



Dave Yost • Auditor of State

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY**

TABLE OF CONTENTS

TITLE	PAGE
Schedule of Expenditures of Federal Awards.....	1
Notes to the Schedule of Expenditures of Federal Awards	2
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Required by <i>Government Auditing Standards</i>	3
Independent Auditor's Report on Compliance with Requirements Applicable to Each Major Federal Program and on Internal Control Over Compliance Required by the Uniform Guidance	5
Schedule of Findings.....	9
Summary Schedule of Prior Audit Findings	10

THIS PAGE INTENTIONALLY LEFT BLANK

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2016**

FEDERAL GRANTOR <i>Pass Through Grantor</i> Program /Cluster Title	Federal CFDA Number	Total Federal Expenditures
U.S. DEPARTMENT OF AGRICULTURE <i>Passed Through Ohio Department of Education</i>		
Child Nutrition Cluster:		
Non - Cash Assistance (Food Distribution):		
School Breakfast Program	10.553	\$ 6,576
National School Lunch Program	10.555	124,949
Non - Cash Assistance (Food Distribution) Subtotal:		<u>131,525</u>
Cash Assistance:		
School Breakfast Program	10.553	575,437
National School Lunch Program	10.555	1,212,541
Cash Assistance Subtotal:		<u>1,787,978</u>
Total Child Nutrition Cluster		<u>1,919,503</u>
State Administrative Expenses for Child Nutrition	10.560	718
Total U.S. Department of Agriculture		<u>1,920,221</u>
U.S. DEPARTMENT OF EDUCATION <i>Passed Through Ohio Department of Education</i>		
Adult Education - Basic Grants to States	84.002	438,983
Title I Grants to Local Educational Agencies	84.010	3,412,181
Special Education Cluster:		
Special Education-Grants to States	84.027	1,153,943
Special Education-Preschool Grants	84.173	41,039
Total Special Education Cluster		<u>1,194,982</u>
Career and Technical Education - Basic Grants to States	84.048	126,341
Education for Homeless Children and Youth	84.196	45,454
Improving Teacher Quality State Grants	84.367	<u>426,816</u>
Total U.S. Department of Education		<u>5,644,757</u>
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES <i>Passed Through Ohio Department of Education</i>		
Job Opportunities and Basic Skills Training	93.561	<u>90</u>
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES		<u>90</u>
Total Expenditures of Federal Awards		<u>\$ 7,565,068</u>

The accompanying notes are an integral part of this schedule.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY**

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
2 CFR 200.510(b)(6)
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE A – BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of Mansfield City School District, Richland County (the District) under programs of the federal government for the year ended June 30, 2016. The information on this Schedule is prepared in accordance with 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). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the District.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the cash basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles contained in OMB Circular A-87 *Cost Principles for State, Local, and Indian Tribal Governments* (codified in 2 CFR Part 225), or the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures may or may not be allowable or may be limited as to reimbursement. The District has elected not to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

NOTE C - CHILD NUTRITION CLUSTER

The District commingles cash receipts from the U.S. Department of Agriculture with similar State grants. When reporting expenditures on this Schedule, the District assumes it expends federal monies first.

NOTE D - FOOD DONATION PROGRAM

The District reports commodities consumed on the Schedule at the entitlement value. The District allocated donated food commodities to the respective program that benefitted from the use of those donated food commodities.



Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY GOVERNMENT AUDITING STANDARDS

Mansfield City School District
Richland County
856 West Cook Road
Mansfield, Ohio 44906

To the Board of Education:

We have audited, in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, the financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of the Mansfield City School District, Richland County, Ohio (the District), as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 9, 2016, wherein we noted the District was declared to be in Fiscal Emergency by the Auditor of State on December 17, 2013.

Internal Control Over Financial Reporting

As part of our financial statement audit, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures appropriate in the circumstances to the extent necessary to support our opinions on the financial statements, but not to the extent necessary to opine on the effectiveness of the District's internal control. Accordingly, we have not opined on it.

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

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

Compliance and Other Matters

As part of reasonably assuring whether the District's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the determination of financial statement amounts. However, opining on compliance with those provisions was not an objective of our audit and accordingly, we do not express an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*.

Purpose of this Report

This report only describes the scope of our internal control and compliance testing and our testing results, and does not opine on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed under *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Dave Yost". The signature is written in a cursive style with a large, looping "D" and "Y".

Dave Yost
Auditor of State
Columbus, Ohio

December 9, 2016



Dave Yost • Auditor of State

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

Mansfield City School District
Richland County
856 West Cook Road
Mansfield, Ohio 44906

To the Board of Education:

Report on Compliance for Each Major Federal Program

We have audited the Mansfield City School District's, Richland County, Ohio (the District), compliance with the applicable requirements described in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* that could directly and materially affect each of the Mansfield City School District's major federal programs for the year ended June 30, 2016. The *Summary of Auditor's Results* in the accompanying schedule of findings identifies the District's major federal programs.

Management's Responsibility

The District's Management is responsible for complying with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to opine on the District's compliance for each of the District's major federal programs based on our audit of the applicable compliance requirements referred to above. Our compliance audit followed auditing standards generally accepted in the United States of America; the standards for financial audits included in the Comptroller General of the United States' *Government Auditing Standards*; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). These standards and the Uniform Guidance require us to plan and perform the audit to reasonably assure whether noncompliance with the applicable compliance requirements referred to above that could directly and materially affect a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on each Major Federal Program

In our opinion, the Mansfield City School District complied, in all material respects with the compliance requirements referred to above that could directly and materially affect each of its major federal programs for the year ended June 30, 2016.

Report on Internal Control Over Compliance

The District's management is responsible for establishing and maintaining effective internal control over compliance with the applicable compliance requirements referred to above. In planning and performing our compliance audit, we considered the District's internal control over compliance with the applicable requirements that could directly and materially affect a major federal program, to determine our auditing procedures appropriate for opining on each major federal program's compliance and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not to the extent needed to opine on the effectiveness of internal control over compliance. Accordingly, we have not opined on the effectiveness of the District's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

This report only describes the scope of our internal control over compliance tests and the results of this testing based on Uniform Guidance requirements. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have also audited the financial statements of the governmental activities, the major fund and the aggregate remaining fund information of the Mansfield City School District, Richland County (the District) as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our unmodified report thereon dated December 9, 2016, wherein we noted the District was declared to be in Fiscal Emergency by the Auditor of State on December 17, 2013. We conducted our audit to opine on the District's basic financial statements as a whole. The accompanying schedule of expenditures of federal awards presents additional analysis required by the Uniform Guidance and is not a required part of the basic financial statements.

Mansfield City School District
Richland County
Independent Auditor's Report on Compliance with Requirements
Applicable to Each Major Federal Program and on Internal Control Over
Compliance Required By the Uniform Guidance
Page 3

The schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records management used to prepare the basic financial statements. We subjected this schedule to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this schedule 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, this schedule is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

A handwritten signature in black ink that reads "Dave Yost". The signature is written in a cursive style with a large, looping "D" and "Y".

Dave Yost
Auditor of State
Columbus, Ohio

December 9, 2016

THIS PAGE INTENTIONALLY LEFT BLANK

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY**

**SCHEDULE OF FINDINGS
2 CFR § 200.515
JUNE 30, 2016**

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unmodified
(d)(1)(ii)	Were there any material weaknesses in internal control reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material weaknesses in internal control reported for major federal programs?	No
(d)(1)(iv)	Were there any significant deficiencies in internal control reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unmodified
(d)(1)(vi)	Are there any reportable findings under 2 CFR § 200.516(a)?	No
(d)(1)(vii)	Major Programs (list):	CFDA # 84.010 – Title I Grants to Local Educational Agencies CFDA # 84.027 and 84.173 – Special Education Cluster CFDA # 84.367 – Improving Teacher Quality State Grants
(d)(1)(viii)	Dollar Threshold: Type A/B Programs	Type A: > \$ 750,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee under 2 CFR §200.520?	No

**2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS
REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS**

None

3. FINDINGS FOR FEDERAL AWARDS

None

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY**

**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
2 CFR 200.511(b)
JUNE 30, 2016**

Finding Number	Finding Summary	Status	Additional Information
2015-001	Public Money Illegally Expended	Corrective Action Taken and Finding is Fully Corrected	

Mansfield City School District

Richland County, Ohio



Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2016

THIS PAGE IS INTENTIONALLY LEFT BLANK

**COMPREHENSIVE
ANNUAL FINANCIAL REPORT**

OF THE

**MANSFIELD CITY
SCHOOL DISTRICT**

FOR THE

FISCAL YEAR ENDED JUNE 30, 2016

**PREPARED BY
TREASURER'S DEPARTMENT
ROBERT KUEHNLE, TREASURER**

**856 W. COOK ROAD
MANSFIELD, OHIO 44907**

THIS PAGE IS INTENTIONALLY LEFT BLANK

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

TABLE OF CONTENTS

TITLE PAGE

TABLE OF CONTENTS i - iv

I. INTRODUCTORY SECTION

Letter of Transmittal I 1-6
 List of Principal Officials I 7
 Organizational Chart..... I 8

II. FINANCIAL SECTION

INDEPENDENT AUDITOR’S REPORT..... F 1 - 3

MANAGEMENT’S DISCUSSION AND ANALYSIS F 5 - 15

BASIC FINANCIAL STATEMENTS:

Government-Wide Financial Statements:

Statement of Net Position F 17
 Statement of Activities F 18 - 19

Fund Financial Statements:

Balance Sheet - Governmental Funds..... F 20

Reconciliation of Total Governmental Fund Balances to Net Position
 of Governmental Activities..... F 21

Statement of Revenues, Expenditures and Changes in Fund
 Balances - Governmental Funds..... F 22

Reconciliation of the Statement of Revenues, Expenditures and Changes
 in Fund Balances of Governmental Funds to the Statement of Activities F 23

Statement of Revenues, Expenditures and Changes in Fund
 Balance - Budget and Actual (Non-GAAP Budgetary Basis) - General Fund F 24

Statement of Net Position - Proprietary Fund..... F 25

Statement of Revenues, Expenses and Changes in
 Net Position - Proprietary Fund..... F 26

Statement of Cash Flows - Proprietary Fund..... F 27

Statement of Fiduciary Net Position - Fiduciary Funds..... F 28

Statement of Changes in Fiduciary Net Position - Fiduciary Funds..... F 29

Notes to the Basic Financial Statements F 30 - 67

REQUIRED SUPPLEMENTARY INFORMATION:

