
Salaries-Aides	29,340			29,340
Employee Benefits	32,950			32,950
Supplies & Repairs	103,371	7,042		110,413
Other Purchased Services	20,200			20,200
Miscellaneous	4,130	29		4,159
Depreciation	2,463			2,463
Total Operating Expenses	**436,147**	**129,494**		**565,641**
Operating Income (Loss)	(317,900)	40,946		(276,954)
Nonoperating Revenues (Expenses):				
State Sources:				
State School Lunch Program	17,425			17,425
Federal Sources:				
National School Lunch Program	153,403			153,403
National School Breakfast Program	28,328			28,328
Food Distribution Program	16,706			16,706
Total Nonoperating Revenues (Expenses)	**215,862**			**215,862**
Change in Net Position	(102,038)	40,946		(61,092)
Total Net Position—Beginning	295,737	122,669	3,617	422,023
Total Net Position—Ending	**$ 193,699**	**$ 163,615**	**$ 3,617**	**$ 360,931**

The accompanying Notes to Basic Financial Statements are an integral part of this statement.

MANSFIELD TOWNSHIP SCHOOL DISTRICT

Exhibit B-6

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

For the Year Ended June 30, 2025

	Business-Type Activities-Enterprise Funds			
	Food Service	**Before & After Child Care**	**Summer Recreation**	**Total Enterprise**
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from Customers	$ 118,247	$ 170,440	-	$ 288,687
Payments to Employees	(133,128)	(80,327)	-	(213,455)
Payments for Employee Benefits	(32,950)	-	-	(32,950)
Payments to Suppliers	(287,619)	(57,435)	-	(345,054)
Net Cash Provided by (used for) Operating Activities	(335,450)	32,678	-	(302,772)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
State Sources	17,137	-	-	17,137
Federal Sources	178,866	-	-	178,866
Operating Transfers to Other Funds	307,718	-	-	307,718
Net Cash Provided by (used for) Non-Capital Financing Activities	503,721	-	-	503,721
Net Increase (Decrease) in Cash and Cash Equivalents	168,271	32,678	-	200,949
Balances—Beginning of Year	30,592	60,111	$ 3,617	94,320
Balances—End of Year	**$ 198,863**	**$ 92,789**	**$ 3,617**	**$ 295,269**
Reconciliation of Operating Income (Loss) to Net Cash Provided (used) by Operating Activities:				
Operating Income (Loss)	$ (317,900)	$ 40,946	-	$ (276,954)
Provided by (used for) Operating Activities:				
Depreciation and Net Amortization	2,463			2,463
Federal Commodities	16,706			16,706
(Increase) Decrease in Accounts Receivable	-	(8,152)		(8,152)
(Increase) Decrease in Inventories	310	-		310
Increase (Decrease) in Accounts Payable	(37,029)	(116)		(37,145)
Total Adjustments	(17,550)	(8,268)	-	(25,818)
Net Cash Provided by (used for) Operating Activities	**$ (335,450)**	**$ 32,678**	**-**	**$ (302,772)**

The accompanying Notes to Basic Financial Statements are an integral part of this statement.

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 generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Board's accounting policies are described below.

In June 1999, the Governmental Accounting Standards Board (GASB) unanimously approved Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments (Statement No.34). This Statement provided the most significant change in financial reporting in over twenty years and implementation was phased-in (based on amount of revenues) starting with fiscal years ending 2002 (for larger governments). The District was not required to implement the new model until the 2003-2004 school year.

In addition, the School District has implemented GASB Statement No.37, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments: Omnibus, Statement No.38, Certain Financial Statement Note Disclosures, Statement No.40, Deposit and Investment Risk Disclosures, an amendment of GASB Statement No.3, and Statement 44, Economic Condition Reporting: The Statistical Section (GASB 44), an amendment of NCGA Statement 1, Governmental Accounting and Financial Reporting Principles is found in the Introduction, a revised statistical section in the Outline of the ACFR, GASB Statement No. 45, Other Post-retirement Employee Benefits, GASB No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, and GASB No. 63 and 65, Deferred Outflows and Inflows and Net Position, and Items Previously Reported as Assets and Liablities, GASB No. 68, Accounting for Pensions, an amendment of GASB No. 27, GASB No. 75, Accounting for OPEB, GASB 84, Fiduciary Activities, GASB 87, Leases, GASB 96, Subscriptions, GASB 98, Annual Comprehensive Financial Report, GASB 100, Accounting Changes and Error Corrections, and GASB 101, Compensated Absences. The implementation of these statements did not effect net position balances as previously reported for the fiscal year ended June 30, 2024.

A. Reporting Entity:

The Mansfield Township School 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-8. The Mansfield Township School District had an approximate enrollment at June 30, 2025, of 571 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:

- the organization is legally separate (can sue or be sued in their own name)
- the District holds the corporate powers of the organization
- the District appoints a voting majority of the organization's board
- the District is able to impose its will on the organization
- the organization has the potential to impose a financial benefit/burden on the District
- 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 (Continued)

B. Basis of Presentation, Basis of Accounting:

The School District's basic financial statements consist of District-wide statements, including a statement of net position and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

Basis of Presentation

District-wide Statements: The statement of net position and the statement of activities display information about the District as a whole. 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 activity of the District. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees and charged to external parties. The statement of net position presents the financial condition of the governmental and business-type activity of the School District at fiscal year end. The statement of activities presents a comparison between direct expenses and program revenues for the business-type activity of the District and for each function of the District's governmental activities.

Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues. The comparison of direct expenses with program revenues identifies the extent to which each governmental function or business segment is self-financing or draws from the general revenues of the School District.

Fund Financial Statements: During the fiscal year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. The fund financial statements provide information about the District's funds, including its fiduciary funds. Separate statements for each fund category—*governmental, proprietary,* and *fiduciary*—are presented. The New Jersey Department of Education (NJDOE) has elected to require New Jersey districts to treat each governmental fund as a major fund in accordance with the option noted in GASB No.34, paragraph 76. The NJDOE believes that the presentation of all funds as major is important for public interest and to promote consistency among district financial reporting models.

GOVERNMENTAL FUNDS

The District reports the following governmental funds:

General Fund - The General Fund is the general operating fund of the District and is used to account for all expendable 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 subfund. The fund also accounts for the payroll, payroll agency, and unemployment fund per GASB No. 84.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation, Basis of Accounting (Continued):

GOVERNMENTAL FUNDS (Continued)

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 Special Revenue Fund is used to account for the proceeds of specific revenue 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. The fund also accounts for the student activity fund as per GASB No. 84.

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.

PROPRIETARY FUNDS

The District reports the following proprietary fund:

Enterprise Funds - The Enterprise Funds account for all revenues and expenses pertaining to the Board's cafeteria (food service) and child care operations. The food service 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 costs (i.e. expenses including depreciation and indirect costs) of providing goods or services to the students on a continuing basis be financed or recovered primarily through federal & state subsidies and user charges. The before & after child care fund is utilized to account for operations that are financed and operated in a manner similar to private business enterprises to provide care to students before and after school. The before & after child care fund is financed primarily through user charges.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation, Basis of Accounting (Continued):

Measurement Focus - Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements.

District-wide, Proprietary, and Fiduciary Fund Financial Statements: The District-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting; the enterprise fund and fiduciary funds use the accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures. Ad Valorem (Property) Taxes are susceptible to accrual as under New Jersey Statute a municipality is required to remit to its school district the entire balance of taxes 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 monies under the established payment schedule and the unpaid amount is considered to be an "accounts receivable". Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements: Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

All governmental and business-type activities and enterprise funds of the District follow FASB Statements and Interpretations issued on or before November 30, 1989, Accounting Principles Board Opinions, and Accounting Research Bulletins, unless those pronouncements conflict with GASB pronouncements.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. 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 for approval and are voted upon at the annual school election on the third Tuesday in April. Budgets are prepared using the modified accrual basis of accounting, except for the special revenue funds. The legal level of budgetary control is established at line item accounts within each fund. Line item accounts are defined as the lowest (most specific) level of detail as established pursuant to the minimum chart of accounts referenced in N.J.A.C. 6:20-2A.2(m)1. All budget amendments/transfers must be approved by School Board resolution. In addition, transfers are also covered by changes in N.J.A.C. 6A:23A-2.3 that can require approval through the state department. All budget amounts presented in the accompanying supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year).

Appropriations, except remaining project appropriations, encumbrances and unexpended grant appropriations, lapse at the end of each fiscal year. The capital projects fund presents the remaining project appropriations compared to current year expenditures.

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

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

D. Encumbrance Accounting:

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 deferred revenues at fiscal year end.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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.

E. Assets, Liabilities and Equity:

Cash and Cash Equivalents:

Cash and cash equivalents includes petty cash, change funds, amounts in deposits, money market accounts and short-term investments with original maturities of three months or less.

Interfund Transactions:

Transfers between governmental and business-type activities on the District-wide statements are reported in the same manner as general revenues.

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in the enterprise fund. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

Inventories:

Inventory purchases, other than those recorded in the enterprise fund, are recorded as expenditures during the year of purchase. Enterprise fund inventories are valued at cost, which approximates market, using the first-in, first-out (FIFO) method.

Allowance for Uncollectible Accounts:

No allowance for uncollectible accounts has been recorded as all amounts are considered collectible.

Capital Assets:

The District has established a formal system of accounting for its capital assets. Purchased or constructed capital assets are reported at cost. Donated capital assets are valued at their estimated fair market value on the date received. 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. The School District does not possess any infrastructure. The capitalization threshold used by school districts in the State of New Jersey is $2,000.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities and Equity (Continued):

All reported capital assets except for land and construction in progress are depreciated. Depreciation is computed using the straight-line method under the half-year convention over the following estimated useful lives:

Asset Class	Estimated Useful Lives
School Buildings	50
Building Improvements	20
Electrical/Plumbing	30
Vehicles	8
Office and Computer Equipment	5-10
Instructional Equipment	10
Grounds Equipment	15

In the fund financial statements, fixed assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Fixed assets are not capitalized and related depreciation is not reported in the fund financial statements.

Compensated Absences:

The District accounts for compensated absencesas directed by Governmental Accounting Standards Board Statement No.101 (GASB 101), "Compensated Absences". Examples of compensated absences are paid time off, sick leave, holidays, parental leave, military leave, jury duty, bereavement, sabbatical, and floating holidays.

District employees are granted varying amounts of vacation and sick leave with the District's personnel policies. Upon termination, employees are paid accrued vacation. 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 District's agreements with the various employee unions.

The liability for compensated absences was accrued and determined based on 1.) leave that has not been used, and 2.) leave that has been used but not yet paid in cash or settled through noncash means. For leave that has not been used, a liability is recognized if, 1.) the leave is attributable to services already rendered, 2.) the leave accumulates (no-use-it-or-lose-it), and, the leave is more likely to than not to be used for time off or otherwise paid in cash or settled through noncash means. For leave that has been used, a liability should be recognized when leave has been used for time off but has not been paid in cash or settled through noncash means.

For the District-wide Statements, the current portion is the amount estimated to be used in the following year. In accordance with GAAP, for the governmental funds, in the Fund Financial Statements, all of the compensated absences are considered long-term and therefore, are not a fund liability and represents a reconciling item between the fund level and District-wide presentations.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities and Equity (Continued):

Deferred Revenue:

Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Property taxes for which there is an enforceable legal claim as of June 30, 2025, but which were levied to finance subsequent fiscal year operations, have been recorded as deferred revenue. Grants and entitlement received before the eligible requirements are met are also recorded as deferred revenue.

Accrued Liabilities and Long-Term Obligations:

All payables, accrued liabilities and long-term obligations are reported on the District-wide financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, contractually required pension contributions and compensated absences that are paid from governmental funds are reported as liabilities on the fund financial statements only to the extent that they are due for payment during the current year. Bonds are recognized as a liability on the fund financial statements when due.

Net Position:

Net Position represent the difference between assets and liabilities. Net Position invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction or improvement of those assets. Net Position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The School District's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

Fund Balance Reserves:

The School District reserves those portions of fund balance which are legally segregated for a specific future use or which do not represent available expendable resources and, therefore, are not available for appropriation or expenditure. Unreserved fund balance indicates that portion which is available for appropriation in future periods. A fund balance reserve has been established for encumbrances.

Revenues—Exchange and Nonexchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means within sixty days of the fiscal year end.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities and Equity (Continued):

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, income taxes, grants, entitlements and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from income taxes is recognized in the period in which the income is earned. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year end: property taxes available as an advance, interest and tuition.

Operating Revenues and Expenses:

Operating revenues are those revenues that are generated directly from the primary activity of the enterprise fund. For the School District, these revenues are sales for food service. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the enterprise fund.

Allocation of Indirect Expenses:

The District reports all direct expenses by function in the Statement of Activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses are allocated to functions but are reported separately in the Statement of Activities. Employee benefits, including the employer's share of social security, workers compensation and medical and dental benefits, were allocated based on salaries of that program. Depreciation expense, where practicable, is specifically identified by function and is included in the indirect expense column of the Statement of Activities. Depreciation expense, that could not be attributed to a specific function, is considered an indirect expense and is reported separately on the Statement of Activities. Interest on long-term debt is considered an indirect expense and is reported separately on the Statement of Activities.

Extraordinary and Special Items:

Extraordinary items are transactions or events that are unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of management and are either unusual in nature or infrequent in occurrence. Neither of these types of transactions occurred during the fiscal year.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Assets, Liabilities and Equity (Continued):

Management Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of revenues and expenditures/expenses during the reporting period. Actual amounts could differ from those estimates.

NOTE 2: CASH AND CASH EQUIVALENTS

Deposits:

New Jersey statutes require that school districts deposit public funds in public depositories located in New Jersey, which are insured by the Federal Deposit Insurance Corporation, the Federal Savings and Loan Insurance Corporation, or by any other agency of the United States that insures deposits made in public depositories. School districts are also permitted to deposit public funds in the State of New Jersey Cash Management Fund.

New Jersey statutes require public depositories to maintain collateral for deposits of public funds that exceed depository insurance limits as follows:

The market value of the collateral must equal at least 5% of the average daily balance of collected public funds on deposit.

In addition to the above collateral requirement, if the public funds deposited exceed 75% of the capital funds of the depository, the depository must provide collateral having a market value at least equal to 100% of the amount exceeding 75%.

All collateral must be deposited with the Federal Reserve Bank of New York, the Federal Reserve Bank of Philadelphia, the Federal Home Loan Bank of New York, or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than $25,000,000.

The Board has no policy regarding custodial risk for deposits.

Pursuant to GASB Statement No. 40, "Deposit and Investment Risk Disclosures" ("GASB 40"), the district's accounts are profiled in order to determine exposure, if any, to Custodial Credit Risk (risk that in the event of failure of the counterparty the municipality would not be able to recover the value of its deposits or investment). Deposits are considered to be exposed to Custodial Credit Risk if they are: uncollarteralized or collateralized with securities held by the financial institution's trust department or agent but not in the government's name. At June 30, 2025, all of the district's deposits were collateralized by securities held in its name and, accordingly, not exposed to custodial credit risk. The district does not have a policy for custodial credit risk.

NOTE 2: CASH AND CASH EQUIVALENTS - (Continued)

As of June 30, 2025, cash and cash equivalents of the District consisted of the following:

	Cash and Cash Equivalents (A-1)
Checking Accounts	$ 1,547,836
Certificate of Deposit	342,237
	$ 1,890,073

The carrying amount of the Board's cash and cash equivalents at June 30, 2025, was $1,890,073 and the bank balance was $2,272,988. All bank balances were covered by federal depository insurance and/or covered by a collateral pool maintained by the banks as required by New Jersey statutes. Of these bank balances, $250,000 was covered by federal depository insurances and $2,022,988 was covered by collateral pool.

NOTE 3: RECEIVABLES

Receivables at June 30, 2025, consisted of intergovernmental grants and aid. All receivables are considered collectible in full. A summary of the principal items of intergovernmental receivables follows:

	Governmental Fund Financial Statements	Government-Wide Financial Statements
State Aid	$ 294,597	$ 295,140
Federal Aid	37,655	42,852
Receivables-Child Care	-	8,544
Receivables-E-rate & Interlocal	87,226	87,226
Gross Receivable	419,478	433,762
Less: Allow. for Uncollectibles	-	-
Total Receivables, Net	$ 419,478	$ 433,762

NOTE 4: INVENTORY

Inventory in the Food Service Fund at June 30, 2025, consisted of the following:

Commodities	$ 1,556
Food	4,139
Total	$ 5,695

The value of Federal donated commodities as reflected on Schedule A (required by the Single Audit Law of 1996, as revised) 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 5: DEFERRED BOND ISSUANCE COSTS

In governmental funds, debt issuance costs are recognized in the current period. For the District-wide financial statements, governmental activity debt issuance costs are amortized straight-line over the life of the specific bonds (18 to 20 years). The costs associated with the issued of the various bonds are immaterial and are not amortized on the District-wide financial statements.