Schedule of the District’s Proportionate Share of the Net Pension Liability:

School Employees Retirement System (SERS) of Ohio	F 70
State Teachers Retirement System (STRS) of Ohio	F 71

Schedule of District Contributions:

School Employees Retirement System (SERS) of Ohio	F 72 - 73
State Teachers Retirement System (STRS) of Ohio	F 74 - 75

Notes to Required Supplementary Information	F 76
---	------

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES:

Combining Statements - Major Fund:

Fund Descriptions - Major Fund	F 78
--------------------------------------	------

Combining Statements - Nonmajor Funds:

Fund Descriptions – Nonmajor Special Revenue Funds	F 79 - 81
Combining Balance Sheet - Nonmajor Governmental Funds.....	F 82
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds.....	F 83
Combining Balance Sheet – Nonmajor Special Revenue Funds	F 84 - 87
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Special Revenue Funds	F 88 - 91

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual
(Non-GAAP Budgetary Basis):

Nonmajor Special Revenue Funds	F 92 - 97
Nonmajor Governmental Funds included in the General Fund on GAAP basis:	
Special Trust.....	F 98
Uniform School Supplies	F 98
Adult Education.....	F 98
Public School Fund.....	F 99
Termination Benefits	F 99
Workers Compensation	F 99

Combining Statements - Debt Service Funds:

Fund Descriptions – Nonmajor Debt Service Fund.....	F 100
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis):	
Debt Service	F 101

Combining Statements - Capital Project Funds:

Fund Descriptions – Nonmajor Capital Project Funds	F 102
Combining Balance Sheet – Nonmajor Capital Project Funds	F 103
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Capital Project Funds	F 104
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis):	
Permanent Improvement	F 105
Building	F 105

Combining Statements - Proprietary Fund:

Fund Descriptions - Proprietary Fund	F 106
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis):	
Self-Insurance	F 107

Combining Statements - Fiduciary Funds:

Fund Descriptions - Fiduciary Funds	F 108
Statement of Changes in Assets and Liabilities - Agency Funds	F 109

III. STATISTICAL SECTION

Table of Contents	S 1
Net Position by Component - Last Ten Fiscal Years	S 2 - 3
Changes in Net Position - Last Ten Fiscal Years	S 4 - 9
Fund Balances, Governmental Funds - Last Ten Fiscal Years	S 10 - 11
Changes in Fund Balances, Governmental Funds - Last Ten Fiscal Years	S 12 - 15
Assessed Valuation and Estimated Actual Value of Taxable Property - Last Ten Years	S 16 - 17
Direct and Overlapping Property Tax Rates – Last Ten Years	S 18
Principal Property Taxpayers – December 31, 2015 and December 31, 2006	S 19
Property Tax Levies and Collections - Last Ten Years	S 21
Ratio of Outstanding Debt by Type - Last Ten Fiscal Years	S 22
Ratios of General Bonded Debt Outstanding – Last Ten Fiscal Years	S 23
Direct and Overlapping Governmental Activities Debt As of June 30, 2016	S 24
Legal Debt Margin Information – Last Ten Fiscal Years	S 25
Demographic and Economic Statistics – Last Ten Fiscal Years	S 26
Principal Employers – December 31, 2015 and December 31, 2006	S 27
Staffing Statistics, Full Time Equivalents (FTE) by Type - Last Ten Fiscal Years	S 28 - 29

Operating Indicators by Function - Last Ten Fiscal Years	S 30 - 31
Capital Asset Statistics - Last Ten Fiscal Years	S 32 - 33
School Building Information - Last Ten Fiscal Years	S 34 - 35
Operating Statistics - Last Ten Fiscal Years	S 36 - 37
Teacher Statistics – June 30, 2016	S 38



Mansfield City Schools

December 16, 2016

**Mansfield City Schools
Administrative Offices**

P.O. Box 1448
Mansfield, Ohio 44901

Physical Location
856 West Cook Road

Phone: 419-525-6400
Fax: 419-525-6415

Board of Education

Ms. Renda Cline
Mr. Chris Elswick
Mr. Gary Feagin
Mrs. Monica Hubbard
Mrs. Sheryl Weber

Administration

Brian K. Garverick
Superintendent

Robert W. Kuehnle
Treasurer

Betsy L. Alexander
Director of State & Federal

Jonathan Burras
Director of Special Education

Mark Manley
Director of Personnel

Stephen Rizzo
Director of Curriculum

To the Board of Education and Residents of the Mansfield City School District:

As the Superintendent and the Treasurer of the Mansfield City School District (the "District"), we are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) for the year ended June 30, 2016. This CAFR is prepared by the Treasurer in accordance with accounting principles generally accepted in the United States of America (GAAP) and in conformance with standards of financial reporting established by the Governmental Accounting Standards Board (GASB) using guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA). Management is responsible for the contents of this report, and we believe the data presented is complete and accurate in all material respects.

In addition, this report is designed so that a reader can acquire the maximum understanding of the District's financial activity. This report is provided as a way for the District to communicate openly about the District's finances with its stakeholders. It is divided into three sections: Introductory, Financial, and Statistical. The Introductory section includes this letter of transmittal and organizational information. The financial section includes the Auditor's report, the basic financial statements, required supplementary information, combining individual fund statements and budgetary comparison schedules. The Statistical section provides relevant financial and demographic data over the past ten years.

Management is also required to prepare a narrative introduction and overview of the financial statements in the form of Management's Discussion and Analysis. This letter of transmittal is designed and should be read in conjunction with that analysis. Comments on the report are welcome and requests for additional financial information can be obtained by contacting the Office of the Treasurer or by visiting the District's website at www.tygerpride.com. This report will also be posted on the District's website. A copy will be sent to financial rating services, and any other interested parties.

**MANSFIELD CITY SCHOOL DISTRICT, OHIO
RICHLAND COUNTY, OHIO**

**LETTER OF TRANSMITTAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

REPORTING ENTITY

The District is an independent political subdivision of the State of Ohio and operates subject to the provisions of the Ohio Constitution and various sections of the Ohio Revised Code. Under such laws, there is no authority for the District to have a charter or adopt local laws. The District is not a part of, nor under the control of, the City of Mansfield.

The District is located in Richland County, and is situated halfway between Columbus and Cleveland in the Appalachian hills of north central Ohio, northeast of the City of Columbus. Nearly 95 percent of the District's territory is located in the City of Mansfield, with the remaining portion falling within the territory of Madison Township. The district encompasses 18.38 square miles. Mansfield is a city with a school district enrollment of 3,441, and the District's estimated population is 33,953 (2010 U.S. Bureau of the Census). The District is currently comprised of nine schools: one preschool/Spanish Immersion School, four elementary schools, one intermediate school, one middle school, one alternative school, and one high school. The District is culturally and economically diverse, and its residents are educated and expect a high quality education for their children.

The District provides a vast range of educational and support services as mandated by State statute and the desires of the community, which include but are not limited to, regular, special needs, and vocational educational programs, guidance and support services, extracurricular activities, food service activities, and various community programs.

Special education services meet all the standards as set by the Ohio Department of Education and the federal Individuals with Disabilities Education Act. Special needs are determined by a multi-factored evaluation, and diagnosed disabilities are met via the services of psychologists, highly qualified teachers and tutors. All students are provided individualized education plans via the mandated evaluation team report process.

The District has a talented and gifted program for identifying gifted students who perform or show potential for performing at high levels of academic accomplishments in all grades. For grades 7 and 8, accelerated classes are offered through the Middle School Accelerated Program. At the high school level students qualify for honors or Advanced Placement classes.

Mansfield Senior High School is a comprehensive high school and provides career technical education programs that offer hands-on work-related technical learning experience and training combined with college preparatory academics. The District also has a partnership with Pioneer Joint Vocational School District, which is a neighboring career center.

The District participates in Post-Secondary Enrollment Options Programs to permit high school students in grades 9 through 12 to earn college and high school graduation credits through the successful completion of college courses. The purpose of these programs is to promote rigorous academic pursuits. Every student has access to the tuition vouchers from Ashland University, Mt. Vernon Nazarene University, Notre Dame College, and The Ohio State University. In addition, the District has adopted a credit flexibility plan and is committed to the right of all students to receive the full range of credit options.

The District has offered continuing education to adults through the Adult and Community Education Program for over 40 years. The program is designed to address the educational training and personal enrichment needs of north central Ohio.

**MANSFIELD CITY SCHOOL DISTRICT, OHIO
RICHLAND COUNTY, OHIO**

LETTER OF TRANSMITTAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

The accompanying basic financial statements comply with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*, and Statement No. 39, *Determining Whether Certain Organizations are Component Units*, in that the basic financial statements include all organizations, activities and functions for which the District is financially accountable. Financial accountability is defined as the appointment of a voting majority of a component unit's board and either (i) the District's ability to impose its will over a component unit, or (ii) the possibility that the component unit will provide a financial benefit or impose a financial burden on the District. On that basis, the reporting entity of the District includes the services of the District only. The District does not have any component units.

ORGANIZATION OF THE DISTRICT / PROFILE OF THE GOVERNMENT

The Board of Education of the Mansfield City School District (the Board) is a five-member body politic and corporate, as defined by Section 3313.02, Ohio Revised Code. The Board serves as the taxing authority, contracting body, policy maker, and ensures that all other general laws of the State of Ohio are followed in the expenditure of the District's tax dollars, and approves the annual appropriation resolution and tax budget.

Board members are elected at large for staggered four-year terms. The Board meets regularly on the third Tuesday of each month. At the first meeting of each year, the Board elects one of its members as president and one as vice-president to serve as such for one year. The Board members on June 30, 2016, were as follows:

Board Member	Service as a Board Member		
	Began	Expires	
Ms. Renda Cline	01/01/12	12/31/19	President
Mrs. Monica Hubbard	01/01/14	12/31/17	Vice-President
Mr. Chris Elswick	01/01/10	12/31/17	Member
Mr. Gary Feagin	06/27/16	12/31/17	Member
Mrs. Sheryl Weber	01/01/16	12/31/19	Member

The Superintendent of Schools is the Chief Executive and Administrative Officer for the Mansfield Board of Education. On July 1, 2013, Brian Garverick was appointed Superintendent. Mr. Garverick, in this capacity, directs and supervises the work of all the schools, offices, and employees of the Board, except the Treasurer and the Treasurer's staff. Mr. Garverick is in his 26th year of service to public education having served in the roles of teacher, administrator and Chief Executive Officer.

The Treasurer is the chief financial officer (CFO) of the District and is responsible directly to the Board for maintaining all financial records, issuing all payments, maintaining custody of all District funds and assets, and investing idle funds as specified by Ohio Law. Robert Kuehnle was appointed Treasurer on February 1, 2016. Mr. Kuehnle has been in the governmental finance profession for 15 years.

**MANSFIELD CITY SCHOOL DISTRICT, OHIO
RICHLAND COUNTY, OHIO**

LETTER OF TRANSMITTAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

ECONOMIC DEVELOPMENT AND OUTLOOK

Richland County is located in central Ohio approximately equidistant from Columbus metropolitan area and Cleveland metropolitan area. Named for the fertility of its land, the county's agrarian roots continue to shape the economic landscape of the region today. Roughly 85% of the land area in the county is in agricultural use or forested, with the 990 farms in the county averaging 146 acres. In addition to the farming, the county has a history as a magnet for industry. Once known as the appliance center of the nation, the county is home to many generations of skilled workers eager to continue the region's prominence in industrial areas including high-tech fuel cell development, pump production, steel production and fabrication, and automotive parts assembly. In recent years, the healthcare and retail industries have grown in the county.

The District has an excellent relationship with the City of Mansfield, which assures that development projects selected by the City are also highly desirable for the District. When the City of Mansfield uses an incentive to attract a business, it primarily uses Enterprise Zones Agreements. In each case, the District is reimbursed for property taxes it would have collected through a payment in lieu of taxes (PILOT). In almost every case, the reimbursement is significantly more than the District would have collected without the incentive being in place. The District and City maintain a strong working relationship to attract desirable development to the community.

Over the past 3 years, the District's enrollment has plateaued. The next two year's graduating classes are the District's smallest classes. The District's newest classes have been much larger, therefore the administration is projecting that enrollment will not drop with the larger classes that are starting in with the kindergarten classes. In the worst case scenario, the administration believes that the enrollment will hold steady.

The District saw a drop with enrollment over the past decade as charter schools became more popular within the State of Ohio. The legislature within the State of Ohio recently passed regulations to curtail charter schools waste and mismanagement. With those new regulations, the District has seen a drop in the number of students who attend charter schools. This has added to the plateauing of the District's enrollment. When a student returns from a charter school, the District is able to recoup some of the tuition dollars that were removed from the school's state funding based on more accurate student tracking at the state level. In June of 2016, one of the local charter schools in Mansfield closed, which returned more students back to Mansfield City Schools.

EMPLOYEE RELATIONS

The District currently has approximately 869 full-time and part-time employees. Two organizations represent District employees. For collective bargaining purposes, the Mansfield School Employee Association (MSEA) represents certificated employees and classified employees, except bus drivers and mechanics, who are represented by Teamsters, Chauffeurs & Helpers Local Union #40 (Teamsters). In the opinion of School District officials, labor relations are getting better due to the prospect of the District coming out of fiscal emergency with no looming reductions in force or layoffs.

**MANSFIELD CITY SCHOOL DISTRICT, OHIO
RICHLAND COUNTY, OHIO**

LETTER OF TRANSMITTAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

Certified Staff

The teaching or certified staff is represented by the Mansfield School Employee Association (MSEA), which is affiliated with the Ohio Education Association (OEA) and the National Education Association (NEA), and it has represented the certified teaching staff since the 1940's. The Board and the MSEA signed a three-year agreement effective July 1, 2015 through June 30, 2018. The agreement provides a 1.0% raise in fiscal year 2017 and a 1.5% raise for fiscal year 2018. Severance is paid under the State Teachers Retirement System qualifications at 26% of accumulated sick leave, up to a maximum of 60 days.

Classified Staff

Classified employees are represented by two unions: bus drivers and mechanics are represented by the Teamsters. The custodial, maintenance, paraprofessional, secretarial, and food service staff are represented by Mansfield school Employee Association (MSEA). In March of 2016, both unions approved new agreements with both agreements set to expire in the summer of 2018. Salary increases, health insurance, and severance benefits parallel those granted to certified staff.

FINANCIAL INFORMATION

The District's accounting system is organized on a "fund" basis. Each fund is a distinct, self-balancing entity. Records are maintained during the fiscal year on a budgetary basis system of accounting as prescribed by State statute. Cash basis accounting differs from generally accepted accounting principles (GAAP) as promulgated by the Governmental Accounting Standards Board (GASB).

Internal Controls

The 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 is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. 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: (1) the cost of a control should not exceed the benefits likely to be derived from its implementation; and (2) the valuation of cost and benefits requires estimates and judgments by management. Management believes the internal controls adequately meet the above objectives.

Budgetary Controls

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriations resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, are legally required to be budgeted and appropriated. The primary level of budgetary control required by Ohio Revised Code is at the fund level. The level of budgetary control imposed by the District (the level at which expenditures cannot legally exceed the appropriated amount) is established at the fund level for all funds. Any budgetary modifications at these levels may only be made by resolution of the Board of Education.

**MANSFIELD CITY SCHOOL DISTRICT, OHIO
RICHLAND COUNTY, OHIO**

LETTER OF TRANSMITTAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

The District maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Unencumbered appropriation balances are verified prior to the release of purchase orders to ensure funds are available to meet the obligation created by the purchase order. Encumbered amounts at year-end are carried forward to succeeding fiscal years and are not re-appropriated.

Financial Planning and Policies

As required by Ohio Revised Code, the District adopts a five-year financial forecast annually to ensure long term financial success. It serves as a planning tool to certify if funds are available for future expenditures and to strategize when the District will need to return to voters for additional funds or to reduce expenditures accordingly. The most recent forecast, approved in September 2016, shows a positive available fund balance through 2021, provided voters approve two renewal levies before December 2018.

While in fiscal emergency, the District has focused on creating a capital budgeting process to include all stakeholders. Part of this process was to assess the needs within the buildings and grounds department. The high school is the newest building which was completed in 2004. The remaining buildings are over fifty years in age. As part of the strategic planning process, the district plans to address these older buildings within three to five years due to the aging and higher costs of maintaining the buildings.

Independent Audit

State statutes require a bi-annual audit by independent auditors unless a single audit is required. The Ohio Auditor of State conducted the District's 2016 fiscal year audit. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Federal Single Audit Act Amendments of 1996 and Uniform Guidance. The auditor's report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report.

Acknowledgments

The preparation and publication of this Comprehensive Annual Financial Report on a timely basis would not have been possible without the cooperation of the entire Treasurer's Department. A special note of appreciation is extended to the District's Assistant Treasurer, Sheri Gombosch, whose countless hours and dedication made this document a reality.

Finally, this report would not have been possible without the continued support of the Mansfield Board of Education who values quality financial information with which to help make decisions. We thank them for their leadership and commitment to excellence.

Sincerely,



Robert Kuehnle
Treasurer



Brian Garverick
Superintendent/CEO

MANSFIELD CITY SCHOOL DISTRICT

LIST OF PRINCIPAL OFFICIALS

JUNE 30, 2016

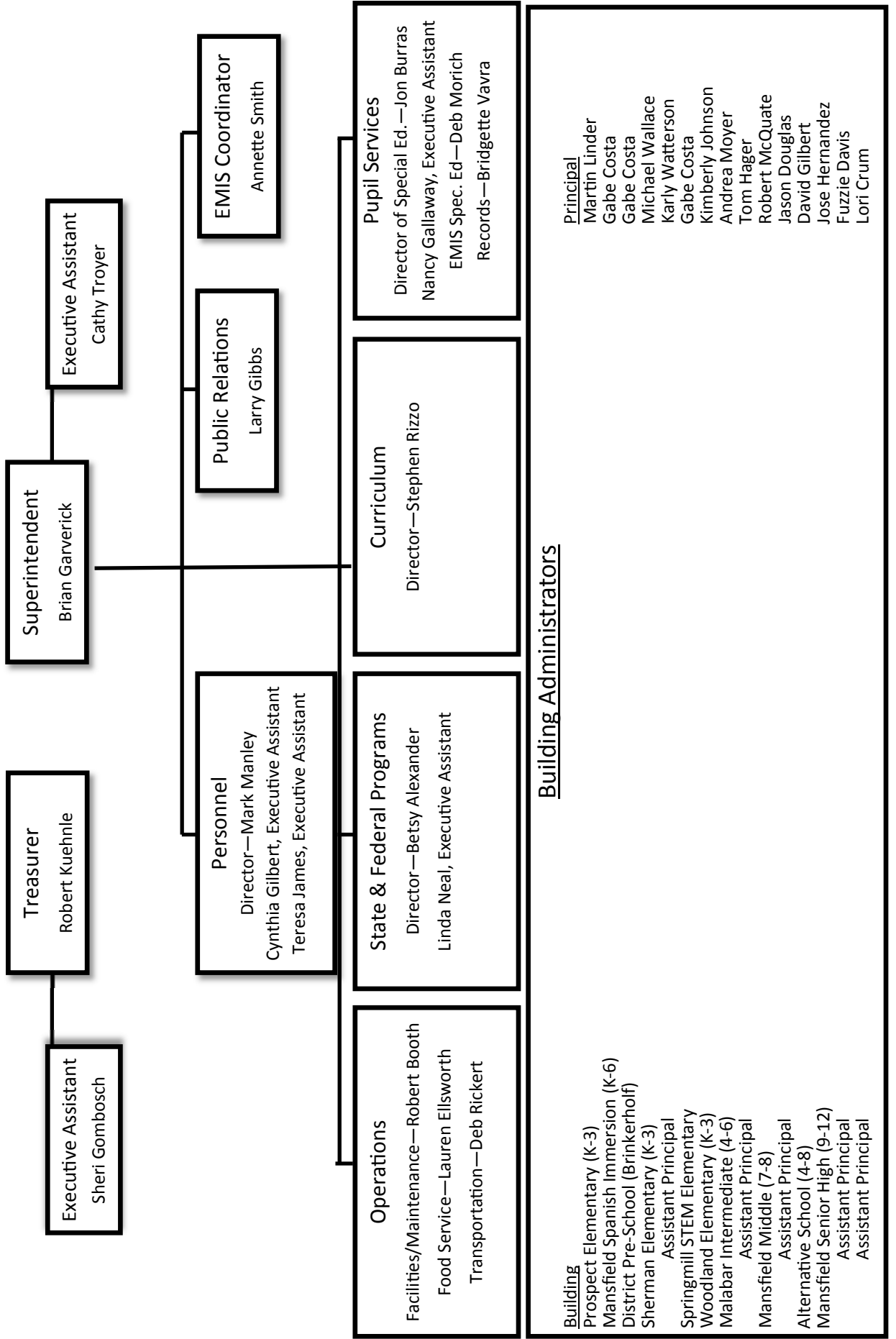
BOARD OF EDUCATION

Ms. Renda Cline. President
Mrs. Monica Hubbard. Vice-President
Mr. Chris Elswick Member
Mr. Gary Feagin. Member
Mrs. Sheryl Weber. Member

ADMINISTRATION

Mr. Brian K. Garverick. Superintendent
Mr. Robert W. Kuehnle Treasurer
Mr. Mark Manley. Director of Personnel
Mr. Larry Gibbs. Public Relations
Ms. Annette Smith. EMIS Coordinator
Mr. Jon Burras. Director of Special Education
Ms. Lauren Ellsworth. Manager of Food Service
Mr. Steven Rizzo Curriculum Director
Ms. Betsy Alexander Executive Director of State and Federal Programs
Mr. Brandon Baker. Director of Technology
Mr. Robert Booth. Facilities Manager
Ms. Deborah Rickert. Transportation Supervisor

Mansfield Board of Education





Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT

Mansfield City School District
Richland County
856 West Cook Road
Mansfield, Ohio 44906

To the Board of Education:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of the Mansfield City School District, Richland County, Ohio (the District), as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for preparing and fairly presenting these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes designing, implementing, and maintaining internal control relevant to preparing and fairly presenting financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to opine on these financial statements based on our audit. We audited in accordance with auditing standards generally accepted in the United States of America and the financial audit standards in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require us to plan and perform the audit to reasonably assure the financial statements are free from material misstatement.