NOTE 6: CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2025, was as follows:

	Beginning Balance	Additions	Retirements	Ending Balance
Governmental Activities:				
Capital Assets Not Being Depreciated:				
Land & Construction in Progress	$ 26,344			$ 26,344
Capital Assets Being Depreciated:				
Land Improvements	556,015			556,015
Buildings and Building Improvements	14,850,923			14,850,923
Machinery and Equipment	1,170,634			1,170,634
Total at Historical Cost	16,577,572	-	-	16,577,572
Less Accumulated Depreciation for:				
Land Improvements	(381,906)	$ (12,271)		(394,177)
Building and Improvements	(6,880,433)	(508,265)		(7,388,698)
Equipment	(854,686)	(79,135)		(933,821)
Total Accumulated Depreciation	(8,117,025)	(599,671)		(8,716,696)
Total Capital Assets Being Depreciated, net of Accumulated Depreciation	8,460,547	(599,671)	-	7,860,876
Government Activity Capital Assets, Net	**$ 8,486,891**	**$ (599,671)**	**-**	**$ 7,887,220**

On January 11, 2001, the NJ State Department of Education announced that effective July 1, 2001, the capitalization threshold used by school districts in the State of New Jersey is increased to $2,000. The previous threshold was $500. Applying the higher capitalization threshold retroactively (removal of old assets from the General Fixed Assets Account Group) will be permitted by the State regulations in situations where (1) the assets have been fully depreciated, or (2) the assets have exceeded their useful lives. The retirement of machinery and equipment is due to the retroactive application of the higher threshold of equipment capitalization. That is, the District has removed from their records assets with a historical cost greater than $500 but not greater than $2,000 that were fully depreciated or had exceeded their useful lives.

NOTE 6: CAPITAL ASSETS

Depreciation expense was charged to functions as follows:

Regular Instruction	$ 28,027
School Administration	2,618
Plant and Operations	6,054
General Unallocated	562,972
Total	$ 599,671

NOTE 7: LONG-TERM OBLIGATIONS

Bonds are authorized in accordance with State law by the voters of the municipality through referendums. All bonds are retired in serial installments within the statutory period of usefulness. Bonds issued by the Board are general obligation bonds.

A. Long-Term Obligation Activity:

Changes in long-term obligations for the year ended June 30, 2025, are as follows:

	Balance 7/1/24	Increases	Decreases	Balance 6/30/25	Amounts Due Within One Year
Governmental Activities:					
Bonds Payable:					
General Obligation Debt	$4,225,000		($335,000)	$3,890,000	$350,000
Other Liabilities:					
Unamortized Bond Premium	58,280		(5,828)	52,452	5,828
Compensated Absences Payable	355,788	$76,037		431,825	
Total	$4,639,068	$76,037	($340,828)	$4,374,277	$355,828

Compensated absences are liquidated in the General Fund. Payments on General Obligation Debt are liquidated in the Debt Service Fund.

Interest paid on debt issued by the District is exempt from federal income taxes. Because of this, bond holders are willing to accept a lower interest rate than they would on taxable debt. The District temporarily reinvests the proceeds of such debt in higher-yielding taxable securities, especially during construction projects. The federal tax code refers to this as arbitrage.

Earnings in excess of the yield on the debt issue are rebated to the federal government based on requirements in the Internal Revenue Code. Arbitrage rebate payable represents amounts due to the Internal Revenue Service for interest earned on unspent bond proceeds that exceeds legally allowable returns.

NOTE 7: LONG-TERM OBLIGATIONS (Continued)

Rebatable arbitrage liabilities related to District debt are not recorded in governmental funds. There is no recognition in the balance sheet or income statement until rebatable amounts are due and payable to the federal government. Thus, rebatable arbitrage liabilities related to governmental debt will be accrued as incurred at least annually (at fiscal year end) on the District-wide financial statements.

For the year ended June 30, 2025, it is not necessary for the Board to establish a liability for arbitrage rebate.

	Government Activities			
	Issue Date	Interest Rates	Date of Maturity	Balance 6/30/25
Bonds Payable	7/15/15	3.0-3.5%	7/15/34	$ 3,890,000
Total Bonds				$ 3,890,000

B. Debt Service Requirements:

Debt Service requirements on serial bonds payable at June 30, 2025, is as follows:

Year Ending June 30,	Principal	Interest	Total
2026	$ 350,000	$ 117,950	$ 467,950
2027	365,000	107,225	472,225
2028	375,000	96,125	471,125
2029	400,000	84,500	484,500
2030-2034	2,000,000	235,750	2,235,750
2035	400,000	7,000	407,000
	$ 3,890,000	$ 648,550	$ 4,538,550

As of June 30, 2025, the District had no authorized but not issued bonds.

NOTE 8: PENSION PLANS

Description of Plans - All required employees of the District are covered by either the Public Employees' Retirement System or the Teachers' Pension and Annuity Fund which have been established by state statute and are administered by the New Jersey Division of Pension and Benefits (Division). According to the State of New Jersey Administrative Code, all obligations of both Systems will be assumed by the State of New Jersey should the Systems terminate. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System and the Teachers' Pension and Annuity Fund. These reports may be obtained by writing to the Division of Pension and Benefits, PO Box 295, Trenton, New Jersey, 08625 or on the internet at http://www.state.nj.us/treasury/pensions/annrprts.shtml.

NOTE 8: PENSION PLANS (Continued)

Teachers' Pension and Annuity Fund (TPAF) - The Teachers' Pension and Annuity Fund was established as of January 1, 1955, under the provisions of N.J.S.A. 18A:66 to provide retirement benefits, death, disability and medical benefits to certain qualified members. The Teachers' Pension and Annuity Fund is considered a cost-sharing multiple-employer plan with a special funding situation, as under current statute, 100% of employer contributions are made by the State of New Jersey on behalf of the District and the system's other related non-contributing employers. Membership is mandatory for substantially all teachers or members of the professional staff certified by the State Board of Examiners, and employees of the Department of Education who have titles that are unclassified, professional and certified.

Summary of Significant Accounting Policies - For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Teachers Pension and Annuity Fund (TPAF) and additions to/deductions from the TPAF's fiduciary net position have been determined on the same basis as they are reported by the TPAF. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

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

The employer contributions for the district are legally required to be funded by the State in accordance with N.J.S.A 18:66-33. Therefore, the district (employer) is considered to be in a special funding situation as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the district (employer) does not contribute directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to report in the financial statements of the district. However, the state's portion of the net pension liability that was associated with the district was $23,528,674 as measured on June 30, 2024 and $23,812,414 measured on June 30, 2023.

For the year ended June 30, 2025, the District recognized pension expense/(benefit) of ($85,829) and revenue of ($85,829) for support provided by the State. The measurement period for the pension expense and revenue reported in the district's financial statements (A-2) at June 30, 2025 is based upon changes in the collective net pension liability with a measurement period of June 30, 2023 through June 30, 2024. Accordingly, the pension expense and the related revenue associated with the support provided by the State is based upon the changes in the collective net pension liability between July 1, 2023 and June 30, 2024.

Although the district does not report net pension liability or deferred outflows or inflows related to the TPAF, the following schedule illustrates the collective net pension liability and deferred items and the State's portion of the net pension liability associated with the district. The collective amounts are the total of all New Jersey local governments participating in the TPAF plan.

NOTE 8: PENSION PLANS (Continued)

	6/30/2024	6/30/2025
Collective deferred outflows of resources	$2,498,730,891	$1,176,934,477
Collective deferred inflows of resources	$14,719,080,314	$10,530,833,639
Collective net pension liability (Nonemployer-State of New Jersey)	$51,032,669,551	$49,425,106,602
State's portion of the net pension liability that was associated with the district	$23,812,414	$23,528,674
State's portion of the net pension liability that was associated with the district as a percentage of the collective net pension liability	0.046661%	0.047605%

Actuarial assumptions - The total pension liability for the June 30, 2024 measurement date was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Inflation:	
Price	2.75%
Wage	3.25%
Salary Increases	2.75-5.65% based on years of service
Investment Rate of Return	7.00%

The actuarial assumptions used in the July 1, 2023 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021.

Pre-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Employee mortality table with a 93.9% adjustment for males and 85.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Healthy Retiree mortality table with a 114.7% adjustment for males and 99.6% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability mortality rates were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 106.3% adjustment for males and 100.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2021.

NOTE 8: PENSION PLANS (Continued)

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments (7.0% at June 30, 2024) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in TPAF's target asset allocation as of June 30, 2024 are summarized in the following table:

Asset Class	***Target Allocation***	***Long-Term Expected Real Rate of Return***
US Equity	28.00%	8.63%
Non-US devel.markets equity	12.75%	8.85%
International Small Cap Equit	1.25%	8.85%
Emerging markets equity	5.50%	10.66%
Private Equity	13.00%	12.40%
Real Estate	8.00%	10.95%
Real Assets	3.00%	8.20%
High Yeild	4.50%	6.74%
Private Credit	8.00%	8.90%
Investment Grade Credit	7.00%	5.37%
Cash equivalents	2.00%	3.57%
US Treasuries	4.00%	3.57%
Risk mitigation	3.00%	7.10%

Discount rate - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2024. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be based on 100% of the actuarially determined contributions for the State. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments in determining the total pension liability.

Sensitivity of the State's net pension liability to changes in the discount rate - Since the District has no proportionate share of the net pension liability because of the special funding situation, the district would not be sensitive to any changes in the discount rate. The following presents the State's net pension liability measured as of June 30, 2024, calculated using the discount rate shown above, as well as what the State's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

NOTE 8: PENSION PLANS (Continued)

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
State's Collective Net Pension Liability	$ 58,828,334,396	$ 49,492,072,325	$ 41,629,174,739

Pension plan fiduciary net position - Detailed information about the pension plan's fiduciary net position is available in the separately issued State of New Jersey Divisions of Pensions and Benefits financial report at http://www.nj.gov/treasury/pensions/financial-rprts-home.shtml. The plan fudiciary net position as of June 30, 2024 was $30,316,295,787.

Amortization of Deferred Outflows and Inflows of Resources - Amount reported as deferred outflows of resources and deferred inflows of resources (excluding employer specific amoounts) related to pensions will be recognized in the state's pension expense as follows:

	Year Ended June 30:
2025	($3,681,028,670)
2026	(1,839,302,001)
2027	(1,977,654,443)
2028	(1,907,819,552)
2029	2,992,761
Thereafter	(34,177,408)
Total	($9,436,989,313)

Pension Expense - The components of allocable pension expense and pension expense related to specific liabilities of individual employers, for state and local employers for the year ending June 30, 2024 are as follows:

Service cost	$1,395,143,002
Interest on total pension liability	5,402,862,412
Member contributions	(968,116,740)
Administrative expense	23,998,868
Expected investment return net of investment expenses	(1,880,215,821)
Pension expense related to specific liabilities of individual employers	(521,718)
Recognition (amortization) of deferred inflows/outflows:	
Differences between expected and actual experience	163,003,839
Changes in assumptions	(4,175,839,758)
Difference between projected and actual investment earnings on pension plan investments	(140,853,575)
Total pension expense	($180,539,491)

NOTE 8: PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) - The Public Employees' Retirement System (PERS) was established as of January 1, 1955 under the provisions of N.J.S.A. 43:15A to provide retirement, death, disability and medical benefits to certain qualified members. The Public Employees' Retirement System is a cost-sharing multiple-employer plan. Membership is mandatory for substantially all full-time employees of the State of New Jersey or any county, municipality, school district, or public agency, provided the employee is not required to be a member of another state-administered retirement system or other state or local jurisdiction.

Summary of Significant Accounting Policies - For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the PERS and additions to/deductions from PERS fiduciary net position have been determined on the same basis as they are reported by PERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

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

At June 30, 2025, the District reported a liability of $1,355,189 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2024, and the total pension liability to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2024. The total pension liability for the June 30, 2022 valuation was determined by an experience study for the period July 1, 2018 to June 30, 2021. The District's proportion of the net pension liability is based on the ratio of the contributions as an individual employer to total contributions to the PERS during the years ended June 30, 2024 and 2023. At June 30, 2024, the District's proportion was 0.00997% which was an decrease of 0.00232% from its proportion measured as of June 30, 2023.

For the year ended June 30, 2025, the District recognized pension expense/(benefit) of $31,726. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 27,147	$ 3,608
Changes of assumptions	1,684	15,419
Net difference between projected and actual earnings on pension plan investments	-	62,836
Changes in proportion and differences between District contributions and proportionate share of contributions	169,878	284,845
District contributions subsequent to the measurement date	135,711	
Total	$ 334,420	$ 366,708

NOTE 8: PENSION PLANS (Continued)

$58,601 reported as deferred outflows of resources related to pensions resulting from school district contributions subsequent to the measurement date (i.e. for the school year ending June 30, 2025, the plan measurement date is June 30, 2024) will be recognized as a reduction of the net pension liability measured as of June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

	Year Ended June 30:
2025	($182,281)
2026	141,044
2027	(81,146)
2028	(46,835)
2029	1,219
Total	($167,999)

	6/30/2024	6/30/2025
Collective deferred outflows of resources	$1,080,204,730	$289,074,215
Collective deferred inflows of resources	1,780,216,457	820,816,333
Collective net pension liability	$14,484,374,047	$13,588,045,796
District's portion of net pension liability	$1,781,189	$1,355,189
District's proportion %	0.01229731%	0.00997339%

Actuarial assumptions - The collective total pension liability for the June 30, 2024 measurement date was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. This actuarial valuation used the following actuarial assumptions:

Inflation:	
Price	2.75%
Wage	3.25%
Salary Increases:	2.75%-6.55% based on years of service
Investment Rate of Return:	7.00%

Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee mortality table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability retirement rates used to value disabled retirees were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 127.7% adjustment for males and 117.2% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2021

The actuarial assumptions used in the July 1, 2023 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021.

NOTE 8: PENSION PLANS (Continued)

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2024) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major · asset class included in PERS's target asset allocation as of June 30, 2024 are summarized in the following table:

Asset Class	***Target Allocation***	***Long-Term Expected Real Rate of Return***
US Equity	28.00%	8.63%
Non-US devel.markets equity	12.75%	8.85%
International Small Cap Equit	1.25%	8.85%
Emerging markets equity	5.50%	10.66%
Private Equity	13.00%	12.40%
Real Estate	8.00%	10.95%
Real Assets	3.00%	8.20%
High Yeild	4.50%	6.74%
Private Credit	8.00%	8.90%
Investment Grade Credit	7.00%	5.37%
Cash equivalents	2.00%	3.57%
US Treasuries	4.00%	3.57%
Risk mitigation	3.00%	7.10%

Discount rate - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2024. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate - The following presents the District's proportionate share of the net pension liability measured as of June 30, 2024, calculated using the discount rate as disclosed above, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate:

NOTE 8: PENSION PLANS (Continued)

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's proportionate share of the net pension liability	$ 1,800,713	$1,355,189	$ 976,051

Pension Expense - The components of allocable pension expense and pension expense related to specific liabilities of individual employers, for state and local employers for the year ending June 30, 2024 are as follows:

Service cost	$70,365
Interest on total Pension liability	262,834
Member contributions	(57,628)
Administrative expense	2,035
Other - Chaper 19 Adjustment	(2,119)
Expected investment return net of investment expenses	(158,771)
Pension expense related to specific liabilities of individual employers	(2,026)
Recognition (amortization) of deferred inflows/outflows:	0
Differences between expected and actual experience	8,008
Changes in assumptions	(64,235)
Difference between projected and actual investment earnings on pension plan investments	(26,737)
Total pension expense	$31,726

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued State of New Jersey Divisions of Pensions and Benefits financial report at http://www.nj.gov/treasury/pensions/financial-rprts-home.shtml.

Defined Contribution Retirement Plan (DCRP) - The Defined Contribution Retirement Program (DCRP) was established as of July 1, 2007 under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007 (N.J.S.A. 43:15C-1 et seq.). The DCRP is a cost-sharing multiple-employer defined contribution pension fund. The DCRP provides eligible members, and their beneficiaries with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting and benefit provisions are established by N. J.S.A. 43:15C-1 et. seq.

NOTE 8: PENSION PLANS (Continued)

The contribution requirements of plan members are determined by state statute. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, plan members are required to contribute 5.5% of their annual covered salary. The State Treasurer has the right under current law to make temporary reductions in member rates based on the existence of surplus plan assets in the retirement system; however statute also requires the return to the normal rate when such surplus pension assets no longer exist.

PERS and TPAF Vesting and Benefit Provisions - The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A and 43.3B, and N.J.S.A. 18A:6C for TPAF. All benefits vest after eight to ten years of service, except for medical benefits that vest after 25 years of service. Retirement benefits for age and service are available at age 60 and are generally determined to be 1/60 of the final average salary for each year of service credit, as defined. Final average salary equals the average salary for the final three years of service prior to retirement (or highest three years' compensation if other than the final three years). Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving eight to ten years of service in which case benefits would begin the first day of the month after the member attains normal retirement age.

The TPAF and PERS provides for specified medical benefits for members who retire after achieving 25 years of qualified service, as defined, or under the disability provisions of the System. Members are always fully vested for their own contributions and, after three years of service credit, become vested for 2% of related interest earned on the contributions. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts.

Significant Legislation - Chapter 78, P.L. 2011, effective June 28, 2011 made various changes to the manner in which the Public Employees' Retirement System (PERS) and the Police and Firemen's Retirement System (PFRS) operate and to the benefit provisions of those systems.

Chapter 78's provisions impacting employee pension and health benefits include:

 New members of the PERS hired on or after June 28, 2011 (Tier 5 members) will need 30 years of creditable service and age 65 for receipt of the early retirement benefit without a reduction of ¼ of 1% for each month that the member is under age 65. The eligibility age to qualify for a service retirement in the PERS is increased from age 63 to 65 for Tier 5 members. The annual benefit under special retirement for new PFRS members enrolled after June 28, 2011 (Tier 3 members), will be 60% instead of 65% of the member's final compensation plus 1% for each year of creditable service over 25 years but not to exceed 30 years. Increases in active member contribution rates. PERS active member rates increase from 5.5% of annual compensation to 6.5% plus an additional 1% phased-in over 7 years; PFRS active member rate increase from 8.5% to 10%. For fiscal year 2012, the member contribution rates increased in October 2011. The phase-in of the additional incremental member contribution rates for PES members will take place in July of each subsequent fiscal year.