An audit requires obtaining evidence about financial statement amounts and disclosures. The procedures selected depend on our judgment, including assessing the risks of material financial statement misstatement, whether due to fraud or error. In assessing those risks, we consider internal control relevant to the District's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not to the extent needed to opine on the effectiveness of the District's internal control. Accordingly, we express no opinion. An audit also includes evaluating the appropriateness of management's accounting policies and the reasonableness of their significant accounting estimates, as well as our evaluation of the overall financial statement presentation.

We believe the audit evidence we obtained is sufficient and appropriate to support our audit opinions.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the major fund, and the aggregate remaining fund information of the Mansfield City School District, Richland County, Ohio, as of June 30, 2016, and the respective changes in financial position and, where applicable, cash flows thereof and the budgetary comparison for the General Fund thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 20, the District was placed in Fiscal Emergency by the Auditor of State on December 17, 2013. Note 20 describes Management's plans regarding these matters. The financial statements do not include any adjustments that might result from the outcome of this uncertainty. We did not modify our opinion regarding this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require this presentation to include *Management's discussion and analysis* and schedules of net pension liabilities and pension contributions listed in the table of contents, to supplement the basic financial statements. Although this information is not part of the basic financial statements, the Governmental Accounting Standards Board considers it essential for placing the basic financial statements in an appropriate operational, economic, or historical context. We applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, consisting of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, to the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not opine or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to opine or provide any other assurance.

Supplementary and Other Information

Our audit was conducted to opine on the District's basic financial statements taken as a whole.

The introductory section, the financial section's combining statements, individual fund statements and schedules and the statistical section information present additional analysis and are not a required part of the basic financial statements.

The statements and schedules are management's responsibility, and derive from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. We subjected these statements and schedules to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling statements and schedules directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves in accordance with auditing standards generally accepted in the United States of America. In our opinion, these statements and schedules are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

We did not subject the introductory section and statistical section information to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or any other assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 9, 2016, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Dave Yost". The signature is written in a cursive style with a large, looping "D" and "Y".

Dave Yost
Auditor of State
Columbus, Ohio

December 9, 2016

THIS PAGE INTENTIONALLY LEFT BLANK

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016
(UNAUDITED)**

The management's discussion and analysis of the Mansfield City School District's (the "District") financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2016. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the basic financial statements and the notes to the basic financial statements to enhance their understanding of the District's financial performance.

Financial Highlights

Key financial highlights for 2016 are as follows:

- In total, net position of governmental activities increased \$8,850,131 which represents a 40.97% increase from 2015.
- General revenues accounted for \$51,308,976 in revenue or 76.11% of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$16,101,400 or 23.89% of total revenues of \$67,410,376.
- The District had \$58,560,245 in expenses related to governmental activities only \$16,101,400 of these expenses were offset by program specific charges for services, grants or contributions. General revenues supporting governmental activities (primarily taxes and unrestricted grants and entitlements) of \$51,308,976 were not adequate to provide for these programs.
- The District's only major governmental funds is the general fund. The general fund had \$57,483,095 in revenues and other financing sources and \$50,392,571 in expenditures. During fiscal year 2016, the general fund's fund balance increased \$7,090,524 from \$3,452,294 to a balance of \$10,542,818.

Using the Basic Financial Statements

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

The *statement of net position* and *statement of activities* provide information about the activities of the whole District, presenting both an aggregate view of the District's finances and a 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 District's most significant funds with all other nonmajor funds presented in total in one column. In the case of the District, the general fund is by far the most significant fund and the only governmental fund reported as a major fund.

Reporting the 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 District to provide programs and activities, the view of the District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2016?" The statement of net position and the statement of activities answer this question. These statements include *all assets plus deferred outflows, liabilities plus deferred inflows, revenues and expenses* using the *accrual basis of accounting* similar to the accounting used by most private-sector companies. This basis of accounting will take into account all of the current year's revenues and expenses regardless of when cash is received or paid.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016
(UNAUDITED)

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

In the statement of net position and the statement of activities, the governmental activities include the District's programs and services, including instruction, support services, operation and maintenance of plant, pupil transportation, extracurricular activities, and food service operations.

Reporting the District's Most Significant Funds

Fund Financial Statements

The analysis of the District's major governmental fund begins on page 12. Fund financial reports provide detailed information about the District's major funds. The District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the District's most significant funds. The District's only major governmental fund is the general fund.

Governmental Funds

Most of the District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called *modified accrual* accounting, which measures cash and all other *financial assets* than can readily be converted to cash. The governmental fund financial statements provide a detailed *short-term* view of the 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 basic financial statements.

Proprietary Funds

The District maintains a proprietary fund. Internal service funds are an accounting device used to accumulate and allocate costs internally among the District's various functions. The District's internal service fund accounts for a self-insurance program for employee health benefits.

Reporting the District's Fiduciary Responsibilities

The District is the trustee, or fiduciary, for its scholarship programs. This activity is presented as a private-purpose trust fund. The District also acts in a trustee capacity as an agent for individuals or other entities. These activities are reported in an agency fund. All of the District's fiduciary activities are reported in separate statements of fiduciary net position and changes in fiduciary net position. These activities are excluded from the District's other financial statements because the assets cannot be utilized by the District to finance its operations.

Notes to the Basic Financial Statements

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

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016
(UNAUDITED)

Required Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's net pension liability.

The District as a Whole

The Statement of Net Position provides the perspective of the District as a whole. The table below provides a summary of the District's net position at June 30, 2016 and June 30, 2015.

	Net Position	
	Governmental Activities 2016	Governmental Activities 2015
<u>Assets</u>		
Current and other assets	\$ 41,245,669	\$ 35,929,529
Capital assets, net	<u>50,391,717</u>	<u>50,567,515</u>
Total assets	<u>91,637,386</u>	<u>86,497,044</u>
<u>Deferred outflows of resources</u>	<u>6,568,132</u>	<u>4,603,856</u>
<u>Liabilities</u>		
Current liabilities	6,497,372	5,722,178
Long-term liabilities:		
Due within one year	1,832,372	4,349,026
Due in more than one year:		
Net pension liability	63,542,783	66,211,005
Other amounts	<u>13,581,640</u>	<u>14,844,733</u>
Total liabilities	<u>85,454,167</u>	<u>91,126,942</u>
<u>Deferred inflows of resources</u>	<u>25,501,581</u>	<u>21,574,319</u>
<u>Net Position</u>		
Net investment in capital assets	39,528,475	39,370,227
Restricted	3,577,343	3,576,094
Unrestricted (deficit)	<u>(55,856,048)</u>	<u>(64,546,682)</u>
Total net position	<u>\$ (12,750,230)</u>	<u>\$ (21,600,361)</u>

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016
(UNAUDITED)

During 2015, the District adopted GASB Statement 68, "Accounting and Financial Reporting for Pensions—an Amendment of GASB Statement 68," which significantly revises accounting for pension costs and liabilities. For reasons discussed below, many end users of this financial statement will gain a clearer understanding of the District's actual financial condition by adding deferred inflows related to pension and the net pension liability to the reported net position and subtracting deferred outflows related to pension.

Governmental Accounting Standards Board standards are national and apply to all government financial reports prepared in accordance with generally accepted accounting principles. When accounting for pension costs, GASB 27 focused on a funding approach. This approach limited pension costs to contributions annually required by law, which may or may not be sufficient to fully fund each plan's *net pension liability*. GASB 68 takes an earnings approach to pension accounting; however, the nature of Ohio's statewide pension systems and state law governing those systems requires additional explanation in order to properly understand the information presented in these statements.

Under the new standards required by GASB 68, the net pension liability equals the District's proportionate share of each plan's collective:

1. Present value of estimated future pension benefits attributable to active and inactive employees' past service
2. Minus plan assets available to pay these benefits

GASB notes that pension obligations, whether funded or unfunded, are part of the "employment exchange" – that is, the employee is trading his or her labor in exchange for wages, benefits, and the promise of a future pension. GASB noted that the unfunded portion of this pension promise is a present obligation of the government, part of a bargained-for benefit to the employee, and should accordingly be reported by the government as a liability since they received the benefit of the exchange. However, the District is not responsible for certain key factors affecting the balance of this liability. In Ohio, the employee shares the obligation of funding pension benefits with the employer. Both employer and employee contribution rates are capped by State statute. A change in these caps requires action of both Houses of the General Assembly and approval of the Governor. Benefit provisions are also determined by State statute. The employee enters the employment exchange with the knowledge that the employer's promise is limited not by contract but by law. The employer enters the exchange also knowing that there is a specific, legal limit to its contribution to the pension system. In Ohio, there is no legal means to enforce the unfunded liability of the pension system *as against the public employer*. State law operates to mitigate/lessen the moral obligation of the public employer to the employee, because all parties enter the employment exchange with notice as to the law. The pension system is responsible for the administration of the plan.

Most long-term liabilities have set repayment schedules or, in the case of compensated absences (i.e. sick and vacation leave), are satisfied through paid time-off or termination payments. There is no repayment schedule for the net pension liability. As explained above, changes in pension benefits, contribution rates, and return on investments affect the balance of the net pension liability, but are outside the control of the local government. In the event that contributions, investment returns, and other changes are insufficient to keep up with required pension payments, State statute does not assign/identify the responsible party for the unfunded portion. Due to the unique nature of how the net pension liability is satisfied, this liability is separately identified within the long-term liability section of the statement of net position.

In accordance with GASB 68, the District's statements prepared on an accrual basis of accounting include an annual pension expense for their proportionate share of each plan's *change* in net pension liability not accounted for as deferred inflows/outflows.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016
(UNAUDITED)**

Over time, net position can serve as a useful indicator of a government's financial position. At June 30, 2016, the District's net position was a deficit of \$12,750,230

At year-end, capital assets represented 51.31% of total assets. Capital assets include land, land improvements, buildings and improvements, furniture and equipment, and vehicles. Net investment in capital assets as of June 30, 2016, was \$39,528,475. These capital assets are used to provide services to the students and are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

A portion of the District's net position, \$3,577,343, represents resources that are subject to external restriction on how they may be used. The remaining balance of unrestricted net position is a deficit of \$55,856,048.

The table below shows the change in net position for fiscal year 2016 and 2015.

	Change in Net Position	
	Governmental Activities	Governmental Activities
	<u>2016</u>	<u>2015</u>
<u>Revenues</u>		
Program revenues:		
Charges for services and sales	\$ 1,717,764	\$ 1,834,747
Operating grants and contributions	14,383,587	14,184,870
Capital grants and contributions	49	16
General revenues:		
Property taxes	16,766,432	18,645,475
Grants and entitlements	34,087,756	34,232,213
Investment earnings	122,688	16,636
Other	<u>332,100</u>	<u>592,400</u>
 Total revenues	 <u>\$ 67,410,376</u>	 <u>\$ 69,506,357</u>

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016
(UNAUDITED)

Change in Net Position

	Governmental Activities <u>2016</u>	Governmental Activities <u>2015</u>
<u>Expenses</u>		
Program expenses:		
Instruction:		
Regular	\$ 13,748,496	\$ 14,996,618
Special	8,936,184	8,669,348
Vocational	1,184,530	1,190,629
Adult	365,088	306,805
Other	12,942,672	12,097,269
Support services:		
Pupil	3,100,830	3,137,165
Instructional staff	725,073	703,060
Board of education	22,422	16,757
Administration	3,114,143	3,205,864
Fiscal	1,354,840	1,192,257
Business	452,005	711,440
Operations and maintenance	3,833,914	4,029,892
Pupil transportation	2,076,260	2,101,301
Central	2,378,475	2,458,074
Operation of non-instructional services:		
Other non-instructional services	911,841	893,852
Food service operations	1,972,015	2,026,469
Extracurricular activities	790,470	762,616
Interest and fiscal charges	650,987	763,392
Total expenses	58,560,245	59,262,808
Change in net position	8,850,131	10,243,549
Net position (deficit) at beginning of year	(21,600,361)	(31,843,910)
Net position (deficit) at end of year	\$ (12,750,230)	\$ (21,600,361)

Governmental Activities

Net position of the District's governmental activities increased \$8,850,131. Total governmental expenses of \$58,560,245 were offset by program revenues of \$16,101,400 and general revenues of \$51,308,976. Program revenues supported 27.50% of the total governmental expenses.

The primary sources of revenue for governmental activities are derived from property taxes and unrestricted grants and entitlements from the State. These revenue sources represent 75.44% of total governmental revenue. The largest expense of the District is for instructional programs.

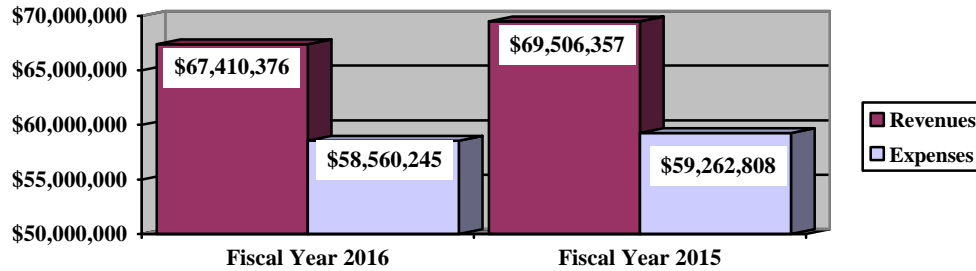
Instruction expenses totaled \$37,176,970 or 63.48% of total governmental expenses for fiscal year 2016.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016
(UNAUDITED)

The graph below presents the District's governmental activities revenue and expenses for fiscal year 2016 and 2015.

Governmental Activities - Revenues and Expenses



The statement of activities shows the cost of program services and the charges for services and grants offsetting those services. The following table shows, for governmental activities, the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State grants and entitlements.

Governmental Activities

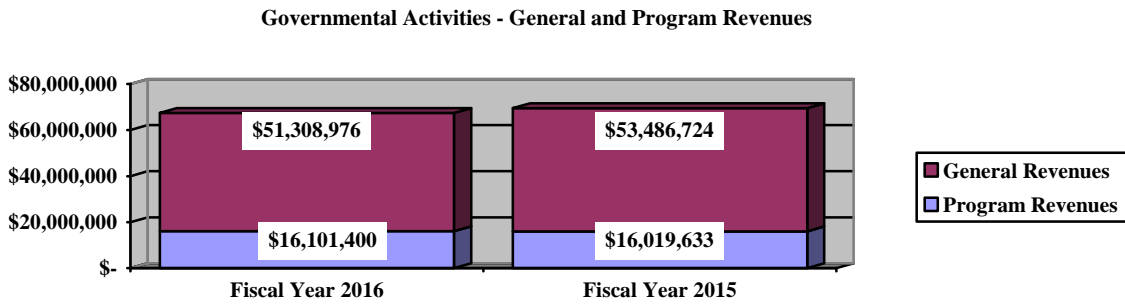
	Total Cost of Services <u>2016</u>	Net Cost of Services <u>2016</u>	Total Cost of Services <u>2015</u>	Net Cost of Services <u>2015</u>
Program expenses				
Instruction:				
Regular	\$ 13,748,496	\$ 12,291,121	\$ 14,996,618	\$ 13,572,225
Special	8,936,184	556,534	8,669,348	(94,320)
Vocational	1,184,530	721,196	1,190,629	614,448
Adult	365,088	23,780	306,805	(13,568)
Other	12,942,672	12,823,544	12,097,269	12,052,874
Support services:				
Pupil	3,100,830	2,893,039	3,137,165	2,942,021
Instructional staff	725,073	430,421	703,060	357,949
Board of education	22,422	22,422	16,757	16,757
Administration	3,114,143	2,786,752	3,205,864	2,972,057
Fiscal	1,354,840	1,305,430	1,192,257	1,134,327
Business	452,005	452,005	711,440	711,440
Operations and maintenance	3,833,914	3,805,606	4,029,892	4,008,247
Pupil transportation	2,076,260	1,707,930	2,101,301	1,756,286
Central	2,378,475	1,357,121	2,458,074	1,801,631
Operations of non-instructional services:				
Other non-instructional services	911,841	198,651	893,852	233,793
Food service operations	1,972,015	(103,031)	2,026,469	(110,684)
Extracurricular activities	790,470	535,337	762,616	524,300
Interest and fiscal charges	650,987	650,987	763,392	763,392
Total expenses	<u>\$ 58,560,245</u>	<u>\$ 42,458,845</u>	<u>\$ 59,262,808</u>	<u>\$ 43,243,175</u>

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016
(UNAUDITED)**

The dependence upon tax and other general revenues for governmental activities is apparent, 71.06% of instruction activities are supported through taxes and other general revenues. For all governmental activities, general revenue support is 72.50%. The District's taxpayers and unrestricted grants and entitlements from the State, are the primary support for District's students.

The graph below presents the District's governmental activities revenue for fiscal year 2016 and 2015.



The District's Funds

The District's governmental funds (as presented on the balance sheet on page 20) reported a combined fund balance of \$13,753,230, which is greater than last year's total of \$7,694,118. The schedule below indicates the fund balance and the total change in fund balance as of June 30, 2016 and 2015.

	<u>Fund Balance June 30, 2016</u>	<u>Fund Balance June 30, 2015</u>	<u>Increase/ (Decrease)</u>
General	\$ 10,542,818	\$ 3,452,294	\$ 7,090,524
Other Governmental	<u>3,210,412</u>	<u>4,241,824</u>	<u>(1,031,412)</u>
Total	<u>\$ 13,753,230</u>	<u>\$ 7,694,118</u>	<u>\$ 6,059,112</u>

General Fund

The District's general fund balance increased \$7,090,524. The table that follows assists in illustrating the financial activities of the general fund. The general fund had a balance of \$1,320,000 on the tax anticipation note. This note is reported as a fund liability of the general fund. The State solvency loan, which had a balance of \$1,842,500 at June 30, 2015, was repaid in full during fiscal year 2016.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016
(UNAUDITED)

	<u>2016</u> <u>Amount</u>	<u>2015</u> <u>Amount</u>	<u>Percentage</u> <u>Change</u>
<u>Revenues</u>			
Taxes	\$ 16,018,605	\$ 17,391,862	(7.90) %
Tuition	1,015,660	1,159,934	(12.44) %
Earnings on investments	96,260	16,830	471.95 %
Intergovernmental	39,620,324	39,282,589	0.86 %
Other revenues	<u>728,137</u>	<u>828,618</u>	(12.13) %
Total	<u>\$ 57,478,986</u>	<u>\$ 58,679,833</u>	(2.05) %
<u>Expenditures</u>			
Instruction	\$ 33,978,057	\$ 33,422,373	1.66 %
Support services	15,203,996	15,484,797	(1.81) %
Operation of non-instructional services	217,727	290,622	(25.08) %
Extracurricular activities	691,247	639,606	8.07 %
Debt service	<u>301,544</u>	<u>320,460</u>	(5.90) %
Total	<u>\$ 50,392,571</u>	<u>\$ 50,157,858</u>	0.47 %

The District was declared to be in a state of "Fiscal Emergency" on December 17, 2013. This resulted in the establishment of a Financial Planning and Supervision Commission. The District enacted significant cuts to spending. The District passed a new levy in November 2014 which resulted in an increase in property tax revenues. In 2016, property taxes decreased slightly due to the timing of property tax advances available from the County. Earnings on investments increased due to the District expanding the investment portfolio to include higher yield investments along with an increase in the cash available for investment. The cuts in spending combined with the increase in tax revenue has resulted in an increase in general fund balance of \$7,090,524.