NOTE 8: PENSION PLANS (Continued)

 The payment of automatic cost-of-living adjustment (COLA) additional increases to current and future retirees and beneficiaries is suspended until reactivated as permitted by this law. New employee contribution requirements towards the cost of employer-provided health benefit coverage. Employees are required to contribute a certain percentage of the cost of coverage. The rate of contribution is determined based on the employee's annual salary and the selected level of coverage. The increased employee contributions will be phased in over a 4-year period for those employed prior to Chapter 78'sceffective date with a minimum contribution required to becat least 1.5% of salary. In addition, this new legislation changes the method for amortizing the pension systems' unfunded accrued liability (from a level percent of pay method to a level dollar of pay).

Contribution Requirements - The contribution policy is set by N.J.S.A. 43:15A, Chapter 62, P.L. of 1994, Chapter 115, P.L. of 1997 (PERS) and N.J.S.A. 18:66 (TPAF) requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. TPAF and PERS provide for employee contributions of 6.5% of employees' annual compensation, as defined. Employers are required to contribute at an actuarially determined rate in both TPAF and PERS. The current TPAF rate is 6.5% and the PERS rate is 6.5% of covered payroll.

Three-Year Trend Information for PERS

Year Funding	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/2025	$135,711	100%	-0-
6/30/2024	$164,357	100%	-0-
6/30/2023	$140,883	100%	-0-

Three-Year Trend Information for TPAF (Paid on-behalf of the District)

Year Funding	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/2025	$2,092,707	100%	-0-
6/30/2024	$2,052,488	100%	-0-
6/30/2023	$1,934,699	100%	-0-

During the fiscal year ended June 30, 2025, the State of New Jersey did contribute $2,703,947 to the TPAF for post-retirement benefits on behalf of the District. Also, in accordance with N.J.S.A. 18A:66-66 the State of New Jersey reimbursed the District $411,197 during the year ended June 30, 2025, for the employer's share of social security contributions for TPAF members, as calculated on their base salaries. The PERS amounts have been included in the fund-based statements as pension expense and the TPAF on-behalf amounts have been included in fund-based statements as revenues and expenditures. The PERS and TPAF amounts have been modified and included in the District-wide financial statements in accordance with GASB Statement No. 68.

NOTE 9: POST-RETIREMENT BENEFITS

Plan description and benefits provided

The State of New Jersey reports a liability as a result of its statutory requirements to pay other post-employment (health) benefit for State Health Benefit Local Education Retired Employees Plan. The State Health Benefit Local Education Retired Employees Plan is a multiple-employer defined benefit OPES plan that is administered on a pay-as-you-go basis. Accordingly, no assets are accumulated in a qualifying trust that meets the criteria in paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for the Postemployment Benefits Other Than Pensions*. The State Health Benefit Local Education Retired Employees Plan provides medical, prescription drug, and Medicare Part B reimbursement to retirees and their covered dependents of local education employers.

The employer contributions for the participating local education employers are legally required to be funded by the State of New Jersey in accordance with N.J.S.A 52:14-17.32f. According to N.J.S.A 52:14-17.32f, the State provides employer-paid coverage to employees who retire from a board of education or countycollege with 25 years or more of service credit in, or retires on a disability pension from, one or more of the following plans: the Teachers' Pension and Annuity Fund (TPAF), the Public Employees' Retirement System (PERS), the Police and Firemen Retirement System (PFRS), or the Alternate Benefit Program (ABP). Pursuant to Chapter 78, P .L, 2011, future retirees eligible for postretirement medical coverage who have less than 20 years of creditable service on June 28, 2011 will be required to pay a percentage of the cost of their health care coverage in retirement provided they retire with 25 or more years of pension service credit. The percentage of the premium for which the retiree will be responsible will be determined based on the retiree's annual retirement benefit and level of coverage. Additional information on Pensions and OPEB can be accessed on the Division of Pensions & Benefits Financial Reports webpage: https://www.state.nj.us/treasury/pensions/financial-reports.shtml.

Total Nonemployer OPEB Liability

The State, a nonemployer contributing entity, is the only entity that has a legal obligation to make employer contributions to OPEB for qualified retired PERS and TPAF participants. The LEA's proportionate share percentage determined under paragraphs 193 and 203 through 205 of GASBS No. 75 is zero percent. Accordingly, the LEA did not recognize any portion of the collective net OPEB liability on the Statement of Net Position. Accordingly, the following OPEB liability note information is reported at the State's level and is not specific to the board of education.

The total nonemployer OPEB liability does not include certain other postemployment benefit obligations that are provided by the local education employers. The reporting of these benefits are the responsibility of the individual local education employers.

Actuarial assumptions and other imputes. The June 30, 2025 GASB 75 reporting is based on a measurement date of June 30, 2024. The total nonemployer OPEB liability as of June 30, 2024 was determined by an actuarial valuation as of July 1, 2023, which was rolled forward to June 30, 2024. The actuarial assumptions used in the July 1, 2023 valuation were based on the results of actuarial experience studies for the periods July 1, 2018 - June 30, 2021 for TPAF, PERS anf PFRS. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Total Nonemployer OPEB Liability:	$	59,650,630,530

NOTE 9: POST-RETIREMENT BENEFITS-(Continued)

	TPAF/ABP	PERS	PFRS
Salary Increases	2.75% to 5.65%	2.75% to 6.55%	3.25% to 16.25%
		Based on service years	

(a) Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially 7.50% and decreases to a 4.50% long-term trend rate after nine years. For post-65 medical benefits PPO, the trend is increasing to 19.36% in fiscal year 2027 and decreases to 4.50% in fiscal year 2034. For HMO, the trend is increasing to 22.88% in fiscal year 2027 and decreases to 4.50% in fiscal year 2034. For prescription drug benefits, the initial trend rate is 12.25% and decreases to a 4.50% long-term trend rate after nine years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

(b) Discount Rate

The discount rate used to measure the total OPEB liability wa 3.93%. This represents the municipal bond return rate as chosen by the Division. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

Preretirement mortality rates were based on the Pub-2010 Healthy "Teachers" (TPAF/ABP), "General" (PERS), and "Safety" (PFRS) classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021. Postretirement mortality rates were based on the Pub-2010 "General" classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021. Disability mortality was based on the Pub-2010 "General" classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021 for current disables retirees. Future disabled retirees was based on the Pub-2010 "Safety" (PFRS), "General" (PERS), and "Teachers" (TPAF/ABP) classification headcount-weighted disabled mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021.

Changes in the Total OPEB Liability reported by the State of New Jersey

	Total OPEB Liability
The State's Total OPEB Liability Balance at 6/30/2023	**$52,361,668,239**
Changes for the year:	
Service Cost	2,152,062,729
Interest on the Total OPEB Liability	1,963,557,443
Change in Benefit Terms	-
Differences Between Expected and Actual Experience	158,934,425
Changes of Assumptions	4,462,660,491
Gross Benefit Payments	(1,499,600,607)
Contributions from Members/Employers	51,347,810
Net changes	7,288,962,291
The State's Total OPEB Liability Balance at 6/30/2024	**$59,650,630,530**

NOTE 9: POST-RETIREMENT BENEFITS-(Continued)

The State's total OPEB liability attributable to the District: $28,881,405

Changes of assumptions and other inputs reflects a change in the discount rate from 3.65 percent in 2023 to 3.93 percent in 2024 and other changes.

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the State for school board retirees, as well as what the State's total OPEB liability for school board would be if it were calculated using a discount rate that is 1-percentage -point lower or 1- percentage-point higher than the current discount rate:

	June 30, 2024		
	At 1% Decrease 2.93%	At Discount Rate 3.93%	At 1% Increase 4.93%
Total OPEB Liability (School Retirees)	$69,863,663,542	$59,650,630,530	$51,437,232,141

	June 30, 2023		
	At 1% Decrease 2.65%	At Discount Rate 3.65%	At 1% Increase 4.65%
Total OPEB Liability (School Retirees)	$61,385,066,712	$52,361,668,239	$45,116,926,835

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

	June 30, 2024		
	At 1% Decrease	Health Care Cost Trend Rate	At 1% Increase
Total OPEB Liability (School Retirees)	$49,689,409,509	$59,650,630,530	$72,625,778,279

NOTE 9: POST-RETIREMENT BENEFITS-(Continued)

	June 30, 2023		
	At 1% Decrease	Health Care Cost Trend Rate	At 1% Increase
Total OPEB Liability (School Retirees)	$43,468,257,358	$52,361,668,239	$63,998,719,320

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

For the year ended June 30, 2024, the board of education recognized OPEB expense and related revenue of $1,071,492 determined by the State as the total OPEB liability for benefits provided through a defined benefit OPEB plan that is not administered through a trust that meets the criteria in paragraph 4 of GASBS No. 75 and in which there is a special funding situation.

In accordance with GASBS No. 75, the District's proportionate share of school retirees OPEB is zero, and there is no recognition of the allocation of proportionate share of deferred outflows of resources and deferred inflows of resources. At June 30, 2024, the State reported deferred outflows of resources and deferred inflows of resources related to retired school employee's OPEB from the following sources:

	Deferred Outflows	Deferred Inflows
Differences Between Expected and Actual Experience	$6,378,932,312	$11,139,706,892
Changes of assumptions or other inputs	10,004,978,073	11,662,607,882
Total	$16,383,910,385	$22,802,314,774

Amounts reported as deferred outflows of resources and deferred inflows of resources related to retired school employee's OPEB will be recognized in OPEB expense as follows:

Year ended June 30:	
2025	($2,115,877,507)
2026	($1,774,175,666)
2027	($842,677,045)
2028	$221,470,185
2029	(1,537,725,697)
Thereafter	(369,418,659)
	($6,418,404,389)

NOTE 10: 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, permits 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 - SBP Sun National
John Hancock Signature Services
Lincoln National Life

NOTE 11: COMPENSATED ABSENCES

The District accounts for compensated absences as directed by Governmental Accounting Standards Board Statement No.101 (GASB 101), "Compensated Absences". Examples of compensated absences are paid time off, sick leave, holidays, parental leave, military leave, jury duty, bereavement, sabbatical, and floating holidays.

District employees are granted vacation and sick leave in varying amounts under the District's personnel policies. In the event of retirement within the state pension plan, an employee is reimbursed for accumulated vacation and/or unused sick days. Sick leave benefits provide for ordinary sick pay and begin vesting with the employee after initial employment. The balance at June 30, 2025 is $431,825.

In the district-wide *Statement of Assets* , the liabilities whose average maturities are greater than one year should be reported in two components--the amount due within one year and the amount due in more than one year.

The liability for vested compensated absences of the proprietary fund types is recorded within those funds as the benefits accrue to employees. As of June 30, 2025, no liability existed for compensated absences in the proprietary fund types.

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, student accident and surety bonds. A complete schedule of insurance coverage can be found in the Statistical Section of this Annual Comprehensive Financial Report.

Joint Insurance Fund - The District participates in the New Jersey School Insurance Group (NJSIG) comprised of state-wide boards of education. It was formed July 1, 1996 under the provisions of NJSA 18A:18B-1 et. seq. The group offers its member districts worker's compensation and employer's liability, automobile and equipment liability, general liability and property damage, school board legal liability, and boiler and machinery coverage.

The District is assessed for the contributions for those funds and is responsible for any reserve deficiencies. No contingency or provision has been made in these financial statements, as no deficiencies occurred as of June 30, 2025 for the joint insurance pool. The coverage in this program is shown on exhibit J-20.

New Jersey Unemployment Compensation Insurance - The District has elected to fund its New Jersey Unemployment Compensation Insurance under the ***Benefit Reimbursement Method***. Under this plan, the District is required to reimburse the New Jersey 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, employee contributions, reimbursements to the State for benefits paid and the ending balance of the District's expendable trust fund for the current and previous two years:

NOTE 12: RISK MANAGEMENT-(Continued)

Fiscal Year	District Contributions	Employee Contributions	Amount Reimbursed	Ending Reserve Balance
2024-2025	-	$ 23,494	$ 17,806	$ 274,474
2023-2024	-	-	5,020	268,786
2022-2023	-	$ 12,500	5,018	273,806

NOTE 13: CONTINGENT LIABILITIES

GRANT PROGRAMS

The Board participates in state and federally assisted grant programs. These programs are subject to program compliance audits by the grantors or their representatives. The Board is potentially liable for any expenditures which may be disallowed pursuant to the terms of these grant programs. Management is not aware of any material items of noncompliance which would result in the disallowance of program expenditures.

LITIGATION

The Board is not involved in claims and lawsuits incidental to its operations.

NOTE 14: FUND BALANCE APPROPRIATED

General Fund (Exhibit B-1) - Of the $1,785,811 General Fund fund balance at June 30, 2025, $329,759 is reserved in the Maintenance Reserve Account; $1,120,657 is reserved in the Capital Reserve Account; $66,751 is appropriated and included as anticipated revenue for the year ending June 30, 2026; $4,474 is reserved for encumbrances; $246,962 is reserved for Unemployment; and $17,208 is unreserved and undesignated.

Debt Service Fund - The $1 Debt Service fund balance at June 30, 2025 is anticipated to be included as anticipated revenue for subsequent fiscal years.

NOTE 15: CALCULATION OF EXCESS SURPLUS

The designation for Reserved Fund Balance – Excess Surplus is a required calculation pursuant to N.J.S.A. 18A:7F-7, as amended. 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, 2025 is zero.

NOTE 16: CAPITAL RESERVE ACCOUNT

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

Funds placed in the capital reserve account are restricted to capital projects in the district's approved Long Range Facilities Plan (LRFP). Upon submission of the LRFP to the department, a district may increase the balance in the capital reserve by appropriating funds in the annual general fund budget certified for taxes or by transfer by board resolution at year end of any unanticipated revenue or unexpended line-item appropriation amounts, or both. A district may also appropriate additional amounts when the express approval of the voters has been obtained either by a separate proposal at budget time or by a special question at one of the four special elections authorized pursuant to N.J.S.A. 19:60-2. Pursuant to N.J.A.C. 6A:23-2.13(g), the balance in the account cannot at any time exceed the local support costs of uncompleted capital projects in its approved LRFP.

The activity of the capital reserve for the July 1, 2024 to June 30, 2025 fiscal year is as follows:

Beginning Balance, July 1, 2024	$ 320,657
Deposits (PL 2007 c.62 (A1)): Board Resolution 6/12/2025	800,000
Ending Balance, June 30, 2025	$ 1,120,657

NOTE 17: MAINTENANCE RESERVE ACCOUNT

A maintenance reserve account was established by the School District Board of Education for the accumulation of funds for use in accordance with PL 2007 c.62 (A1). The maintenance reserve account is maintained in the general fund and its activity is included in the general fund annual budget.

The activity of the maintenance reserve for the July 1, 2024 to June 30, 2025 fiscal year is as follows:

Beginning balance July 1, 2024	$ 301,240
Deposits (PL 2007 c.62 (A1)): Board Resolution 6/12/2025	28,519
Ending balance June 30, 2025	$ 329,759

NOTE 18: INTERFUND RECEIVABLES AND PAYABLES

Interfund receivables and payables as of June 30, 2025, are as follows:

	Receivable	Payable
General Fund	$ 316,569	$ 334,740
Special Revenue Fund	283,525	306,569
Food Service Fund	-	21,067
Before & After Child Care Fund	62,896	614
	$ 662,990	$ 662,990

The general fund interfund payable is due to the special revenue fund for federal grants received in the general fund, but not yet paid over to the special revenue fund of $283,525; and for cash advances from the before and after child care fund for cash flow purposes of $62,896.

NOTE 18: INTERFUND RECEIVABLES AND PAYABLES-(Continued)

The special revenue fund interfund payable is for cash loans from the general fund in anticipation of grant receipts.

The before & after child care fund interfund payable of $614 is due to the food service fund for prior years food service receipts received in the before and after child care fund and not yet transferred.

NOTE 19: TAX ABATEMENTS

As defined by the Governmental Accounting Standards Board (GASB), a tax abatement is an agreement between a government and an individual or entity in which the government promises to forgo tax revenues and the individual or entity promises to subsequently take a specific action that contributes to economic development or otherwise benefits the government or its citizens. School districts are not authorized by New Jersey statute to enter into tax abatement agreements. However, the county or municipality in which the school district is situated may have entered into tax abatement agreements, and that potential must be disclosed in these financial statements. If the county or municipality entered into tax abatement agreements, those agreements will not directly affect the school district's local tax revenue because N.J.S.A. 54:4-75 and N.J.S.A. 54:4-76 require that amounts so forgiven must effectively be recouped from other taxpayers and remitted to the school district.

REQUIRED SUPPLEMENTARY INFORMATION - PART II

BUDGETARY COMPARISON SCHEDULES

MANSFIELD TOWNSHIP SCHOOL DISTRICT

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND

Fiscal Year Ended June 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
REVENUES:					
Local Sources:					
Local Tax Levy	$ 6,341,507		$ 6,341,507	6,341,507	-
Tuition from Individuals	50,152		50,152	44,534	$ (5,618)
Tuition from LEAs			-	47,019	47,019
Interest Earned on Capital Reserve Funds				1,105	1,105
Miscellaneous		$ 257,000	257,000	297,845	40,845
Total - Local Sources	6,391,659	257,000	6,648,659	6,732,010	83,351
State Sources:					
Equalization Aid	3,802,907		3,802,907	3,802,907	
Transportation Aid	460,086		460,086	460,086	
Special Education Aid	647,818		647,818	647,818	
Security Aid	160,619		160,619	160,619	
Extraordinary Aid				271,258	271,258
Other State Aid				2,802	2,802
TPAF Pension (On-Behalf - Non-Budgeted)				2,091,850	2,091,850
TPAF Post Retirement Medical (On-Behalf - Non-Budgeted)				611,240	611,240
TPAF Pension LTD Insurance (On-Behalf - Non-Budgeted)				857	857
TPAF Social Security (Reimbursed - Non-Budgeted)				411,197	411,197
Total State Sources	5,071,430		5,071,430	8,460,634	3,389,204
Federal Sources:					
Medical Assistance Program	25,289		25,289	17,359	(7,930)
Total Federal Sources	25,289		25,289	17,359	(7,930)
TOTAL REVENUES	**11,488,378**	**257,000**	**11,745,378**	**15,210,003**	**3,464,625**

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

MANSFIELD TOWNSHIP SCHOOL DISTRICT

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND

Fiscal Year Ended June 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
EXPENDITURES:					
Current Expense:					
Regular Programs - Instruction					
Kindergarten - Salaries of Teachers	589,657	(155,897)	433,760	433,760	
Grades 1-5 - Salaries of Teachers	2,184,147	(89,359)	2,094,788	2,069,038	25,750
Other Salaries for Instruction		34,799	34,799	34,799	
Grades 6-8 - Salaries of Teachers	495,212	(12,904)	482,308	482,121	187
Regular Programs - Home Instruction:					
Oth Sal For Instruction	3,500	(500)	3,000	1,515	1,485
Regular Programs - Undistributed Instruction					
Purchased Professional-Educational Services	1,637	19,713	21,350	20,899	451
Other Purchased Services (400-500 series)	25,000	3,345	28,345	27,039	1,306
General Supplies	70,000	83,380	153,380	39,634	113,746
Textbooks	10,423	278	10,701	9,609	1,092
TOTAL REG. PROGRAMS - INSTRUCTION	**3,379,576**	**(117,145)**	**3,262,431**	**3,118,414**	**144,017**
SPECIAL EDUCATION - INSTRUCTION					
Learning and/or Language Disabilities:					
Salaries of Teachers	68,359	2,441	70,800	69,805	995
Other Salaries for Instruction	61,919	(15,853)	46,066	45,157	909
Total Learning and/or Language Disabilities	130,278	(13,412)	116,866	114,962	1,904
Multiple Disabilities:					
Salaries of Teachers	62,743	5,914	68,657	68,657	
Other Salaries for Instruction	82,176	(2,575)	79,601	64,833	
Total Multiple Disabilities	144,919	3,339	148,258	133,490	14,768
Resource Room/Resource Center:					
Salaries of Teachers	775,306	63,474	838,780	838,780	
Other Salaries for Instruction	51,273	33,930	85,203	85,203	
General Supplies	2,000	(1,852)	148	148	
Total Resource Room/Resource Center	828,579	95,552	924,131	924,131	
Autistic:					
Salaries of Teachers	31,500	(31,500)			
Total Autistic	31,500	(31,500)			

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND

Fiscal Year Ended June 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
Preschool Disabilities - Part-Time:					
Salaries of Teachers	2,926	(2,926)			
Other Salaries for Instruction	13,689	(13,689)			
Total Preschool Disabilities - Part-Time	16,615	(16,615)			
Preschool Disabilities - Full-Time:					
Salaries of Teachers	207,631	46,493	254,124	217,577	36,547
Other Salaries for Instruction	69,186	22,362	91,548	79,973	11,575
Total Preschool Disabilities - Full-Time	276,817	68,855	345,672	297,550	48,122
TOTAL SPECIAL ED. - INSTRUCTION	**1,428,708**	**106,219**	**1,534,927**	**1,470,133**	**16,672**
Basic Skills/Remedial - Instruction:					
Salaries of Teachers	94,976	112,044	207,020	207,020	
General Supplies		150	150	149	1
Total Basic Skills/Remedial - Instruction	94,976	112,194	207,170	207,169	1
Bilingual Education - Instruction:					
Salaries	182,247	5,058	187,305	184,805	2,500
Purchased Professional-Educational Services	6,200	(6,200)			
Total Bilingual Education-Instruction	188,447	(1,142)	187,305	184,805	2,500
TOTAL INSTRUCTION	**5,091,707**	**100,126**	**5,191,833**	**4,980,521**	**163,190**
UNDISTRIBUTED EXPENDITURES					
Undistributed Expenditures - Instruction:					
Tuition to Private Schools for the Disabled - Within State	46,378	42,934	89,312		89,312
Tuition to Private Schools for the Disabled - Out of State	75,000	(55,070)	19,930		19,930
Total Undistributed Expenditures - Instruction	121,378	(12,136)	109,242		109,242
Attendance and Social Work:					
Salaries	18,131	(4,354)	13,777	13,777	
Total Attendance and Social Work	18,131	(4,354)	13,777	13,777	
Health Services:					
Salaries	84,112	27,969	112,081	111,743	338
Purchased Professional and Technical Services	3,500	(500)	3,000	3,000	
Supplies and Materials	3,200	(419)	2,781	2,766	15
Total Health Services	90,812	27,050	117,862	117,509	353

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

MANSFIELD TOWNSHIP SCHOOL DISTRICT

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND

Fiscal Year Ended June 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
Other Supp. Services Students-Related Serv.:					
Salaries	371,321	(86,230)	285,091	282,404	2,687
Purchased Professional-Educational Services	4,500	(4,500)			
Supplies and Materials	1,200	(600)	600		600
Other Salaries for Instruction		42,389	42,389	40,301	2,088
Total Other Supp. Serv. Students-Related Serv.	377,021	(48,941)	328,080	322,705	5,375
Other Supp. Services Students-Regular:					
Salaries of Other Professional Staff	178,257	(12,919)	165,338	128,822	36,516
Salaries of Secretarial and Clerical Assistants	5,000	(5,000)			
Other Purchased Prof. and Tech. Services	2,000		2,000		2,000
Supplies and Materials	2,500	(2,500)			
Total Other Supp. ServicesStudents-Regular	187,757	(20,419)	167,338	128,822	2,000
Other Supp. Services Students-Special:					
Salaries of Other Professional Staff	283,737	3,126	286,863	250,005	36,858
Salaries of Secretarial and Clerical Assistants	45,320	220	45,540	45,540	
Purchased Professional-Educational Services	4,500	(900)	3,600	236	3,364
Other Purchased Services (400-500)	1,200	600	1,800	1,800	
Supplies and Materials	5,400	3,525	8,925	1,708	7,217
Total Other Supp. ServicesStudents-Special	340,157	6,571	346,728	299,289	47,439
Improvement of Instruction Services:					
Salaries of Supervisor of Instruction	112,525	10,475	123,000	71,354	51,646
Salaries of Secretarial and Clerical Assistants	1,500	(1,500)			
Purchased Professional-Educational Services		12,893	12,893		12,893
Other Purchased Services (400-500 series)	2,000	(2,000)			
Supplies and Materials	20,570	(16,656)	3,914	2,295	1,619
Total Improvement of Instruction Services	136,595	3,212	139,807	73,649	66,158
Educational Media Services/School Library:					
Salaries	167,129	(81,845)	85,284	82,441	2,843
Other Purchased Services (400-500 series)	168,340	(31,612)	136,728	136,143	585
Supplies and Materials	6,500	15,501	22,001	20,871	1,130
Total Educational Media Services/School Library	341,969	(97,956)	244,013	239,455	4,558

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

MANSFIELD TOWNSHIP SCHOOL DISTRICT

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND

Fiscal Year Ended June 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
Instructional Staff Training Services:					
Purchased Professional-Educational Services	6,600	(6,600)			
Other Purchased Services (400-500 series)	10,000	(3,707)	6,293	284	6,009
Total Instructional Staff Training Services	16,600	(10,307)	6,293	284	6,009
Supp. Services - General Administration:					
Salaries	251,129	(38,762)	212,367	212,367	
Legal Services	25,000	1,725	26,725	19,572	7,153
Audit Fees	23,500	40,000	63,500	55,188	8,312
Other Purchased Services		20,108	20,108	20,108	
Purchased Technical Services	8,500	31,510	40,010	39,606	404
Communications/Telephone	21,626	(14,637)	6,989	3,627	3,362
BOE Other Purchased Services	5,000	(5,000)			
Other Purchased Services (400-500 series)	45,000	(37,770)	7,230	7,230	
General Supplies	4,500	3,371	7,871	5,491	2,380
Miscellaneous Expenditures	7,800	(4,988)	2,812	2,686	126
BOE Membership Dues and Fees	7,500	(2,425)	5,075	5,072	3
Total Supp. Services - General Administration	399,555	(6,868)	392,687	370,947	21,740
Support Services - School Administration:					
Salaries of Principals/Assistant Principals	138,804	5,831	144,635	144,635	
Salaries of Secretarial and Clerical Assistants	84,577	15,476	100,053	100,053	
Purchased Professional and Technical Services	4,300	(4,300)			
Other Purchased Services (400-500 series)	12,500	(2,431)	10,069	10,069	
Supplies and Materials	3,500	473	3,973	1,873	2,100
Other Objects	2,700	(256)	2,444	1,790	654
Total Support Services - School Administration	246,381	14,793	261,174	258,420	2,754
Central Services:					
Salaries	160,042	32,946	192,988	192,988	
Purchased Technical Services	24,560	(6,569)	17,991	17,991	
Miscellaneous Purchased Services (400-500 series)	1,200	381	1,581	1,436	145
Supplies and Materials	3,000	20	3,020	3,020	
Miscellaneous Expenditures	3,775	(730)	3,045	3,045	
Total Central Services	192,577	26,048	218,625	218,480	145

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

MANSFIELD TOWNSHIP SCHOOL DISTRICT

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND

Fiscal Year Ended June 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
Required Maintenance for School Facilities:					
Cleaning, Repair and Maintenance Services	33,175	(4,940)	28,235	26,305	1,930
General Supplies	10,500		10,500	2,133	8,367
Total Required Maintenance for School Facilities	43,675	(4,940)	38,735	28,438	10,297
Other Operations and Maintenance of Plant:					
Salaries	254,436	17,564	272,000	242,611	29,389
Purchased Professional and Technical Services	9,000	9,224	18,224	9,320	8,904
Cleaning, Repair and Maintenance Services	22,500	28,014	50,514	30,307	20,207
Insurance	47,822	15,278	63,100	62,264	836
Travel	500	250	750	720	30
General Supplies	35,000	9,837	44,837	40,286	4,551
Energy (Natural Gas)	6,000	1,000	7,000		7,000
Energy (Electricity)	90,000	(7,862)	82,138	82,138	
Energy (Oil)	90,000	(752)	89,248	57,865	31,383
Other Objects	500	1,014	1,514	914	600
Miscellaneous Expenditures	430	134	564	564	
Care/Upkeep of Grounds-Cleaning, Repair and Maintenance	20,500	12,546	33,046	24,636	8,410
General Supplies		2,000	2,000	1,194	806
Total Other Operations and Maintenance of Plant	576,688	88,247	664,935	552,819	112,116
School Resource Officer:					
Purchased Professional and Technical Services		10,000	10,000	8,591	1,409
Cleaning, Repair and Maintenance Services	750		750	599	151
General Supplies		4,940	4,940	4,923	17
Total School Resource Officer	750	14,940	15,690	14,113	17

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND

Fiscal Year Ended June 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
Student Transportation Services					
Salaries for Pupil Transpor.(Between Home & School)-Regular	2,500	(2,500)			
Management Fees: ESC & CTSA Trans Program	2,650		2,650		2,650
Other Purchased Professional and Technical Services	17,000	(3,000)	14,000	13,607	393
Aid in Lieu of Payments-Nonpublic Sch.	17,064	(2,454)	14,610	7,062	7,548
Aid in Lieu of Payments- Charter School Students	1,200	1,690	2,890	2,890	
Aid in Lieu of Payments- School Choice	1,500		1,500		1,500
Contract Services - (Between Home and School) - Vendors	300,621	366,508	667,129	667,129	
Contract Services (Other than Between Home & School)-Vendors	1,000		1,000		1,000
Contract Services - (Between Home and School) - Joint Agreements	100,264	(100,264)			
Contr Serv (Spl. Ed. Students) - Vendors	76,243	81,894	158,137	158,137	
Contr Serv (Spl. Ed. Students) - ESC's & CTSA's		43,000	43,000	28,802	14,198
Aid in Lieu of Payments	28,847	(28,847)			
Misc. Purchased Serv. - Transportation	32,545	(32,545)			
Total Student Transportation Services	581,434	323,482	904,916	877,627	27,289
EMPLOYEE BENEFITS					
Social Security Contributions	95,403	(10,403)	85,000	84,453	547
TPAF Contributions - ERIP	32,000		32,000	30,649	1,351
Other Retirement Contributions - PERS	199,071	(51,917)	147,154	135,711	11,443
Board Shared DCRP	2,000		2,000	431	1,569
Unemployment Compensation	5,000	(1,305)	3,695		3,695
Workmen's Compensation	60,500		60,500	57,966	2,534
Health Benefits	2,221,131	(114,331)	2,106,800	2,106,800	
Tuition Reimbursement	22,500	5,192	27,692	1,868	25,824
Other Employee Benefits	15,000	(5,000)	10,000	104	9,896
Unused Sick Pay/Retiree	45,000	23,000	68,000	48,338	19,662
TOTAL EMPLOYEE BENEFITS	2,697,605	(154,764)	2,542,841	2,466,320	76,521
On-behalf TPAF pension Contrib. (non-budgeted)				2,091,850	(2,091,850)
On-behalf TPAF PRM Contrib. (non-budgeted)				611,240	(611,240)
On-behalf TPAF pension LTD Ins. (non-budgeted)				857	(857)
Reimbursed TPAF Social Security Contrib. (non-budgeted)				411,197	(411,197)
TOTAL ON-BEHALF CONTRIBUTIONS				3,115,144	(3,115,144)
TOTAL PERSONAL SERV.-EMPLOYEE BENEFITS	2,697,605	(154,764)	2,542,841	5,581,464	(3,038,623)

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

MANSFIELD TOWNSHIP SCHOOL DISTRICT

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND

Fiscal Year Ended June 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
TOTAL UNDISTRIBUTED EXPENDITURES	**6,369,085**	**143,658**	**6,512,743**	**9,097,798**	**(2,623,131)**
TOTAL GENERAL CURRENT EXPENSE	**11,460,792**	**243,784**	**11,704,576**	**14,078,319**	**(2,373,743)**
CAPITAL OUTLAY					
Facilities Acquisition and Construction Services					
Debt Service Assessment SDA Funding	2,925		2,925	2,925	
Total Facilities Acquisition and Construction Services	2,925		2,925	2,925	
TOTAL CAPITAL OUTLAY	**2,925**		**2,925**	**2,925**	
Transfer to Charter School	23,657	33,281	56,938	44,337	12,601
TOTAL EXPENDITURES	**11,487,374**	**277,065**	**11,764,439**	**14,125,581**	**(2,361,142)**
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,004	(20,065)	(19,061)	1,084,422	1,103,483
Other Financing Sources:					
Operating Transfer (In)/Out:					
Transfer from Capital Projects Fund					-
Transfer to Food Service Fund - Deficit	3,500		3,500		3,500
Total Other Financing Sources:	3,500	-	3,500		3,500
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Sources (Uses)	(2,496)	(20,065)	(22,561)	1,084,422	1,099,983
Fund Balance, July 1	1,208,240		1,208,240	1,208,240	
Fund Balance, June 30	**$ 1,205,744**	**$ (20,065)**	**$ 1,185,679**	**2,292,662**	**$ 1,099,983**

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

MANSFIELD TOWNSHIP SCHOOL DISTRICT

Exhibit C-1

BUDGETARY COMPARISON SCHEDULE
GENERAL FUND

Fiscal Year Ended June 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
Recapitulation:					
Restricted for:					
Capital Reserve				1,120,657	
Maintenance Reserve				329,759	
Unemployment Compensation				246,962	
Assigned to:					
Year-End Encumbrances				4,474	
Designated for Subsequent Year's Expenditures				66,751	
Unassigned:					
Unrestricted Fund Balance				524,059	
Fund Balance per Governmental Funds(Budgetary Basis)				2,292,662	
Reconciliation to Governmental Funds Statement(GAAP Basis):					
Last State Aid Payment not recognized on GAAP basis				(506,851)	
Fund Balance per Governmental Funds(GAAP Basis)				$ 1,785,811	

See Management's Discussion and Analysis section of this report for explanation of significant budget variances, original and final.