General Fund Budgeting Highlights

The District's budget is prepared according to Ohio 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.

The District amended the budgeted revenues for the general fund during the year. For the general fund, original budgeted revenues and other financings sources were \$56,663,527 and final budgeted revenues and other financing sources were \$56,843,999. The actual revenues and other financing sources for fiscal year 2016 totaled \$58,777,207, which were \$1,933,208 more than the final budgeted revenues. The largest variances in revenues were in the intergovernmental state and intergovernmental federal, with the District receiving \$1,239,964 more than budgeted.

General fund original appropriations (appropriated expenditures including other financing uses) were \$56,434,586 and final budgeted appropriations were \$56,916,164. The actual budget basis expenditures and other financing uses for fiscal year 2016 totaled \$54,644,852, which was \$2,271,312 lower than the final budgeted appropriations.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016
(UNAUDITED)

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal year 2016, the District had \$50,391,717 invested in land, land improvements, buildings and improvements, furniture and equipment, and vehicles. This entire amount is reported in governmental activities.

The following table shows fiscal year 2016 balances compared to 2015:

	Capital Assets at June 30 (Net of Depreciation)	
	<u>Governmental Activities</u>	
	<u>2016</u>	<u>2015</u>
Land	\$ 4,935,051	\$ 4,935,051
Land improvements	1,728,443	1,809,284
Building and improvements	41,033,197	42,010,451
Furniture and equipment	1,149,409	786,242
Vehicles	<u>1,545,617</u>	<u>1,026,487</u>
Total	<u>\$ 50,391,717</u>	<u>\$ 50,567,515</u>

The overall decrease in capital assets of \$175,798 is due to depreciation expense of \$1,758,289 exceeding capital outlays of \$1,582,491 in the fiscal year.

See Note 8 to the basic financial statements for detail on the District's capital assets.

Debt Administration

At June 30, 2016, the District had \$12,164,748 in general obligation bonds, notes and loans outstanding. Of this total, \$1,618,029 is due within one year and \$10,546,719 is due in more than one year. The following table summarizes the bonds, loans and notes outstanding.

	Outstanding Debt, at Year End	
	<u>Governmental Activities 2016</u>	<u>Governmental Activities 2015</u>
General obligation bonds - 2005	\$ -	\$ 1,003,282
General obligation bonds - 2013	8,293,029	8,200,368
Tax anticipation notes - 2013	1,320,000	1,815,000
State solvency loan - 2014	-	1,842,500
Energy conservation notes	<u>2,551,719</u>	<u>2,726,719</u>
Total	<u>\$ 12,164,748</u>	<u>\$ 15,587,869</u>

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016
(UNAUDITED)**

At June 30, 2016, the District's overall legal debt margin was \$26,174,189 with an unvoted debt margin of \$378,515. See Note 9 to the basic financial statements for detail on the District's debt administration.

Current Financial Related Activities

The District relies heavily on its local property taxpayers. The District passed an operating levy in November 2007. Additionally, the residents of the District approved an Emergency Levy in 1993. This Emergency Levy has been renewed two times since that date. The last renewal of this levy was in March 2008. The residents of the District also passed a continuing Permanent Improvement Levy in 1996. In May 2013, the residents of the District approved the renewal of a 9.8 mill levy that will generate \$3,900,000 for five years. Voters approved a new levy in November 2013 that will generate \$4,000,000 per year.

Real estate and personal property tax collections have shown little change. The unique nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. The overall revenue generated by the levy will not increase solely as a result of inflation due to Ohio House Bill 920 (passed in 1976). As an example, a homeowner with a home valued at \$100,000 and taxed at 1.0 mil would pay \$35.00 annually in taxes. If three years later, the home was reappraised and increased to \$200,000 (and this inflationary increase in value is comparable to other property owners) the effective tax rate would become .5 mils and the owner would still pay \$35.00

Thus, school districts dependent upon property taxes are hampered by a lack of revenue growth and must regularly return to the voters to maintain a constant level of service. Property taxes made up 24.87% of revenues for governmental activities for the District in fiscal year 2016.

The District has also been affected by increased delinquency rates and changes in personal property tax structure (utility deregulation) and commercial business/property uncertainties. Management has diligently planned expenses so that the last levy has stretched longer than the four years it was originally planned for. This has been made increasingly difficult with mandates in gifted education, rising utility costs, increased special education services required for our students, and significant increases in health insurance and property/liability/fleet insurance.

From a State funding perspective, the State of Ohio was found by the Ohio Supreme Court in March 1997 to be operating an unconstitutional education system, one that was neither "adequate" nor "equitable". Since 1997, the State has directed its tax revenue growth toward school districts with little property tax wealth. The District has not anticipated any meaningful growth in State revenue. The concern is that, the State redistributes state funding based upon each district's property wealth. This has a significant impact on the District. How the legislature plans to fund education programs during a weakened economy remains a concern.

All scenarios require management to plan carefully and prudently to provide the resources to meet student needs over the next several years. In addition, the District's systems of budgeting and internal controls are well regarded. All of the District's financial abilities will be needed to meet the challenges of the future.

Contacting the District's Financial Management

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Mansfield City School District Treasurer's Department, 856 W. Cook Road, Mansfield, Ohio 44907.

THIS PAGE IS INTENTIONALLY LEFT BLANK

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

STATEMENT OF NET POSITION
JUNE 30, 2016

	Governmental Activities
Assets:	
Equity in pooled cash and cash equivalents.	\$ 18,976,682
Receivables:	
Property taxes	19,295,452
Accounts	162,897
Accrued interest	32,862
Intergovernmental	2,624,370
Prepayments	58,794
Materials and supplies inventory.	61,108
Inventory held for resale.	33,504
Capital assets:	
Nondepreciable capital assets	4,935,051
Depreciable capital assets, net.	45,456,666
Capital assets, net	50,391,717
Total assets.	91,637,386
Deferred outflows of resources:	
Unamortized deferred charges on debt refunding	419,619
Pension - STRS	5,235,314
Pension - SERS	913,199
Total deferred outflows of resources	6,568,132
Liabilities:	
Accounts payable.	230,862
Contracts payable.	76,925
Accrued wages and benefits payable	4,419,571
Intergovernmental payable	333,037
Pension and postemployment obligation payable.	640,703
Accrued interest payable	23,754
Claims payable.	772,520
Long-term liabilities:	
Due within one year.	1,832,372
Due in more than one year:	
Net pension liability.	63,542,783
Other amounts due in more than one year .	13,581,640
Total liabilities	85,454,167
Deferred inflows of resources:	
Property taxes levied for the next fiscal year.	10,559,374
Pension - STRS.	13,175,446
Pension - SERS.	1,766,761
Total deferred inflows of resources	25,501,581
Net position:	
Net investment in capital assets	39,528,475
Restricted for:	
Capital projects	887,352
Classroom facilities maintenance	110,476
Debt service.	1,439,288
Locally funded programs	43,313
State funded programs.	119,607
Federally funded programs	122,536
Student activities	54,457
Other purposes	800,314
Unrestricted (deficit)	(55,856,048)
Total net position (deficit).	\$ (12,750,230)

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Program Revenues		
	Expenses	Charges for Services and Sales	Operating Grants and Contributions
Governmental activities:			
Instruction:			
Regular	\$ 13,748,496	\$ 962,952	\$ 494,423
Special	8,936,184	98,381	8,281,269
Vocational	1,184,530	-	463,334
Adult/continuing.	365,088	108,431	232,877
Other	12,942,672	-	119,128
Support services:			
Pupil.	3,100,830	-	207,791
Instructional staff	725,073	51,386	243,266
Board of education	22,422	-	-
Administration.	3,114,143	-	327,391
Fiscal.	1,354,840	-	49,410
Business.	452,005	-	-
Operations and maintenance	3,833,914	19,393	8,911
Pupil transportation.	2,076,260	50,328	317,957
Central	2,378,475	1,775	1,019,579
Operation of non-instructional services:			
Other non-instructional services	911,841	-	713,190
Food service operations	1,972,015	185,020	1,890,026
Extracurricular activities.	790,470	240,098	15,035
Interest and fiscal charges	650,987	-	-
Total governmental activities	\$ 58,560,245	\$ 1,717,764	\$ 14,383,587

General revenues:

- Property taxes levied for:
 - General purposes
 - Classroom facilities maintenance.
 - Debt service.
 - Capital outlay.
- Grants and entitlements not restricted to specific programs
- Investment earnings
- Miscellaneous

Total general revenues

Change in net position

Net position (deficit) at beginning of year.

Net position (deficit) at end of year.

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

		Net (Expense) Revenue and Changes in Net Position	
Capital Grants and Contributions		Governmental Activities	
\$	-	\$	(12,291,121)
	-		(556,534)
	-		(721,196)
	-		(23,780)
	-		(12,823,544)
	-		(2,893,039)
	-		(430,421)
	-		(22,422)
	-		(2,786,752)
	-		(1,305,430)
	-		(452,005)
	4		(3,805,606)
	45		(1,707,930)
	-		(1,357,121)
	-		(198,651)
	-		103,031
	-		(535,337)
	-		(650,987)
\$	49		(42,458,845)

15,662,706
57,392
239,549
806,785
34,087,756
122,688
332,100
<u>51,308,976</u>
8,850,131
(21,600,361)
<u>\$ (12,750,230)</u>