MANSFIELD TOWNSHIP SCHOOL DISTRICT

Exhibit C-2

BUDGETARY COMPARISON SCHEDULE
SPECIAL REVENUE FUND

For the Fiscal Year Ended June 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Final to Actual Favorable/ (Unfavorable)
REVENUES:					
Local Sources		$ 23,642	$ 23,642	$ 21,162	$ (2,480)
State Sources		1,641	1,641	-	(1,641)
Federal Sources	$ 416,987	(26,456)	390,531	366,342	(24,189)
Total Revenues	**416,987**	**(1,173)**	**415,814**	**387,504**	**(28,310)**
EXPENDITURES:					
Instruction					
Salaries of Teachers	10,000	(3,260)	6,740	6,740	
Other Salaries for Instruction	41,510	-	41,510	41,510	
Purchased Profess. & Tech. Serv.		4,108	4,108	-	4,108
Other Purchased Services	12,000	-	12,000	12,000	
General Supplies	58,855	6,878	65,733	41,531	24,202
Total Instruction	122,365	7,726	130,091	101,781	28,310
Support Services					
Purchased Profess. Educ. Svcs	198,699	(14,466)	184,233	184,233	
Other Purchased Services	5,000	(513)	4,487	4,487	
Supplies and Materials	90,923	(15,082)	75,841	75,841	
Student Activities		20,634	20,634	20,634	
Total Support Services	294,622	(9,427)	285,195	285,195	-
Total Expenditures	**$ 416,987**	**$ (1,701)**	**$ 415,286**	**$ 386,976**	**28,310**
Total Outflows	**$ 416,987**	**$ (1,701)**	**$ 415,286**	**$ 386,976**	**$ 28,310**
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	-	528	528	528	-
Fund Balance Beginning				11,623	
Fund Balance Ending				$ 12,151	
Recapitulation:					
Restricted:					
Student Activities				$ 12,151	
Total Fund Balance				$ 12,151	

Exhibit C-3

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE

For the Fiscal Year Ended June 30, 2025

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 basis) "revenue" from the budgetary comparison schedule (Exhibits C-1 and C-2, respectively)	$ 15,210,003	$ 387,504
Difference - budget to GAAP:		
Grant accounting budgetary basis differs from GAAP in that encumbrances are recognized as expenditures, and the related revenue is recognized.		
Prior Year Encumbrances	N/A	9,540
Current Year Encumbrances	N/A	(3,729)
Adjustment for: Prior year Final State Aid Payment excluded in State Source Revenues that is considered a revenue for GAAP reporting purposes	361,481	N/A
Adjustment for: Current Year Final State Aid Payment included in State Source Revenues that is not considered a revenue for GAAP reporting purposes	(506,851)	N/A
Total revenues as reported on the statement of revenues, expenditures and changes in fund balances - governmental funds. (Exhibit B-2)	$ 15,064,633	$ 393,315
Uses/outflows of resources		
Actual amounts (budgetary basis) "total outflows" from the budgetary comparison schedules (Exhibits C-1 and C-2, respectively)	$ 14,125,581	$ 386,976
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.		
Prior Year Encumbrances	N/A	9,540
Current Year Encumbrances	N/A	(3,729)
Transfers to and from other funds are presented as outflows of budgetary resources but are not expenditures for financial reporting purposes.	N/A	N/A
Net transfers (outflows) to general fund	N/A	N/A
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds (Exhibit B-2)	$ 14,125,581	$ 392,787

MANSFIELD TOWNSHIP SCHOOL DISTRICT
Required Supplementary Information - Part III
Schedule of the District's Proportionate Share of the Net Pension Liability
Last Ten Fiscal Years

Exhibit L-3

Teachers' Pension and Annuity Fund (TPAF)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
District's proportion of the net pension liability (asset) **	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
District's proportionate share of the net pension liability (asset) **	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
State's proportionate share of the net pension liability (asset) associated with the District	$ 23,528,674	$ 23,812,414	$ 23,353,128	$ 21,546,823	$ 30,270,294	$ 29,061,662	$ 29,979,673	$ 31,413,247	$ 36,850,083	$ 29,595,038
Total	$ 23,528,674	$ 23,812,414	$ 23,353,128	$ 21,546,823	$ 30,270,294	$ 29,061,662	$ 29,979,673	$ 31,413,247	$ 36,850,083	$ 29,595,038
District's covered employee payroll	$ 5,660,392	$ 5,811,565	$ 5,631,476	$ 5,397,093	$ 5,082,709	$ 4,737,450	$ 4,946,272	$ 5,045,431	$ 4,944,527	$ 4,784,251
District's proportionate share of the of the net pension liability (asset) as a percentage of its covered-employee payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Plan fiduciary net position as a percentage of the total pension liability	37.99%	34.68%	32.29%	35.52%	24.60%	26.95%	26.49%	25.41%	22.33%	28.71%

** Note: TPAF is a special funding situation as defined by GASB Statement No. 68 in which the State of New Jersey is 100% responsible for contributions to the plan. Since the district (employer) does not contribute directly to the plan there is no net pension liability to report in the financial statements of the district.

Exhibit L-1

Public Employees' Retirement System (PERS)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
District's proportion of the net pension liability (asset)	0.009973%	0.012297%	0.011172%	0.010790%	0.010233%	0.010438%	0.009826%	0.008645%	0.008744%	0.008195%
District's proportionate share of the net pension liability (asset)	$ 1,355,189	$ 1,781,189	$ 1,685,993	$ 1,278,293	$ 1,668,707	$ 1,880,806	$ 1,934,632	$ 2,012,400	$ 2,589,607	$ 2,350,829
District's covered employee payroll	$ 765,915	$ 721,332	$ 898,612	$ 818,607	$ 801,256	$ 751,552	$ 710,933	$ 684,224	$ 580,461	$ 568,546
District's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	176.94%	246.93%	187.62%	156.15%	208.19%	250.26%	272.13%	294.11%	446.13%	413.48%
Plan fiduciary net position as a percentage of the total pension liability (Local)	68.22%	65.23%	62.91%	70.33%	58.32%	56.27%	53.60%	48.10%	40.14%	47.93%

MANSFIELD TOWNSHIP SCHOOL DISTRICT
Required Supplementary Information - Part III
Schedule of District Contributions
Last Ten Fiscal Years

Exhibit L-2

Teachers' Pension and Annuity Fund (TPAF)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Contractually required contribution **	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Contributions in relation to the contractually required contribution **	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Contribution deficiency (excess)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
District's covered employee payroll	$ 5,660,392	$ 5,811,565	$ 5,920,401	$ 5,631,476	$ 5,397,093	$ 5,082,709	$ 4,737,450	$ 4,946,272	$ 5,045,431	$ 4,944,527
Contributions as a percentage of covered-employee payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

** Note: TPAF is a special funding situation as defined by GASB Statement No. 68 in which the State of New Jersey is 100% responsible for contributions to the plan. The district (employer) does not contribute to the plan.

Public Employees' Retirement System (PERS)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Contractually required contribution	$ 135,711	$ 164,357	$ 140,883	$ 126,369	$ 111,942	$ 101,533	$ 97,734	$ 80,086	$ 77,762	$ 70,456
Contributions in relation to the contractually required contribution	(135,711)	(164,357)	(140,883)	(126,369)	(111,942)	(101,533)	(97,734)	(80,086)	(77,762)	(70,456)
Contribution deficiency (excess)	-	-	-	-	-	-	-	-	-	-
District's covered employee payroll	$ 765,915	$ 721,332	$ 843,533	$ 898,612	$ 818,607	$ 801,526	$ 751,552	$ 710,933	$ 684,224	$ 580,461
Contributions as a percentage of covered-employee payroll	17.72%	22.79%	16.70%	14.06%	13.67%	12.67%	13.00%	11.26%	11.36%	12.14%

MANSFIELD TOWNSHIP SCHOOL DISTRICT **Exhibit M-1**
Required Supplementary Information - Part III
Schedule of Changes in the State's Total OPEB Liability and Related Ratios
Last Ten Fiscal Years *

State Health Benefit Local Education Retired Employees Plan (TPAF and PERS)

The State of New Jesrsey's Total OPEB Liability	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Service Cost	$ 2,152,062,729	$ 2,136,235,476	$ 2,770,618,025	$ 3,217,184,264	$ 1,790,973,822	$ 1,734,404,850	$ 1,984,642,729	$ 2,391,878,884	$ 1,723,999,319	
Interest	1,963,557,443	1,844,113,951	1,342,187,139	1,556,661,679	1,503,341,357	1,827,787,206	1,970,236,232	1,699,441,736	1,823,643,792	
Change in Benefit Terms	-	-	-	(63,870,842)						
Differences Between Expected and Actual Experience	158,934,425	(980,424,863)	1,399,200,736	(11,385,071,658)	11,544,750,637	(7,323,140,818)	-5002065740			
Benefit Payments	(1,499,600,607)	-	(13,586,368,097)	59,202,405	(1,180,515,618)	(1,280,958,373)	(1,232,987,247)	(1,242,412,566)	(1,223,298,019)	
Contributions from Members	51,347,810	(1,390,258,754)	(1,329,476,059)	-	35,781,384	37,971,171	42,614,005	45,748,749	46,273,747	
Changes of Assumptions or other inputs	4,462,660,491	105,539,463	42,650,252	(1,186,417,186)	12,386,549,981	622,184,027	(5,291,448,855)	(7,086,599,129)	8,611,513,521	
Net change in total OPEB liability	7,288,962,291	1,715,205,273	(9,361,188,004)	(7,802,311,638)	26,080,881,563	(4,381,751,937)	(7,529,008,876)	(4,191,942,326)	10,982,132,360	
Total OPEB Liability - Beginning	$ 52,361,668,239	$ 50,646,462,966	$ 60,007,650,970	$ 67,809,962,608	$ 41,729,081,045	$ 46,110,832,982	$ 53,639,841,858	$ 57,831,784,184	$ 46,849,651,824	
Total OPEB Liability - Ending	$ 59,650,630,530	$ 52,361,668,239	$ 50,646,462,966	$ 60,007,650,970	$ 67,809,962,608	$ 41,729,081,045	$ 46,110,832,982	$ 53,639,841,858	$ 57,831,784,184	
The State of New Jersey's total OPEB liability **	$ 59,650,630,530	$ 52,361,668,239	$ 50,646,462,966	$ 60,007,650,970	$ 67,809,962,608	$ 41,729,081,045	$ 46,110,832,982	$ 53,639,841,858	$ 57,831,784,184	
The State of New Jersey's OPEB liability attributable to the District **	$ 28,881,405	$ 24,500,168	$ 23,788,154	$ 27,255,562	$ 30,416,676	$ 18,322,541	$ 20,947,273	$ 24,703,270	$ 20,947,273	
The District's proportionate share of the total OPEB liability	Zero	Zero	Zero	Zero	Zero	Zero	Zero	Zero	Zero	
District's covered employee payroll	$ 6,426,307	$ 6,532,897	$ 6,530,088	$ 6,215,700	$ 5,884,235	$ 5,489,002	$ 5,657,205	$ 5,729,655	$ 5,524,988	
Total District's OPEB liability as a percentage of its covered-employee payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	
District's contribution	None	None	None	None	None	None	None	None	None	
State's covered employee payroll ***	$ 15,845,935,573	$ 15,314,749,297	$ 14,753,355,408	$ 14,425,669,769	$ 14,267,738,657	$ 13,929,083,479	$ 13,640,275,833	$ 13,493,400,208	$ 13,493,400,208	
Total State's OPEB liability as a percentage of its covered-employee payroll	376.44%	341.90%	343.29%	415.98%	475.27%	299.58%	338.05%	397.53%	428.59%	

** Note: Other Post Employment Benefits (OPEB) for employees of the Teachers' Pension and Annuity Fund (TPAF) and the Public Employees' Retirement System (PERS) is considered a special funding situation as defined by GASB Statement No. 75 in which the State of New Jersey is 100% responsible for contributions to the health insurance plan. The district (employer) does not contribute to the plan and the district's OPEB liability is zero.

*** Covered payroll for the Measurement Period ending June 30, 2023 and June 30, 2024 is based on the payroll on the June 30, 2022 and June 30, 2023 census data, respectively

* - Until a full ten year trend is compiled, information will be presented for those years for which information is available.

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION-PART III
Pension and Other Post Employment Benefits (OPEB) Schedules

For the Fiscal Year Ended June 30, 2025

Teachers' Pension and Annuity Fund (TPAF)

Pension Schedules

Changes of benefit terms. The vesting and benefit provisions are set by N.J.S.A. 18A:66. TPAF provides retirement, death and disability benefits. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of TPAF. Members are always fully vested for their own contributions and, after three years of service credit, become vested for 2% of related interest earned on the contributions. In the case of death before retirement, members' beneficiaries are entitled to full interest credited to the members' accounts.

Changes of assumptions. Pre-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Employee mortality table with a 93.9% adjustment for males and 85.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Healthy Retiree mortality table with a 114.7% adjustment for males and 99.6% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability mortality rates were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 106.3% adjustment for males and 100.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2021.

OPEB Schedules

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASBS No. 75.

Changes of assumptions. Changes of assumptions and other inputs reflects a change in the discount rate from 3.65 percent in 2023 to 3.93 percent in 2024.

Public Employees' Retirement System (PERS)

Pension Schedules

Changes of benefit terms. The vesting and benefit provisions are set by N.J.S.A. 43:15A. PERS provides retirement, death and disability benefits. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service or under the disability provisions of PERS.

Changes of assumptions. Pre-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Employee mortality table with a 93.9% adjustment for males and 85.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 Teachers Above-Median Income Healthy Retiree mortality table with a 114.7% adjustment for males and 99.6% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability mortality rates were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 106.3% adjustment for males and 100.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2021.

OPEB Schedules

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASBS No. 75.

Changes of assumptions. Changes of assumptions and other inputs reflects a change in the discount rate from 3.65 percent in 2023 to 3.93 percent in 2024.

OTHER SUPPLEMENTARY INFORMATION

SPECIAL REVENUE FUND
DETAIL STATEMENTS

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

MANSFIELD TOWNSHIP SCHOOL DISTRICT

Exhibit E-1

SPECIAL REVENUE FUND
COMBINING SCHEDULE OF PROGRAM REVENUES AND EXPENDITURES - BUDGETARY BASIS

For the Fiscal Year Ended June 30, 2025

	Title I Part A	Title II Part A	Title III	Title IV	IDEA Basic	IDEA Preschool	ARP Summer	ARP Mental Health	REAP	Student Activity	Totals
REVENUES											
Local Sources										$ 21,162	$ 21,162
Federal Sources	$ 80,022	$ 10,549	$ 15,348	$ 10,000	$ 154,197	$ 7,178	$ 21,500	$ 20,010	$ 47,538		366,342
TOTAL REVENUES	**80,022**	**10,549**	**15,348**	**10,000**	**154,197**	**7,178**	**21,500**	**20,010**	**47,538**	**21,162**	**387,504**
EXPENDITURES:											
Instruction:											
Salaries of Teachers	6,740										6,740
Other Salaries for Instruction							21,500	20,010			41,510
Other Purchased Services (incls Tuition)					12,000						12,000
General Supplies	24,521	1,109	15,348		553						41,531
Total Instruction	31,261	1,109	15,348	-	12,553	-	21,500	20,010	-	-	101,781
Support Services:											
Purchased Profess. Educ. Svcs	34,168	9,440			133,979	6,646					184,233
Other Purchased Services				4,487							4,487
Supplies and Materials	14,593			5,513	7,665	532			47,538		75,841
Student Activities										20,634	20,634
Total Support Services	48,761	9,440	-	10,000	141,644	7,178	-	-	47,538	20,634	285,195
TOTAL EXPENDITURES	**$ 80,022**	**$ 10,549**	**$ 15,348**	**$ 10,000**	**$ 154,197**	**$ 7,178**	**$ 21,500**	**$ 20,010**	**$ 47,538**	**$ 20,634**	**$ 386,976**
Total Outflows	**$ 80,022**	**$ 10,549**	**$ 15,348**	**$ 10,000**	**$ 154,197**	**$ 7,178**	**$ 21,500**	**$ 20,010**	**$ 47,538**	**$ 20,634**	**$ 386,976**
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	-	-	-	-	-	-	-	-	-	528	528
Fund Balance Beginning	-	-	-	-	-	-	-	-	-	11,623	11,623
Fund Balance Ending	-	-	-	-	-	-	-	-	-	$ 12,151	$ 12,151

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.

N/A

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.

Food Services Fund - This fund provides for the operation of food services in all schools within the school district.

Before and After Childcare Fund - This fund provides for the operation of before school and after school hours childcare within the school district.

Summer Recreation Fund - This fund provides for the operation of summer recreations within the school district.

THIS SECTION HAS ALREADY BEEN INCLUDED IN STATEMENTS B-4, B-5 AND B-6.

FIDUCIARY FUND
DETAIL STATEMENTS

Fiduciary Funds are defined by GASB No. 84 as four funds. (1) pension (and other employee benefit) trust funds, (2) investment trust funds, (3) private-purpose trust funds, and (4) custodial funds.

N/A

LONG-TERM DEBT SCHEDULES

The Long-Term Schedules are used to reflect the outstanding principal balances of the general long-term liabilities of the school district. This includes serial bonds outstanding and obligations under capital leases.

MANSFIELD TOWNSHIP SCHOOL DISTRICT

Exhibit I-1

LONG TERM DEBT
SCHEDULE OF SERIAL BONDS
For the Fiscal Year Ended June 30, 2025

Issue	Date of Issue	Amount of Issue	Annual Maturities Date	Annual Maturities Amount	Interest Rate	Balance 7/1/2024	Retired	Balance 6/30/2025
Refunding school bonds of 2015	7/15/2015	$ 6,685,000	7/15/2025	$ 350,000	3.000%	$ 4,225,000	$ 335,000	$ 3,890,000
			7/15/2026	365,000	3.000%			
			7/15/2027	375,000	3.000%			
			7/15/2028	400,000	3.000%			
			7/15/2029	400,000	3.000%			
			7/15/2030	400,000	3.125%			
			7/15/2031	400,000	3.250%			
			7/15/2032	400,000	3.250%			
			7/15/2033	400,000	3.500%			
			7/15/2034	400,000	3.500%			
						-	-	-
						$ 4,225,000	$ 335,000	$ 3,890,000

MANSFIELD TOWNSHIP SCHOOL DISTRICT

Exhibit I-3

BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND

For the Fiscal Year Ended June 30, 2025

	Original Budget	Budget Transfers	Final Budget	Actual	Variance Positive/ (Negative) Final to Actual
REVENUES:					
Local Sources:					
Local Tax Levy	$ 289,362	-	$ 289,362	$ 289,362	-
State Sources:					
Debt Service Aid Type II	173,863	-	173,863	173,863	-
TOTAL REVENUES	**463,225**	**-**	**463,225**	**463,225**	**-**
EXPENDITURES:					
Regular Debt Service:					
Interest	128,225	-	128,225	128,225	-
Redemption of Principal	335,000		335,000	335,000	-
Total Regular Debt Service	463,225		463,225	463,225	-
TOTAL EXPENDITURES	**463,225**		**463,225**	**463,225**	**-**
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	-	-	-	-	-
Fund Balance, July 1	1		1	1	-
Fund Balance, June 30	**$ 1**	**-**	**$ 1**	**$ 1**	**-**

Mansfield Township School District
Statistical Section

Contents **Page**

Financial Trends (J-1 thru J-5) 90-95
These schedules contain trend information to help the reader understand how the district's financial performance and well being have changed over time.