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2016

	<u>General</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets:			
Equity in pooled cash and cash equivalents.	\$ 12,754,153	\$ 3,487,744	\$ 16,241,897
Receivables:			
Property taxes.	18,133,157	1,162,295	19,295,452
Accounts	161,171	1,726	162,897
Accrued interest	32,862	-	32,862
Intergovernmental.	1,306,946	1,317,424	2,624,370
Prepayments.	58,794	-	58,794
Materials and supplies inventory.	55,000	6,108	61,108
Inventory held for resale.	-	33,504	33,504
Due from other funds	588,818	-	588,818
Total assets	<u>33,090,901</u>	<u>6,008,801</u>	<u>39,099,702</u>
Liabilities:			
Accounts payable	112,826	118,036	230,862
Contracts payable.	-	76,925	76,925
Accrued wages and benefits payable	3,637,646	781,925	4,419,571
Compensated absences payable	14,532	-	14,532
Intergovernmental payable	320,227	12,810	333,037
Pension and postemployment obligation payable.	509,260	131,443	640,703
Due to other funds	-	588,818	588,818
Accrued interest payable	1,392	-	1,392
Tax anticipation note payable.	1,320,000	-	1,320,000
Total liabilities.	<u>5,915,883</u>	<u>1,709,957</u>	<u>7,625,840</u>
Deferred inflows of resources:			
Property taxes levied for the next fiscal year.	9,923,312	636,062	10,559,374
Delinquent property tax revenue not available.	5,386,224	345,245	5,731,469
Intergovernmental revenue not available.	1,184,972	107,125	1,292,097
Accrued interest not available.	26,428	-	26,428
Miscellaneous revenue not available.	111,264	-	111,264
Total deferred inflows of resources	<u>16,632,200</u>	<u>1,088,432</u>	<u>17,720,632</u>
Fund balances:			
Nonspendable:			
Materials and supplies inventory.	55,000	6,108	61,108
Prepays.	58,794	-	58,794
Restricted:			
Debt service	-	1,548,343	1,548,343
Capital improvements	-	647,149	647,149
Classroom facilities maintenance	-	91,242	91,242
Food service operations	-	869,229	869,229
Non-public schools	-	122,519	122,519
Targeted academic assistance	-	22,231	22,231
Vocational education.	-	73	73
Other purposes.	-	72,053	72,053
Extracurricular.	-	54,457	54,457
Committed:			
Termination benefits.	321,660	-	321,660
Student instruction	10,709	-	10,709
Assigned:			
Student instruction	16,520	-	16,520
Student and staff support.	338,723	-	338,723
Extracurricular activities	4,600	-	4,600
Facilities acquisition and construction	85,796	-	85,796
School supplies.	113,129	-	113,129
Adult education	465,084	-	465,084
Operation of non-instructional.	20,737	-	20,737
Other purposes.	322,036	-	322,036
Unassigned (deficit)	8,730,030	(222,992)	8,507,038
Total fund balances	<u>10,542,818</u>	<u>3,210,412</u>	<u>13,753,230</u>
Total liabilities, deferred inflows and fund balances . \$	<u>33,090,901</u>	<u>\$ 6,008,801</u>	<u>\$ 39,099,702</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET POSITION OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2016

Total governmental fund balances		\$	13,753,230
<i>Amounts reported for governmental activities on the statement of net position are different because:</i>			
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.			50,391,717
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred inflows in the funds.			
Property taxes receivable	\$	5,731,469	
Accounts receivable		1,034,810	
Accrued interest receivable		26,428	
Intergovernmental receivable		368,551	
Total		368,551	7,161,258
An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities on the statement of net position.			1,962,265
Unamortized premiums on bonds issued are not recognized in the funds.			(610,614)
Unamortized amounts on refundings are not recognized in the funds.			419,619
Accrued interest payable is not due and payable in the current period and therefore is not reported in the funds.			(22,362)
The net pension liability is not due and payable in the current period; therefore, liability and related deferred inflows are not reported in governmental funds.			
Deferred outflows - Pension		6,148,513	
Deferred Inflows - Pension		(14,942,207)	
Net pension liability		(63,542,783)	
Total		(63,542,783)	(72,336,477)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.			
General obligation bonds		(8,293,029)	
Compensated absences		(2,624,118)	
Notes payable		(2,551,719)	
Total		(13,468,866)	(13,468,866)
Net position of governmental activities		\$	(12,750,230)

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>General</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:			
From local sources:			
Property taxes	\$ 16,018,605	\$ 1,139,535	\$ 17,158,140
Tuition	1,015,660	-	1,015,660
Transportation fees	50,328	-	50,328
Earnings on investments	96,260	957	97,217
Charges for services	-	184,421	184,421
Extracurricular	100,912	134,462	235,374
Classroom materials and fees	47,448	-	47,448
Rental income	19,393	-	19,393
Contributions and donations	32,595	1,175	33,770
Other local revenues	477,461	95,738	573,199
Intergovernmental - state	38,982,222	1,647,592	40,629,814
Intergovernmental - federal	638,102	7,273,065	7,911,167
Total revenues	<u>57,478,986</u>	<u>10,476,945</u>	<u>67,955,931</u>
Expenditures:			
Current:			
Instruction:			
Regular	13,718,911	509,765	14,228,676
Special	6,139,660	2,995,086	9,134,746
Vocational	1,157,029	90,253	1,247,282
Adult/continuing	138,607	242,608	381,215
Other	12,823,850	128,087	12,951,937
Support services:			
Pupil	2,922,288	222,196	3,144,484
Instructional staff	502,141	246,136	748,277
Board of education	21,046	-	21,046
Administration	2,840,508	344,631	3,185,139
Fiscal	1,263,835	95,248	1,359,083
Business	324,913	127,251	452,164
Operations and maintenance	3,534,568	538,350	4,072,918
Pupil transportation	2,482,371	195,739	2,678,110
Central	1,312,326	1,079,987	2,392,313
Operation of non-instructional services:			
Other operation of non-instructional	217,727	694,599	912,326
Food service operations	-	1,926,035	1,926,035
Extracurricular activities	691,247	134,733	825,980
Facilities acquisition and construction	-	475,255	475,255
Debt service:			
Principal retirement	175,000	1,260,000	1,435,000
Interest and fiscal charges	126,544	203,144	329,688
Total expenditures	<u>50,392,571</u>	<u>11,509,103</u>	<u>61,901,674</u>
Excess (deficiency) of revenues over (under) expenditures	<u>7,086,415</u>	<u>(1,032,158)</u>	<u>6,054,257</u>
Other financing sources:			
Sale of assets	4,109	746	4,855
Total other financing sources	<u>4,109</u>	<u>746</u>	<u>4,855</u>
Net change in fund balances	7,090,524	(1,031,412)	6,059,112
Fund balances at beginning of year	<u>3,452,294</u>	<u>4,241,824</u>	<u>7,694,118</u>
Fund balances at end of year	<u>\$ 10,542,818</u>	<u>\$ 3,210,412</u>	<u>\$ 13,753,230</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

Net change in fund balances - total governmental funds	\$	6,059,112
<i>Amounts reported for governmental activities in the statement of activities are different because:</i>		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.		
Capital asset additions	\$ 1,582,491	
Current year depreciation	(1,758,289)	
Total		(175,798)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Property taxes	(391,708)	
Earnings on investments	26,428	
Other revenues	408,487	
Intergovernmental	(631,975)	
Total		(588,768)
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities on the statement of net position. Principal payments during the year were:		
		1,435,000
Contractually required pension contributions are reported as expenditures in governmental funds; however, the statement of activities reports these amounts as deferred outflows.		
		3,478,801
Except for amounts reported as deferred inflows/outflows, changes in the net pension liability are reported as pension expense in the statement of activities.		
		(1,689,956)
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. The following items resulted in additional interest being reported in the statement of activities:		
Decrease in accrued interest payable	219	
Accreted interest on capital appreciation bonds	(349,379)	
Amortization of bond premiums	118,648	
Amortization of deferred charges	(90,787)	
Total		(321,299)
Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		
		(277,323)
An internal service fund used by management to charge the costs of insurance to individual funds is not reported in the district-wide statement of activities. Governmental fund expenditures and the related internal service fund revenues are eliminated. The net revenue of the internal service fund is allocated among the governmental activities.		
		930,362
Change in net position of governmental activities	\$	8,850,131

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
From local sources:				
Property taxes	\$ 16,198,769	\$ 16,250,000	\$ 16,685,233	\$ 435,233
Tuition	1,094,250	1,097,387	1,021,655	(75,732)
Transportation fees	49,850	50,000	49,014	(986)
Earnings on investments	17,849	18,000	49,076	31,076
Rental income	10,940	11,000	19,393	8,393
Contributions and donations	19,959	20,000	13,500	(6,500)
Other local revenues	309,171	310,000	269,866	(40,134)
Intergovernmental - state	38,150,658	38,271,000	39,193,709	922,709
Intergovernmental - federal	289,744	291,613	608,868	317,255
Total revenues	<u>56,141,190</u>	<u>56,319,000</u>	<u>57,910,314</u>	<u>1,591,314</u>
Expenditures:				
Current:				
Instruction:				
Regular	16,039,379	16,122,256	14,939,446	1,182,810
Special	6,170,073	6,192,640	6,073,054	119,586
Vocational	1,307,001	1,312,128	1,120,532	191,596
Other	12,061,493	12,208,187	12,846,755	(638,568)
Support services:				
Pupil	3,229,670	3,364,108	2,962,165	401,943
Instructional staff	510,796	513,091	451,711	61,380
Board of education	20,617	21,708	22,569	(861)
Administration	3,044,560	3,031,649	2,915,533	116,116
Fiscal	1,829,957	1,435,983	1,312,148	123,835
Business	525,403	575,687	367,399	208,288
Operations and maintenance	3,789,999	3,906,096	3,736,761	169,335
Pupil transportation	2,598,336	2,593,076	2,509,671	83,405
Central	1,432,849	1,565,491	1,461,834	103,657
Other operation of non-instructional services	344,253	406,448	271,122	135,326
Extracurricular activities	603,713	623,051	578,790	44,261
Facilities acquisition and construction	-	86,000	85,796	204
Debt service:				
Principal	2,482,349	2,512,500	2,512,500	-
Interest and fiscal charges	126,552	127,065	127,066	(1)
Total expenditures	<u>56,117,000</u>	<u>56,597,164</u>	<u>54,294,852</u>	<u>2,302,312</u>
Excess (deficiency) of revenues over (under) expenditures	<u>24,190</u>	<u>(278,164)</u>	<u>3,615,462</u>	<u>3,893,626</u>
Other financing sources (uses):				
Refund of prior year's expenditures	520,350	522,999	862,784	339,785
Transfers (out)	(317,586)	(319,000)	(350,000)	(31,000)
Sale of capital assets	1,987	2,000	4,109	2,109
Total other financing sources (uses)	<u>204,751</u>	<u>205,999</u>	<u>516,893</u>	<u>310,894</u>
Net change in fund balance	228,941	(72,165)	4,132,355	4,204,520
Fund balance at beginning of year	6,645,317	6,645,317	6,645,317	-
Prior year encumbrances appropriated	724,212	724,212	724,212	-
Fund balance at end of year	<u>\$ 7,598,470</u>	<u>\$ 7,297,364</u>	<u>\$ 11,501,884</u>	<u>\$ 4,204,520</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

STATEMENT OF NET POSITION
PROPRIETARY FUND
JUNE 30, 2016

	Governmental Activities - Internal Service Fund
Assets:	
Equity in pooled cash and cash equivalents	\$ 2,734,785
Total assets.	2,734,785
Liabilities:	
Claims payable	772,520
Total liabilities	772,520
Net position:	
Unrestricted.	1,962,265
Total net position.	\$ 1,962,265