Revenue Capacity (J-6 thru J-9) 96-99
These schedules contain information to help the reader assess the district's most significant local revenue source, the property tax.

Debt Capacity (J-10 thru J-13) 100-103
These schedules present 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.

Demographic and Economic Information (J-14 and J-15) 104-105
These schedules offer demographic and economic indicators to help the reader understand the environment within which the district's financial activities take place.

Operating Information (J-16 thru J-20) 106-110
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.

Sources:

Unless otherwise noted, the information in these schedules is derived from the Annual Comprehensive Financial Reports (ACFR) for the relevant year.

MANSFIELD TOWNSHIP SCHOOL DISTRICT **Exhibit J-1**
Net Position by Component,
Last Ten Fiscal Years
(accrual basis of accounting)

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Governmental activities										
Invested in capital assets, net of related debt	$ 4,611,260	$ 4,722,320	$ 4,896,448	$ 5,111,990	$ 4,429,195	$ 4,434,731	$ 4,530,866	$ 4,367,560	$ 4,261,891	$ 3,997,220
Restricted	1,357,097	1,174,072	1,337,416	1,532,390	1,931,941	1,308,699	1,266,786	1,259,597	882,978	1,776,280
Unrestricted	(1,763,170)	(1,931,879)	(2,216,084)	(2,047,472)	(2,003,595)	(1,852,785)	(1,991,971)	(1,818,983)	(1,962,551)	(1,906,538)
Total governmental activities net position	$ 4,205,187	$ 3,964,513	$ 4,017,780	$ 4,596,908	$ 4,357,541	$ 3,890,645	$ 3,805,681	$ 3,808,174	$ 3,182,318	$ 3,866,962
Business-type activities										
Invested in capital assets, net of related debt	$ 19,434	$ 16,890	$ 14,347	$ 24,999	$ 21,922	$ 19,459	$ 16,996	$ 14,533	$ 12,070	$ 9,607
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	121,313	162,489	183,811	164,621	155,648	144,889	396,726	411,380	409,953	351,324
Total business-type activities net position	$ 140,747	$ 179,379	$ 198,158	$ 189,620	$ 177,570	$ 164,348	$ 413,722	$ 425,913	$ 422,023	$ 360,931
District-wide										
Invested in capital assets, net of related debt	$ 4,630,694	$ 4,739,210	$ 4,910,795	$ 5,136,989	$ 4,451,117	$ 4,454,190	$ 4,547,862	$ 4,382,093	$ 4,273,961	$ 4,006,827
Restricted	1,357,097	1,174,072	1,337,416	1,532,390	1,931,941	1,308,699	1,266,786	1,259,597	882,978	1,776,280
Unrestricted	(1,641,857)	(1,769,390)	(2,032,273)	(1,882,851)	(1,847,947)	(1,707,896)	(1,595,245)	(1,407,603)	(1,552,598)	(1,555,214)
Total district net position	$ 4,345,934	$ 4,143,892	$ 4,215,938	$ 4,786,528	$ 4,535,111	$ 4,054,993	$ 4,219,403	$ 4,234,087	$ 3,604,341	$ 4,227,893

Source: ACFR Scehdule A-1

MANSFIELD TOWNSHIP SCHOOL DISTRICT **Exhibit J-2**

Changes in Net Position, Last Ten Fiscal Years

(accrual basis of accounting)

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Expenses										
Governmental activities										
Instruction										
Regular	$ 6,142,056	$ 6,724,873	$ 7,341,676	$ 6,837,398	$ 7,015,335	# $ 7,712,198	$ 7,284,100	$ 6,958,888	$ 5,331,761	$ 4,684,107
Special education	1,936,241	2,299,647	2,577,511	2,506,982	2,718,966	# 3,141,598	2,946,129	2,927,409	2,099,233	2,113,801
Other special education	444,814	405,011	339,438	321,254	486,004	459,067	474,029	678,821	387,506	563,592
Support Services:										
Tuition	267,121	93,565	131,965	-	-	30,928	42,341	51,418	14,388	-
Student & instruction related services	1,454,791	1,892,981	1,888,328	1,804,425	2,000,607	2,699,161	2,676,505	2,971,198	2,340,667	2,123,610
General administrative services	841,402	913,959	898,506	856,416	931,030	958,034	974,313	837,112	795,142	847,496
School administrative services	310,631	316,344	322,476	307,024	405,513	392,325	346,983	380,365	333,051	375,328
Business administrative services										
Plant operations and maintenance	684,436	835,471	1,024,170	770,838	592,507	649,515	631,296	556,038	875,016	864,745
Pupil transportation	630,343	620,763	621,589	636,734	593,327	600,861	693,768	845,712	951,981	1,261,878
Non-Budgeted Contributions										
Special Schools										
Charter Schools	-	7,280	8,089	45,531	9,929	-	14,030	11,810		
Interest on long-term debt	202,282	189,315	177,762	171,172	164,309	157,195	149,709	140,485	130,754	120,716
Unallocated depreciation	-	-	-	-	-	-	-	-	554,925	562,972
Total governmental activities expenses	12,914,117	14,299,209	15,331,510	14,257,774	14,917,527	16,800,882	16,233,203	16,359,256	13,814,424	13,518,245
Business-type activities:										
Food service	211,802	224,939	239,862	246,619	189,703	153,429	278,103	355,088	307,742	436,147
Child Care	192,505	164,181	151,461	163,661	83,298	3,903	114,192	218,204	166,329	129,494
Summer Recreation Program	12,160	16,793	13,961	12,987	14,877	-	2,880	4,450	-	-
Total business-type activities expense	416,467	405,913	405,284	423,267	287,878	157,332	395,175	577,742	474,071	565,641
Total district expenses	$ 13,330,584	$ 14,705,122	$ 15,736,794	$ 14,681,041	$ 15,205,405	$ 16,958,214	$ 16,628,378	$ 16,936,998	$ 14,288,495	$ 14,083,886
Program Revenues										
Governmental activities:										
Charges for services:										
Instruction (regular & special education)	$ 53,586	$ 55,459	$ 52,335	$ 64,932	$ 59,749	$ 67,325	$ 76,018	$ 99,339	$ 42,000	$ -
Business and other support services	186,640	190,707	186,507	189,799	184,496	210,758	214,027	230,224	50,505	21,162
Operating grants and contributions	7,230,107	8,208,247	9,380,304	8,714,548	8,210,484	9,959,277	9,585,855	9,521,339	6,307,715	7,160,355
Capital grants and contributions	-	-	-	-	-	-	-	-	-	-
Total governmental activities program revenues	7,470,333	8,454,413	9,619,146	8,969,279	8,454,729	10,237,360	9,875,900	9,850,902	6,400,220	7,181,517
Business-type activities:										
Charges for services										
Food service	132,309	130,428	129,809	121,205	78,991	5,087	30,130	121,287	122,632	118,247
Child care	174,774	166,404	153,489	141,779	85,741	4,756	106,195	122,617	139,255	170,440
Summer Recreation Program	11,820	18,485	14,480	12,860	17,165	-	-	-	-	-
Operating grants and contributions	123,179	129,034	124,920	137,302	93,728	134,261	506,096	341,328	208,294	215,862
Capital grants and contributions	-	-	-	-	-	-	-	-	-	-
Total business type activities program revenues	442,082	444,351	422,698	413,146	275,625	144,104	642,421	585,232	470,181	504,549
Total district program revenues	$ 7,912,415	$ 8,898,764	$ 10,041,844	$ 9,382,425	$ 8,730,354	$ 10,381,464	$ 10,518,321	$ 10,436,134	$ 6,870,401	$ 7,686,066
Net (Expense)/Revenue										
Governmental activities	$ (5,443,784)	$ (5,844,796)	$ (5,712,364)	$ (5,288,495)	$ (6,462,798)	$ (6,563,522)	$ (6,357,303)	$ (6,508,354)	$ (7,414,204)	$ (6,336,728)
Business-type activities	25,615	38,438	17,414	(10,121)	(12,253)	(13,228)	247,246	7,490	(3,890)	(61,092)
Total district-wide net expense	$ (5,418,169)	$ (5,806,358)	$ (5,694,950)	$ (5,298,616)	$ (6,475,051)	$ (6,576,750)	$ (6,110,057)	$ (6,500,864)	$ (7,418,094)	$ (6,397,820)

Continued

MANSFIELD TOWNSHIP SCHOOL DISTRICT **Exhibit J-2**
Changes in Net Position, Last Ten Fiscal Years
(accrual basis of accounting)

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General Revenues and Other Changes in Net Position										
Governmental activities:										
Property taxes levied for general purposes, net	$ 5,268,633	$ 5,334,006	$ 5,440,686	$ 5,549,498	$ 5,660,488	$ 5,773,698	$ 5,979,230	$ 6,095,259	$ 6,217,164	$ 6,630,869
Taxes levied for debt service	302,237	271,055	273,788	276,172	278,204	280,077	284,880	285,879	289,300	-
Investment earnings	7,945	8,726	20,815	41,943	24,835	2,368	486	2,877	22,174	30,898
Miscellaneous income	21,363	9,996	30,342	10	3,904	# 40,483	9,867	131,282	259,710	359,605
Transfers	-	-	-	-	-	-	(2,125)	(4,450)	-	-
Loss of Disposal of capital assets		(19,661)								
Total governmental activities	5,600,178	5,604,122	5,765,631	5,867,623	5,967,431	6,096,626	6,272,338	6,510,847	6,788,348	7,021,372
Business-type activities:										
Investment earnings	73	194	547	982	203	6	3	-	-	-
Transfers	-	-	-	-	-	-	2,125	4,450	-	-
Miscellaneous Income			818	601				251	-	-
Total business-type activities	73	194	1,365	1,583	203	6	2,128	4,701	-	-
Total district-wide	$ 5,600,251	$ 5,604,316	$ 5,766,996	$ 5,869,206	$ 5,967,634	$ 6,096,632	$ 6,274,466	$ 6,515,548	$ 6,788,348	$ 7,021,372
Change in Net Position										
Governmental activities	$ 156,394	$ (240,674)	$ 53,267	$ 579,128	$ (495,367)	$ (466,896)	$ (84,965)	$ 2,493	$ (625,856)	$ 684,644
Business-type activities	25,688	38,632	18,779	(8,538)	(12,050)	(13,222)	249,374	12,191	(3,890)	(61,092)
Total district	$ 182,082	$ (202,042)	$ 72,046	$ 570,590	$ (507,417)	$ (480,118)	$ 164,409	$ 14,684	$ (629,746)	$ 623,552

Source: ACFR Schedule A-2

MANSFIELD TOWNSHIP SCHOOL DISTRICT **Exhibit J-3**

Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year Ending June 30,									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General Fund										
Reserved	$ 1,678,482	$ 1,638,433	$ 1,393,053	$ 1,766,234	$ 2,276,709	$ 1,894,633	$ 1,417,304	$ 1,551,334	$ 891,489	$ 1,768,603
Unreserved	(62,332)	(121,938)	44,457	80,140	60,840	(33,817)	22,265	(127,815)	(44,730)	17,208
Total general fund	$ 1,616,150	$ 1,516,495	$ 1,437,510	$ 1,846,374	$ 2,337,549	# $ 1,860,816	$ 1,439,569	$ 1,423,519	$ 846,759	$ 1,785,811
All Other Governmental Funds										
Reserved										
Unreserved, reported in:										
Special revenue fund					$ 9,280	$ 11,273	$ 12,468	$ 11,116	$ 11,623	$ 12,151
Capital projects fund	$ 2,011,362	$ 172,377	$ 9,811	$ 6,279	5,101	5,101	5,101	5,101	-	-
Debt service fund	-	1	1	1	1	1	1	1	1	1
Trust and agency fund										
Total all other governmental funds	$ 2,011,362	$ 172,378	$ 9,812	$ 6,280	$ 14,382	# $ 16,375	$ 17,570	$ 16,218	$ 11,624	$ 12,152

Source: ACFR Schedule B-1

MANSFIELD TOWNSHIP SCHOOL DISTRICT **Exhibit J-4**

Changes in Fund Balances, Governmental Funds,
Last Ten Fiscal Years

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Revenues										
Tax levy	$ 5,570,870	$ 5,605,061	$ 5,714,474	$ 5,825,670	$ 5,938,692	$ 6,053,775	$ 6,264,110	$ 6,381,138	$ 6,506,464	$ 6,630,869
Tuition charges	51,934	50,362	52,061	64,601	59,123	65,149	58,249	74,994	42,000	91,553
Interest earnings	7,845	8,726	20,815	41,943	24,835	2,368	486	2,877	22,174	30,898
Miscellaneous	16,902	10,285	30,342	10	3,904	42,659	27,636	157,961	310,215	289,214
State sources	5,087,754	5,082,814	5,482,573	5,816,156	5,915,509	6,135,900	6,900,179	7,121,686	7,139,448	8,489,127
Federal sources	333,942	354,745	326,113	332,391	335,930	598,942	780,628	1,095,765	554,219	389,512
Total revenue	11,069,247	11,111,993	11,626,378	12,080,771	12,277,993	12,898,793	14,031,288	14,834,421	14,574,520	15,921,173
Expenditures										
Instruction										
Regular Instruction	3,442,085	3,277,362	3,214,869	3,204,751	3,235,545	3,251,553	3,234,431	3,441,881	3,674,416	3,229,736
Special education instruction	1,044,988	1,106,680	1,147,400	1,169,383	1,293,150	1,423,379	1,411,092	1,482,621	1,457,734	1,470,133
Other special instruction	202,036	146,664	154,907	102,598	153,391	157,367	164,090	169,530	269,089	391,974
Other instruction	-	-	-	-	-	-	-	-	-	-
Support Services:										
Tuition	114,762	12,806	36,966	-	-	30,928	42,341	51,418	9,991	-
Student & instruction related services	852,639	887,392	840,440	874,196	955,223	1,223,726	1,239,219	1,245,158	1,625,389	1,476,955
General administrative services	293,201	288,075	326,421	367,304	349,251	370,305	399,499	380,799	552,157	589,427
School administrative services	347,150	365,208	342,251	355,777	409,717	416,564	412,176	415,558	228,657	258,420
Plant operations and maintenance	547,386	653,208	820,491	591,462	489,540	498,869	500,585	459,807	563,552	595,370
Pupil transportation	442,351	434,265	438,216	450,829	396,727	391,718	480,460	615,488	661,068	877,627
Unallocated employee benefits	2,810,761	3,152,699	3,392,514	3,694,323	3,842,518	4,316,454	4,953,234	4,951,583	5,424,422	5,581,464
Transfer to Charter School	-	-	8,089	45,531	9,929	-	14,030	11,810	24,377	44,337
Special Revenue	324,684	326,421	302,845	304,523	311,432	574,754	777,419	1,115,276		
Capital Outlay	189,056	124,024	238,735	66,193	138,827	266,628	361,665	45,869	201,896	2,925
Capital Projects	3,544,059	1,838,985	162,566	3,532	1,178	-	-	-		
Debt service:										
Principal	200,000	245,000	255,000	265,000	275,000	285,000	300,000	310,000	325,000	335,000
Interest and other charges	286,764	191,843	186,219	180,037	173,288	166,288	158,975	150,575	138,126	128,225
Total expenditures	14,641,922	13,050,632	11,867,929	11,675,439	12,034,716	13,373,533	14,449,216	14,847,373	15,155,874	14,981,593
Excess (Deficiency) of revenues over (under) expenditures	(3,572,675)	(1,938,639)	(241,551)	405,332	243,277	(474,740)	(417,928)	(12,952)	(581,354)	939,580
Other Financing Sources (uses)										
Proceeds from new bond issue & premium										
Transfers in	-									
Transfers out							(2,125)	(4,450)		
Total other financing sources (uses)	-	-	-	-	-	-	(2,125)	(4,450)	-	-
Net change in fund balances	$ (3,572,675)	$ (1,938,639)	$ (241,551)	$ 405,332	$ 243,277	$ (474,740)	$ (420,053)	$ (17,402)	$ (581,354)	$ 939,580
Debt service as a percentage of noncapital expenditures	4.67%	4.10%	4.00%	3.99%	3.92%	3.57%	3.37%	3.21%	3.10%	3.1%

Source: ACFR Schedule B-2

MANSFIELD TOWNSHIP SCHOOL DISTRICT

GENERAL FUND OTHER LOCAL REVENUE BY SOURCE
LAST TEN FISCAL YEARS
UNAUDITED

Exhibit J-5

Fiscal Year Ended June 30,	Interest on Investments	Refund Prior Year Expenditures	Tuition	Transportation	Legal Settlement	Miscellaneous	Total
2016	$ 7,945	$ 12,385	$ 51,834			$ 3,150	$ 75,314
2017	8,726	721	50,362			7,647	67,456
2018	20,815	19,915	52,061			10,427	103,218
2019	41,943		64,601			10	106,554
2020	24,835		59,123			3,904	87,862
2021	2,368		65,149			40,483	108,000
2022	486	4,176	58,249			5,691	68,602
2023	2,877	24,464	74,994			106,818	209,153
2024	22,174		42,000		$ 338,000	(78,339)	323,835
2025	30,898		91,553	$ 257,876		10,176	390,503

SOURCE: District Records

MANSFIELD TOWNSHIP SCHOOL DISTRICT **Exhibit J-6**
Assessed Value and Actual Value of Taxable Property,
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Vacant Land	Residential	Farm Reg.	Qfarm	Commercial	Industrial	Apartment	Total Assessed Value	Public Utilities **a**	Net Valuation Taxable	Total Direct School Tax Rate **b**	Estimated Actual (County Equalized Value)
2016	$10,653,600	$404,308,500	$54,221,800	$3,476,790	$108,509,200	$17,493,500	$66,001,000	$664,664,390	$954,436	$665,618,826	$0.837	$683,265,878
2017	9,501,000	408,991,800	52,751,300	4,246,265	116,176,000	17,323,500	66,001,000	674,990,865	862,441	675,853,306	0.829	713,904,411
2018	16,515,150	409,053,900	52,604,700	3,342,165	115,894,250	17,323,500	60,062,400	674,796,065	804,295	675,600,360	0.846	717,654,940
2019	13,782,200	410,640,200	51,939,900	3,345,415	115,863,850	17,323,500	60,062,400	672,957,465	291,360	673,248,825	0.865	741,209,165
2020	15,066,700	413,661,400	49,904,500	3,214,625	114,656,750	17,323,500	59,623,400	673,450,875	-	673,450,875	0.882	745,710,193
2021	14,091,700	418,485,800	52,498,400	3,103,225	113,307,150	17,323,500	59,623,400	678,433,175	-	678,433,175	0.892	755,157,140
2022	13,159,600	427,702,900	50,547,600	2,892,200	113,333,150	17,323,500	59,623,400	684,582,350	-	684,582,350	0.916	760,478,060
2023	13,732,900	441,785,600	50,920,100	3,157,800	113,356,250	17,323,500	59,623,400	699,899,550	-	699,899,550	0.912	810,444,129
2024	15,566,600	448,289,900	51,019,800	2,927,800	107,887,250	17,428,500	59,623,400	702,743,250	-	702,743,250	0.935	916,157,232
2025	13,244,800	456,606,800	51,562,200	2,959,600	107,765,050	17,428,500	59,316,600	708,883,550	-	708,883,550	0.935	972,444,415

Source: District records Tax list summary & 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 ordered by the County Board of Taxation

a Taxable Value of Machinery, Implements and Equipment of Telephone, Telegraph and Messenger System Companies

b Tax rates are per $100

MANSFIELD TOWNSHIP SCHOOL DISTRICT **Exhibit J-7**

Direct and Overlapping Property Tax Rates

Last Ten Fiscal Years

(rate per $100 of assessed value)

	Mansfield Township Board of Education			Overlapping Rates			
Fiscal Year Ended June 30,	Basic Rate [a]	General Obligation Debt Service [b]	Total Direct	Regional School District	Mansfield Township	Warren County	Total Direct and Overlapping Tax Rate
2016	$0.782	$0.051	$0.837	$0.896	$0.607	$0.811	$3.151
2017	$0.784	$0.045	$0.829	$0.959	$0.621	$0.810	$3.219
2018	$0.805	$0.041	$0.846	$1.011	$0.624	$0.813	$3.294
2019	$0.824	$0.041	$0.865	$1.076	$0.632	$0.792	$3.365
2020	$0.840	$0.042	$0.882	$1.112	$0.635	$0.795	$3.424
2021	$0.850	$0.042	$0.892	$1.163	$0.641	$0.782	$3.478
2022	$0.874	$0.042	$0.916	$1.181	$0.637	$0.779	$3.513
2023	$0.871	$0.041	$0.912	$1.102	$0.699	$0.776	$3.489
2024	$0.885	$0.041	$0.926	$1.125	$0.697	$0.803	$3.551
2025	$0.894	$0.041	$0.935	$1.070	$0.696	$0.835	$3.536

Source: District Records and 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 year net budget 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.

MANSFIELD TOWNSHIP SCHOOL DISTRICT **Exhibit J-8**

Principal Property Tax Payers,
Current Year and Nine Years Ago

	2025			2016		
Taxpayer	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value	Taxable Assessed Value	Rank [Optional]	% of Total District Net Assessed Value
Mansfield Village	$ 37,000,000	1	5.22%			0.00%
Green Eagle Property Res. L.P.	27,721,600	2	3.91%	$ 33,190,600	2	4.99%
Mansfield Plaza LLC	26,043,100	3	3.67%	68,981,700	1	10.37%
Middlebury Associates	18,400,000	4	2.60%	18,839,000	3	2.83%
Mansfield Plaza Associates LLC	11,500,000	5	1.62%	15,033,000	4	2.26%
NYK Services Center	5,891,300	6	0.83%	5,976,300	5	0.90%
Borealis Compounds LLC	5,856,400	7	0.83%	5,768,300	6	0.87%
WH Realty 1 LLC	4,405,000	8	0.62%			
The Shoppes at Mansfield LLC	3,719,300	9	0.52%	3,719,300	7	0.56%
Walgreen Co Real Estate	3,486,500	10	0.49%			
Eden Mansfield LLC				3,486,500	8	0.0052
Mansfield Commons II LLC				3,379,400	9	0.51%
Sarva Mangal LLC				2,849,600	10	0.43%
Total	$ 144,023,200		20.32%	$ 161,223,700		24.24%

Source: District ACFR & Municipal Tax Assessor

MANSFIELD TOWNSHIP SCHOOL DISTRICT **Exhibit J-9**
Property Tax Levies and Collections,
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years
		Amount	Percentage of Levy	
2016	$5,570,870	$5,570,870	100.00%	-
2017	$5,605,061	$5,605,061	100.00%	-
2018	$5,714,474	$5,714,474	100.00%	-
2019	$5,825,670	$5,825,670	100.00%	-
2020	$5,938,692	$5,938,692	100.00%	-
2021	$6,053,775	$6,053,775	100.00%	-
2022	$6,264,110	$6,264,110	100.00%	-
2023	$6,381,138	$6,381,138	100.00%	-
2024	$6,506,464	$6,506,464	100.00%	-
2025	$6,630,869	$6,630,869	100.00%	-

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

Note: 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 is the amount voted upon or certified prior to the end of the school year.

MANSFIELD TOWNSHIP SCHOOL DISTRICT **Exhibit J-10**
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

	Governmental Activities				Business-Type Activities			
Fiscal Year Ended June 30,	General Obligation Bonds [b]	Certificates of Participation	Capital Leases	Bond Anticipation Notes (BANs)	Capital Leases	Total District	Percentage of Personal Income [a]	Per Capita [a]
2016	6,485,000	-	-	-	-0-	6,485,000	1.71%	867
2017	6,240,000	-	-	-	-0-	6,240,000	1.63%	840
2018	5,985,000	-	-	-	-0-	5,985,000	1.52%	810
2019	5,720,000	-	-	-	-0-	5,720,000	1.41%	775
2020	5,445,000	-	-	-	-0-	5,445,000	1.30%	739
2021	5,160,000	-	-	-	-0-	5,160,000	1.15%	699
2022	4,860,000	-	-	-	-0-	4,860,000	0.99%	622
2023	4,550,000	-	-	-	-0-	4,550,000	0.00%	580
2024	4,225,000	-	-	-	-0-	4,225,000	0.00%	536
2025	3,890,000	-	-	-	-0-	3,890,000	0.00%	493

Source: District ACFR Schedules I-1, I-2

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

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

b Includes Early Retirement Incentive Plan (ERIP) refunding

MANSFIELD TOWNSHIP SCHOOL DISTRICT **Exhibit J-11**
Ratios of Net General Bonded Debt Outstanding
Last Ten Fiscal Years

	General Bonded Debt Outstanding				
Fiscal Year Ended June 30,	General Obligation Bonds	Deductions	Net General Bonded Debt Outstanding	Percentage of Actual Taxable Value [a] of Property	Per Capita [b]
2016	6,485,000	-0-	6,485,000	0.96%	867
2017	6,240,000	-0-	6,240,000	0.92%	840
2018	5,985,000	-0-	5,985,000	0.89%	810
2019	5,720,000	-0-	5,720,000	0.85%	775
2020	5,445,000	-0-	5,445,000	0.80%	739
2021	5,160,000	-0-	5,160,000	0.75%	699
2022	4,860,000	-0-	4,860,000	0.69%	622
2023	4,550,000	-0-	4,550,000	0.65%	580
2024	4,225,000	-0-	4,225,000	0.60%	536
2025	3,890,000	-0-	3,890,000	0.55%	493 *

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

a See Exhibit NJ J-6 for property tax data.

b Population data can be found in Exhibit NJ J-14.

R Revised

* Current data unavailable

MANSFIELD TOWNSHIP SCHOOL DISTRICT **Exhibit J-12**
Ratios of Overlapping Governmental Activities Debt
As of June 30, 2025

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable [a]	Estimated Share of Overlapping Debt
Debt repaid with property taxes			
Township of Mansfield	$ 190,000	100.000%	$ 190,000
Other debt			
Warren Hills Regional School District	5,075,000	30.975%	1,571,981
Warren County	10,290,000	6.677%	687,015
Subtotal, overlapping debt			2,448,996
Mansfield Township School District Direct Debt	3,890,000		3,890,000
Total direct and overlapping debt			$ 6,338,996

Sources: Township Finance Officer, Warren County Finance Office and Utility Authorities

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 district. 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 **Exhibit J-13**
Legal Debt Margin Information,
Last Ten Fiscal Years

Legal Debt Margin Calculation for Fiscal Year 2025

		Equalized valuation basis
	2022	910,853,136
	2023	962,266,534
	2024	1,015,446,999
	[A]	$ 2,888,566,669
Average equalized valuation of taxable property	**[A/3]**	$ 962,855,556
Debt limit (2.5% of average equalization value)	**[B]**	24,071,389
Net bonded school debt	**[C]**	3,890,000
Legal debt margin	**[B-C]**	$ 20,181,389

	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Debt limit	$17,223,100	$17,578,907	$17,897,143	$18,256,129	$18,527,828	$18,736,853	$19,133,052	$20,476,733	$22,215,228	$ 24,071,389
Total net debt applicable to limit	6,485,350	6,240,350	5,985,350	5,720,000	5,445,000	5,160,000	4,860,000	4,550,000	4,225,000	3,890,000
Legal debt margin	$10,737,750	$11,338,557	$11,911,793	$12,356,129	$13,082,828	$13,576,853	$14,273,052	$15,926,733	$17,990,228	$20,181,389
Total net debt applicable to the limit as a percentage of debt limit	37.65%	35.50%	33.44%	31.33%	29.39%	27.54%	25.40%	22.22%	19.02%	16.16%

Source: Abstract of Ratables and District Records ACFR Schedule J-7

a Limit set by NJSA 18A:24-19 for a K through 6 district; other % limits would be applicable for other districts

MANSFIELD TOWNSHIP SCHOOL DISTRICT **Exhibit J-14**
Demographic and Economic Statistics
Last Ten Fiscal Years

Year	Population [a]	Personal Income (thousands of dollars) [b]	Per Capita Personal Income [c]	Unemployment Rate [d]
2016	7,481	$ 379,593,421	$50,021 R	4.2%
2017	7,431	$ 382,718,793	$51,452 R	3.6%
2018	7,386	$ 392,558,514	$53,122 R	3.3%
2019	7,379	$ 405,645,767	$55,641 R	2.7%
2020	7,372	$ 419,879,632	$58,701 R	7.5%
2021	7,384	$ 446,916,600	$62,006 R	4.7%
2022	7,811	$ 492,413,251	$63,016 R	3.1%
2023	7,839	$ 493,237,719	$66,483 R	4.0%
2024	7,876	$ 495,565,796	$66,483 *	4.4%
2025	7,889	$ 524,484,387	$66,483 *	*

Source:

[a] Population information provided by the NJ Dept of Labor and Workforce Development

[b] Personal income provided by US Dept Commerce

[c] Per Capita provided by NJ Dept of Labor

[d] Unemployment data provided by the NJ Dept of Labor and Workforce Development

P =Projected
R =Revised
* Current data unavailable

MANSFIELD TOWNSHIP SCHOOL DISTRICT **Exhibit J-15**
Principal Employers, **N/A**
Current Year and Nine Years Ago

	2025			2016		
Employer	**Employees**	**Rank (Optional)**	**Percentage of Total Employment**	**Employees**	**Rank (Optional)**	**Percentage of Total Employment**
		1	0.00%	-		0.00%
		2	0.00%	-		0.00%
		3	0.00%	-		0.00%
		4	0.00%	-		0.00%
		5	0.00%	-		0.00%
		6	0.00%	-		0.00%
		7	0.00%	-		0.00%
		8	0.00%	-		0.00%
		9	0.00%	-		0.00%
		10	0.00%	-		0.00%
	-			-		0.00%
	-			-		0.00%
	-			-		0.00%
	-		0.00%	-		0.00%

Source:
No reliable information is available at the local or county level.

MANSFIELD TOWNSHIP SCHOOL DISTRICT **Exhibit J-16**

Full-time Equivalent District Employees by Function/Program,
Last Ten Fiscal Years

Function/Program	**2016**	**2017**	**2018**	**2019**	**2021**	**2022**	**2023**	**2024**	**2024**	**2025**
Instruction										
Regular	44.2	44.2	45.2	46.2	48.2	40.0	40.0	40.0	37.0	35.5
Special education	23.0	23.0	24.0	24.0	24.0	29.0	36.0	36.0	31.0	34.5
Other instruction	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	4.0
Support Services:										
Tuition										
Student & instruction related services	7.5	7.5	7.5	7.5	7.5	7.5	7.5	7.5	6.9	6.0
General administrative services	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	1.0	2.0
School administrative services	2.8	2.8	2.8	2.8	2.8	5.0	5.0	3.6	3.8	4.2
Business adminsitrative services	2.0	2.0	2.0	1.5	2.5	3.0	3.0	3.0	3.0	4.5
Plant operations and maintenance	5.0	5.0	5.0	5.0	4.0	5.0	5.0	4.0	2.5	5.0
Pupil Transportation										
Food Service	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Child Care	1.5	1.5	1.5	1.5	1.5	2.0	2.0	2.0	2.0	2.0
Total	91.0	91.0	93.0	93.5	95.5	96.5	103.5	101.1	90.2	97.7

Source: District Personnel Records

MANSFIELD TOWNSHIP SCHOOL DISTRICT **Exhibit J-17**
Operating Statistics
Last Ten Fiscal Years

Fiscal Year	Enrollment	Operating Expenditures [a]	Cost Per Pupil	Percentage Change	Teaching Staff [b]	Pupil/Teacher Ratio Elementary	Average Daily Enrollment (ADE) [c]	Average Daily Attendance (ADA) [c]	% Change in Average Daily Enrollment	Student Attendance Percentage
2016	680	$ 10,422,043	$ 15,327	9.71%	57	11.93:1	682.6	652.9	-3.26%	95.65%
2017	646	10,650,780	16,487	7.57%	57	11.33:1	643.4	613.5	-5.74%	95.35%
2018	631	11,025,409	17,473	5.98%	57	11.07:1	633.2	603.4	-1.58%	95.29%
2019	629	11,160,677	17,744	1.55%	58	10.84:1	624.0	594.1	-1.45%	95.21%
2020	590	11,446,423	19,401	9.34%	60	9.83:1	589.4	570.3	-5.55%	96.76%
2021	532	12,655,617	23,789	22.62%	65	8.25:1	530.9	527.8	-9.92%	99.41%
2022	557	13,628,576	24,468	2.85%	68	8.19:1	560.1	519.8	5.49%	92.80%
2023	580	14,340,929	24,726	1.05%	69	8.41:1	550.1	512.2	-1.79%	93.12%
2024	585	14,490,852	24,771	0.18%	69	8.48:1	580.7	545.0	5.56%	93.85%
2025	571	14,515,443	25,421	2.63%	61	9.36:1	570.5	533.7	-1.76%	93.56%

Sources: District records, ASSA and Schedules J-12, J-14

Note: Enrollment based on annual October district count.

a Operating expenditures equal total expenditures less debt service and capital outlay; Schedule J-1
b Teaching staff includes only full-time equivalents of certificated staff.
c Average daily enrollment and average daily attendance are obtained from the School Register Summary (SRS).

MANSFIELD TOWNSHIP SCHOOL DISTRICT **Exhibit J-18**
School Building Information
Last Ten Fiscal Years

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
District Building										
Elementary										
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)	835.0	835.0	835.0	835.0	835.0	835.0	835.0	835.0	835.0	835.0
Enrollment	680.0	646.0	631.0	629.0	590.0	532.0	557.0	580.0	585.0	571.0

Number of Schools at June 30, 2025
Elementary = 1

Source: District records, ASSA

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

MANSFIELD TOWNSHIP SCHOOL DISTRICT

GENERAL FUND
SCHEDULE OF REQUIRED MAINTENANCE FOR SCHOOL FACILITIES
Last Ten Fiscal Years Ending June 30, 2025

Exhibit J-19

UNDISTRIBUTED EXPENDITURES - REQUIRED
MAINTENANCE FOR SCHOOL FACILITIES
11-000-261-xxx

School Facilities	Project #	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	Total
Mansfield School	040	$47,496	$152,474	$326,013	$80,389	$32,739	$34,769	$26,785	$32,192	$23,089	$28,438	$784,384
Total School Facilities		**47,496**	**152,474**	**326,013**	**80,389**	**32,739**	**34,769**	**26,785**	**32,192**	**23,089**	**28,438**	**784,384**
Other Facilities												
Grand Total		**$47,496**	**$152,474**	**$326,013**	**$80,389**	**$32,739**	**$34,769**	**$26,785**	**$32,192**	**$23,089**	**$28,438**	**$784,384**

INSURANCE SCHEDULE
June 30, 2025
UNAUDITED

Exhibit J-20

POLICY TYPE	COVERAGE	DEDUCTIBLE
Package- NJSIG		
Property	$ 20,813,261	$ 5,000
Equipment Breakdown	100,000,000	25,000
Crime- Faithful Performance	50,000	
General Liability		
Bodily Injury & Property Damage	11,000,000	
Products & Completed Operations	11,000,000	
Sexual Abuse	11,000,000	
Personal Injury and Advertising Injury	11,000,000	
Employee Benefits Liability	11,000,000	1,000
Premises Medical Payment	10,000	
Auto Liability- Hired NonOwned	11,000,000	
Cyber	2,000,000	$25,000-$250,000
Restart/Terr/Env/Crisis	Various	
School Leaders E&O - NJSIG	11,000,000	5,000
Coverage B	$100,000 per claim	$300,000 Per Occurrence
Workers Compensation - NJSIG	1,000,000 Each Accident, Employee	
Supplemental Indemnity	7 day waiting period	
Student Accident- QBE	500,000	
PUBLIC EMPLOYEES' FAITHFUL PERFORMANCE BLANKET POSITION BOND		
Board Administrator	200,000	
Treasurer	350,000	

* New Jersey School Insurance Group (NJSIG)

SOURCE: District Records

Single Audit Section

ARDITO & COMPANY LLC

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Anthony Ardito, CPA, RMA, CMFO, PSA

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

Independent Auditor's Report

Honorable President and
Members of the Board of Education
Mansfield Township School District
County of Warren
Port Murray, New Jersey 07865

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in ***Government Auditing Standards*** issued by the Comptroller General of the United States, and audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Mansfield Township School District Board of Education in the County of Warren, State of New Jersey, as of and for the fiscal year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Mansfield Township School District Board of Education's basic financial statements, and have issued our report thereon dated November 17, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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

-Continued-

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.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free of 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*** or audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and for New Jersey Department of Education use, 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.

Ardito & Company LLC

ARDITO & COMPANY LLC
November 17, 2025

Anthony Ardito

Anthony Ardito
Certified Public Accountant
Licensed Public School Accountant No. 2369
ARDITO & COMPANY LLC
Frenchtown, New Jersey
November 17, 2025

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Anthony Ardito, CPA, RMA, CMFO, PSA

Independent Auditor's Report on Compliance For Each Major Program and on Internal Control Over Compliance Required by New Jersey OMB circular 15-08

Honorable President and
Members of the Board of Education
Mansfield Township School District
County of Warren
Port Murray, New Jersey 07865

Report on Compliance for Each Major State Program

Opinion on Each Major State Program

We have audited the Mansfield Township School District Board of Education's compliance with the types of compliance requirements described in the New Jersey State Aid/Grant Compliance Supplement that could have a direct and material effect on each of the District's major state programs for the year ended June 30, 2025. The Mansfield Township School District Board of Education's major state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Mansfield Township School District 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 state programs for the year ended June 30, 2025.

Basis for Opinion on Each Major State Program

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; the audit requirements as prescribed by the Office of School Finance, Department of Education, State of New Jersey; and New Jersey OMB's Circular 15-08, *Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid.* Our responsibilities under those standards, and New Jersey OMB Circular 15-08 are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

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

-Continued-

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, ***Government Auditing Standards***, and New Jersey OMB Circular 15-08 will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major state program as a whole.

In performing an audit in accordance with generally accepted auditing standards, ***Government Auditing Standards***, and New Jersey OMB Circular 15-08, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with New Jersey OMB Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of District's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

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

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

-Continued-

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of New Jersey OMB circular 15-08, and for New Jersey Department of Education use. Accordingly, this report is not suitable for any other purpose.

Ardito & Company LLC

Ardito & Company LLC

Frenchtown, New Jersey
November 17, 2025

Anthony Ardito

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MANSFIELD TOWNSHIP SCHOOL DISTRICT

K-3

Schedule of Expenditures of Federal Awards
for the Fiscal Year ended June 30, 2025

Schedule A

Federal Grantor/Pass-through Grantor/Program Title	Federal Assistance Listing No.	FAIN Number	Grant or State Project Number	Program or Award Amount	Grant Period From	Grant Period To	Balance At June 30, 2024	Carryover/ Walkover Amount	Cash Received	Budgetary Expenditures	Adjust.	Repayment of Prior Years' Balances	Balance at June 30, 2025 Accounts Receivable	Balance at June 30, 2025 Deferred Revenue	Balance at June 30, 2025 Due to Grantor	Cumulative Total Expenditures
U.S. Department of Education Passed-Through State Department of Education: General Fund:																
Medical Assistance Program (SEMI)	93.778	2405NJ5MAP	N/A	$ 17,359	7/1/24	6/30/25			$ 17,359	$ (17,359)						$ 17,359
Total General Fund							-	-	**17,359**	**(17,359)**	-	-	-	-	-	**17,359**
U.S. Department of Education Passed-Through State Department of Education: Special Revenue Fund:																
Title I	84.010	S010A240030	ESEA25	95,869	7/1/24	6/30/25			87,599	(80,022)				$ 7,577		$ 88,292
Title II Part A	84.367	S367B240027	ESEA25	12,284	7/1/24	6/30/25	(9,077)		18,075	(10,549)			$ (1,551)	-		12,284
Title III	84.365A	S365A240030	ESEA25	27,729	7/1/24	6/30/25	7,981		11,814	(15,348)			(3,534)	7,981		19,748
Title IV	84.424A	S424B240031	ESEA25	10,000	7/1/24	6/30/25			8,019	(10,000)			(1,981)	-		10,000
Total ESEA							(1,096)	-	125,507	(115,919)	-	-	(7,066)	15,558	-	130,324
I.D.E.A. Part B, Basic Regular	84.027	H027A240100	FT297025	178,605	7/1/24	6/30/25	(19,083)		149,019	(154,197)			(24,261)			178,605
I.D.E.A. Part B, Basic Preschool	84.173	H173A240114	FT297025	7,707	7/1/24	6/30/25	7,000		850	(7,178)			(6,328)	7,000		707
Total Special Education Cluster							(12,083)	-	149,869	(161,375)	-	-	(30,589)	7,000	-	179,312
Rural Education Achievement Program	84.358A	S358B240030	S358A242605	47,538	7/1/24	9/30/25	-		47,538	(47,538)						47,538
American Rescue Plan-Evidence Based Summer Learning	84.425U	S425U240027	ARP	40,000	3/13/20	9/30/24	21,500		-	(21,500)						40,000
American Rescue Plan-NJTSS Mental Health Support Staffing	84.425U	S425U240027	ARP	45,000	3/13/20	9/30/24	20,010		-	(20,010)						45,000
American Rescue Plan-Homeless Children	84.425W	S425W240031	ARP	31,290	7/1/23	6/30/24	1,628		-	-				1,628		29,662
Total Education Stabilization Fund							43,138	-	-	(41,510)	-	-	-	1,628	-	114,662
U.S. Department of Homeland Security (FEMA) Passed-Through NJ State Department of Treasury: Special Revenue Fund:																
FEMA Grant	97.036	N/A	FEMA-2970-23	63,986	7/1/22	6/30/23	3							3		63,983
Total FEMA Grant							3	-	-	-	-	-	-	3	-	63,983
Total Special Revenue Fund							**29,962**	**-**	**322,914**	**(366,342)**	**-**	**-**	**(37,655)**	**24,189**	**-**	**535,819**
U.S. Department of Agriculture Passed-Through State Dept. of Agriculture Enterprise Fund:																
Child Nutrition Cluster:																
Food Distribution Program	10.555	241NJ304N1199	N/A		7/1/23	6/30/24	2,081			(2,081)						2,081
Food Distribution Program	10.555	251NJ304N1199	N/A	16,181	7/1/24	6/30/25			16,181	(14,625)				1,556		14,625
School Breakfast Program	10.553	241NJ304N1199	N/A		7/1/23	6/30/24	(646)		646							
School Breakfast Program	10.553	251NJ304N1199	N/A	28,328	7/1/24	6/30/25			27,197	(28,328)			(1,131)			28,328
National School Lunch Program	10.555	241NJ304N1199	N/A		7/1/23	6/30/24	(1,686)		1,686							
National School Lunch Program	10.555	251NJ304N1199	N/A	153,403	7/1/24	6/30/25			149,337	(153,403)			(4,066)			153,403
Total Enterprise Fund							**(251)**	**-**	**195,047**	**(198,437)**	**-**	**-**	**(5,197)**	**1,556**	**-**	**198,437**
TOTAL FEDERAL ASSISTANCE							**$ 29,711**	**- $**	**535,320**	**$ (582,138)**	**-**	**- $**	**(42,852)**	**$ 25,745**	**- $**	**751,615**

The accompanying Notes to Schedules of Expenditures of Awards and Financial Assistance are an integral part of this schedule.

Note: This Schedule was not subject to an audit in accordance with OMB Uniform Guidance.

MANSFIELD TOWNSHIP SCHOOL DISTRICT

K-4

Schedule of Expenditures of State Financial Assistance
for the Fiscal Year ended June 30, 2025

Schedule B

STATE GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	GRANT OR STATE PROJECT NUMBER	GRANT PERIOD	AWARD AMOUNT	BALANCE 6/30/2024	CARRY-OVER AMOUNT	CASH RECEIVED	BUDGET. EXPEND.	ADJUST.	REPAYMENT OF PRIOR YEARS' BALANCES	BALANCE AT JUNE 30, 2025 (ACCTS. RECEIV.)	INTERFUND PAYABLE/ DEFER. REVENUE	DUE TO GRANTOR	MEMO BUDGETARY RECEIVABLE	MEMO CUMULATIVE TOTAL EXPEND.
State Department of Education														
General Fund:														
Equalization Aid	25-495-034-5120-078	7/1/24-6/30/25	$ 3,802,907			$ 3,802,907	$ (3,802,907)						$ 380,072	$ 3,802,907
Transportation Aid	25-495-034-5120-014	7/1/24-6/30/25	460,086			460,086	(460,086)						45,982	460,086
Special Education Aid	25-495-034-5120-089	7/1/24-6/30/25	647,818			647,818	(647,818)						64,745	647,818
Security Aid	25-495-034-5120-084	7/1/24-6/30/25	160,619			160,619	(160,619)						16,053	160,619
Payment for Institutionalized Children	24-495-034-5120-005	7/1/23-6/30/24	210,916	$ (210,916)		210,916	-							210,916
Extraordinary Aid	25-495-034-5120-044	7/1/24-6/30/25	271,258			-	(271,258)			$ (271,258)				271,258
Extraordinary Aid	24-495-034-5120-044	7/1/23-6/30/24	4,854	(4,854)		4,854	-							4,854
Non- Public Transportation Aid	25-100-034-5120-068	7/1/24-6/30/25	2,802			-	(2,802)			(2,802)				2,802
Non- Public Transportation Aid	24-100-034-5120-068	7/1/23-6/30/24	2,730	(2,730)		2,730	-							2,730
On Behalf TPAF Pension	25-495-034-5094-002	7/1/24-6/30/25	2,091,850			2,091,850	(2,091,850)							2,091,850
On Behalf TPAF Pension PMR	25-495-034-5094-001	7/1/24-6/30/25	611,240			611,240	(611,240)							611,240
On Behalf TPAF Pension LTD Ins	25-495-034-5094-004	7/1/24-6/30/25	857			857	(857)							857
Reimb. TPAF Soc.Secur.Contrib.	25-495-034-5094-003	7/1/24-6/30/25	411,197	(20,427)		411,087	(411,197)			(20,537)				411,197
Total General Fund				**(238,927)**		**8,404,964**	**(8,460,634)**			**(294,597)**			**506,852**	**8,679,134**
Special Revenue Fund:														
School Climate Change Pilot	23-100-034-5063-359	4/1/22-6/30/23	6,660	1,641							$ 1,641			
Total Special Revenue Fund				**1,641**	-	-	-	-	-	-	**1,641**	-	-	-
State Department of Agriculture														
Enterprise Fund:														
Nat.School Lunch Prog.(State Share)	24-100-010-3350-023	7/1/23-6/30/24		(254)		254								
Nat.School Lunch Prog.(State Share)	25-100-010-3350-023	7/1/24-6/30/25	17,425			16,882	(17,425)			(543)				17,425
Total Enterprise Fund				**(254)**		**17,136**	**(17,425)**			**(543)**				**17,425**
Total State Financial Assistance				**$ (237,540)**	**-**	**$ 8,422,100**	**$ (8,478,059)**	**-**	**-**	**$ (295,140)**	**$ 1,641**	**-**	**$ 506,852**	**$ 8,696,559**
Less On-behalf TPAF Pension Amounts:														
On Behalf TPAF Pension	25-495-034-5094-002	7/1/24-6/30/25	2,091,850				2,091,850							
On Behalf TPAF Pension PMR	25-495-034-5094-001	7/1/24-6/30/25	611,240				611,240							
On Behalf TPAF Pension LTD Ins	25-495-034-5094-004	7/1/24-6/30/25	857				857							
Total State Expenditures Subject to Major Program Determination							**$ (5,774,112)**							

The accompanying Notes to Schedules of Expenditures of Awards and Financial Assistance are an integral part of this schedule.

NOTES TO THE SCHEDULES OF STATE FINANCIAL ASSISTANCE
JUNE 30, 2025

NOTE 1. GENERAL

The accompanying schedule of expenditures of federal and state financial assistance includes federal and state award activity of the Board of Education, Mansfield Township School District. The Board of Education is defined in Note 1 to the Board's basic financial statements. All federal and state awards received directly from federal and state agencies, as well as state financial assistance passed through other government agencies is included on the schedule of expenditure of federal and state financial assistance.

NOTE 2. BASIS OF ACCOUNTING

The accompanying schedules of expenditures of awards and financial assistance are presented on 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 basis of accounting are described in Note 1 to the Board's basic financial statements. The information in this schedule is presented in accordance with the requirements of *2 CFR 200-Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, and NJ OMB 15-08* . Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements. The District has elected not to use the 10% de minimis indirect cost rate.

NOTE 3. RELATIONSHIP TO GENERAL PURPOSE FINANCIAL STATEMENTS

The basic financial statements present the general fund and special revenue fund on a GAAP basis. Budgetary comparison statements or schedules (RSI) 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 *N.J.S.A.* 18A:22-44.2. For GAAP purposes, that payment is not recognized until the subsequent budget year due to the state deferral 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 special revenue fund also recognizes the last state aid payment in the current budget year, consistent with *N.J.S.A.* 18A:22-4.2.

The net adjustment to reconcile from the budgetary basis to the GAAP basis is ($145,370) for the general fund and $5,811 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. Awards and financial assistance revenues are reported in the Board's basic financial statements on a GAAP basis as presented on the following page:

NOTES TO THE SCHEDULES OF STATE FINANCIAL ASSISTANCE
JUNE 30, 2025

NOTE 3. (Continued)

	Federal	State	Total
General Fund	$ 17,359	$ 8,315,264	$ 8,332,623
Special Revenue Fund	372,153	-	372,153
Debt Service Fund		173,863	173,863
Food Service Fund	198,437	17,425	215,862
Total Financial Assistance	$ 587,949	$ 8,506,552	$ 9,094,501

NOTE 4. OTHER

Revenues and expenditures reported under the Food Distribution Program represent current year value received and 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, 2025. TPAF Social Security Contributions represents the amount reimbursed by the state for employer's share of social security contributions for TPAF members for the year ended June 30, 2025.

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Section I - Summary of Auditor's Results

Financial Statement Section

Type of auditor's report issued: Unmodified

Internal control over financial reporting:
1) Material weakness(es) identified? __Yes_x__No
2) Were significant deficiencies identified that were not considered to be material weaknesses? __Yes _x_None Reported

Noncompliance material to financial statements noted? __Yes_x_No

Federal Awards **Not Applicable**

Internal control over major programs:
1) Material weakness(es) identified? __Yes__No
2) Were significant deficiencies identified that were not considered to be material weaknesses? __Yes __None

Type of auditor's report issued on compliance for major programs: N/A

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200 section .516(a) of ? __Yes__No

Identification of major programs:

Assistance Listing	FAIN Number(s)	Name of Federal Program or Cluster
N/A		

Dollar threshold used to distinguish between Type A and Type B programs: N/A

Auditee qualified as low-risk auditee? __yes__no

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

State Financial Assistance Section

Dollar threshold used to distinguish between Type A and Type B programs:	$750,000
Auditee qualified as low-risk auditee?	x Yes __No
Internal Control over major programs:	
1) Material weakness(es) identified?	___Yes_x_No
2) Were significant deficiencies identified that were not considered to be material weaknesses?	___Yes_x_None
Type of auditor's report on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with NJ OMB Circular letter 15-08 as applicable?	___Yes_x_No

Identification of major programs:

State Grant/Project Number(s)	Name of State Program
25-495-034-5120-078	Equalization Aid (State Aid Cluster)
25-495-034-5120-089	Special Education Aid (State Aid Cluster)
25-495-034-5120-084	Security Aid (State Aid Cluster)
25-495-034-5120-044	Extraordinary Aid

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

Section II-Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, fraud, noncompliance with provisions of laws, regulations, contracts, and grant agreements, and abuse related to the financial statements for which *Government Auditing Standards* requires reporting.

Financial Statement N/A

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

This section identifies audit findings required to be reported by 2 CFR 200 section .516 of the *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards,* and NJOMB Circular Letter 15-08, as applicable.

Federal Awards N/A

State Awards N/A

SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
AND QUESTIONED COSTS AS PREPARED BY MANAGEMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

STATUS OF PRIOR YEAR FINDINGS

In accordance with government auditing standards, our procedures included a review of all prior year recommendations. The prior year findings have been corrected in the current year.