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Governmental Activities - Internal Service Fund
Operating revenues:	
Sales/charges for services.	\$ 8,805,585
Total operating revenues	8,805,585
Operating expenses:	
Purchased services.	1,134,726
Claims	6,740,497
Total operating expenses.	7,875,223
Operating income / change in net position. . .	930,362
Net position at beginning of year.	1,031,903
Net position at end of year	\$ 1,962,265

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

		Governmental Activities - Internal Service Fund
Cash flows from operating activities:		
Cash received from sales/charges for services.	\$	8,805,585
Cash payments for contractual services		(1,134,726)
Cash payments for claims		(6,596,895)
		1,073,964
Net cash provided by operating activities		1,073,964
Net increase in cash and cash equivalents.		1,073,964
Cash and cash equivalents at beginning of year		1,660,821
Cash and cash equivalents at end of year		2,734,785
		2,734,785
Reconciliation of operating income to net cash provided by operating activities:		
Operating income.		930,362
Changes in assets and liabilities:		
Increase in claims payable.		143,602
		143,602
Net cash provided by operating activities	\$	1,073,964
		1,073,964

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2016

	Private Purpose Trust	
	Scholarship	Agency
Assets:		
Current assets:		
Equity in pooled cash and cash equivalents	\$ 26,525	\$ 16,440
Total assets.	26,525	16,440
Liabilities:		
Accounts payable.	-	57
Due to students.	-	16,383
Total liabilities	-	\$ 16,440
Net position:		
Held in trust for scholarships	26,525	
Total net position.	\$ 26,525	

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Private Purpose Trust
	Scholarship
Net position at beginning of year.	\$ 26,525
Net position at end of year	\$ 26,525

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT

The Mansfield City School District (the "District") was established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio.

The District is a city school district as defined by Section 3311.03 of the Ohio Revised Code. The District operates under an elected Board of Education, consisting of five members and is responsible for providing public education to residents of the District. The District employs 305 certified employees, 169 non-certified employees and 17 administrators who provide services to 3,441 students and other community members.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

A. Reporting Entity

The reporting entity has been defined in accordance with GASB Statement No. 14, "The Financial Reporting Entity" as amended by GASB Statement No. 39, "Determining Whether Certain Organizations Are Component Units" and GASB Statement No. 61, "The Financial Reporting Entity: Omnibus an amendment of GASB Statements No. 14 and No. 34". The reporting entity is composed of the primary government and component units. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the District. For the District, this includes general operations, food service, and student related activities of the District.

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization's Governing Board and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise access the organization's resources; or (3) the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or (4) the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt or the levying of taxes. Certain organizations are also included as component units if the nature and significance of the relationship between the primary government and the organization is such that exclusion by the primary government would render the primary government's financial statements incomplete or misleading. Based upon the application of these criteria, the District did not have any component units at June 30, 2016.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

JOINTLY GOVERNED ORGANIZATION

Heartland Council of Governments/North Central Ohio Computer Cooperative (the "COG")

The COG is a jointly governed organization among 16 school districts, 1 educational service center and a career center. The COG is an association of public school districts within the boundaries of Ashland, Crawford, Huron, Marion, Morrow, Richland, Seneca, and Wyandot counties. The COG was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member school districts. Each member school district supports the COG based on a per pupil charge dependent upon the software package utilized. The COG is governed by a Cooperative Assembly consisting of superintendents of the member school districts. The degree of control exercised by any school district is limited to its representation on the Cooperative Assembly. During fiscal year 2016, the District paid \$142,607 to the COG for various services. Financial information can be obtained from the treasurer for the Pioneer Career and Technology Center, who serves as fiscal agent, at 27 Ryan Road, Shelby, Ohio 44875-0309.

INSURANCE PURCHASING POOL

Ohio Association of School Business Officials Workers' Compensation Group Retrospective Rating Plan

The District participates in a group retrospective rating plan for workers' compensation as established under Section 4123.29 of the Ohio Revised Code. The Ohio Association of School Business Officials Workers' Compensation Group Retrospective Rating Plan (the "GRP") was established through the Ohio Association of School Business Officials (OASBO) as a group purchasing pool.

The Executive Director of the OASBO, or his designee, serves as coordinator of the GRP. Each year, the participating school districts pay an enrollment fee to the GRP to cover the costs of administering the program.

B. Fund Accounting

The District uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self balancing set of accounts. There are three categories of funds: governmental, proprietary and fiduciary.

GOVERNMENTAL FUNDS

Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets plus deferred outflows of resources and liabilities plus deferred inflows of resources is reported as fund balance.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

The following are the District's major governmental funds:

General fund - The general fund is used to account for and report all financial resources not accounted for and reported in another fund. The general fund balance is available for any purpose provided it is expended or transferred according to the general laws of Ohio.

Other governmental funds of the District are used to account for (a) financial resources that are restricted, committed, or assigned to expenditures for capital outlays including the acquisition or construction of capital facilities and other capital assets and (b) specific revenue sources that are restricted or committed to an expenditure for specified purposes other than debt service or capital projects, and (c) financial resources that are restricted, committed or assigned to expenditures for principal and interest.

PROPRIETARY FUNDS

Proprietary funds are used to account for the District's ongoing activities which are similar to those often found in the private sector. The District has no enterprise funds. The following is a description of the District's internal service fund.

Internal service fund - The internal service fund accounts for the financing of services provided by one department or agency to other departments or agencies of the District on a cost reimbursement basis. The District's only internal service fund accounts for a self-insurance program for employee health benefits.

FIDUCIARY FUNDS

Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the District's own programs. The District's only trust fund is a private-purpose trust which accounts for a scholarship program for students. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The District's agency fund accounts for student activities.

C. Basis of Presentation and Measurement Focus

Government-wide Financial 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 primary government, except for fiduciary funds. Internal service fund operating activity is eliminated to avoid over statement of revenues and expenses. Interfund services provided and used are not eliminated in the process of consolidation.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each function or program of the governmental activities of the District. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include amounts paid by the recipient of goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues not classified as program revenues are presented as general revenues of the District.

The government-wide financial statements are prepared using the economic resources measurement focus. All assets and deferred outflows, and all liabilities and deferred inflows associated with the operation of the District are included on the statement of net position.

Fund Financial Statements - Fund financial statements report detailed information about the District. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column and all nonmajor funds are aggregated into one column. The internal service fund is presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by fund type.

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and deferred outflows of resources and current liabilities and deferred inflows of resources generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Like the government-wide statements, the internal service fund is accounted for on a flow of economic resources measurement focus. All assets, deferred outflows of resources, and all liabilities and deferred inflows of resources associated with the operation of this fund are included on the statement of fund net position. The statement of changes in fund net position presents increases (i.e., revenues) and decreases (i.e., expenses) in net position. The statement of cash flows provides information about how the District finances and meets the cash flow needs of its proprietary activity.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operation. The principal operating revenue of the District's internal service fund is charges for sales and services. Operating expenses for internal service funds include claims and administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The private-purpose trust fund is reported using the economic resources measurement focus. Agency funds do not report a measurement focus as they do not report operations.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

D. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting.

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 a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that 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 expected to be received within sixty days of fiscal year end.

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 6). 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 District must provide local resources to be used for a specified purpose and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a 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, tuition, grants, student fees and rentals.

Deferred Outflows of Resources and Deferred Inflows of Resources - In addition to assets, the government-wide statement of net position will report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the District, see Note 14 for deferred outflows of resources related to the District's net pension liability. In addition, deferred outflows of resources include a deferred charge on debt refunding. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, both the government-wide statement of net position and the governmental fund financial statements report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the District, deferred inflows of resources include property taxes and unavailable revenue. Property taxes represent amounts for which there is an enforceable legal claim as of June 30, 2016, but which were levied to finance fiscal year 2017 operations. These amounts have been recorded as a deferred inflow of resources on both the government-wide statement of net position and the governmental fund financial statements.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Unavailable revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For the District unavailable revenue includes, but is not limited to, delinquent property taxes and intergovernmental grants. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available.

For the District, see Note 14 for deferred inflows of resources related to the District's net pension liability. This deferred inflow of resources is only reported on the government-wide statement of net position.

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred. The entitlement value of donated commodities received during the year is reported in the fund financial statements as an expenditure with a like amount reported as intergovernmental revenue.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in governmental funds.

E. Budgets

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, are legally required to be budgeted and appropriated. The legal level of budgetary control has been established at the fund level for all funds. Any budgetary modifications at this level may only be made by resolution of the Board of Education.

Tax Budget:

Prior to January 15, the Superintendent and Treasurer submit to the Board of Education a proposed operating budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing for all funds. Public hearings are publicized and conducted to obtain taxpayers' comments. The purpose of this budget document is to reflect the need for existing (or increased) tax rates. By no later than January 20, the Board-adopted budget is filed with Richland County Budget Commission for rate determination.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Estimated Resources:

By April 1, the Board of Education accepts, by formal resolution, the tax rates as determined by the Budget Commission and receives the Commission's certificate of estimated resources, which states the projected revenue of each fund. Prior to July 1, the District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the certificate of estimated resources. The revised budget then serves as the basis for the appropriation measure. On or about July 1, the certificate is amended to include any unencumbered cash balances from the preceding year. The certificate may be further amended during the year if projected increases or decreases in revenue are identified by the District Treasurer. The amounts reported in the budgetary statement reflect the amounts from the certificate of amended resources that was in effect at the time the original and final appropriations were passed by the Board of Education.

Appropriations:

Upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates or a certificate saying no new certificate is necessary, the annual appropriation resolution is enacted by the Board of Education. Prior to the passage of the annual appropriation measure, the Board may pass a temporary appropriation measure to meet the ordinary expenses of the District. The appropriation resolution, at the fund level must be within the estimated resources as certified by the County Budget Commission and the total of expenditures may not exceed the appropriation totals at the legal level of control. Any revisions that alter the legal level of budgetary control must be approved by the Board of Education. Although the legal level of budgetary control was established at the fund level of expenditures for general fund, the District has elected to present its respective budgetary statement comparison at the fund and function level of expenditures.

The Board may pass supplemental fund appropriations so long as the total appropriations by fund do not exceed the amounts set forth in the most recent certificate of estimated resources. During the fiscal year, all supplemental appropriations were legally enacted.

The appropriation resolution is subject to amendment by the Board throughout the year with the restriction that appropriations may not exceed estimated revenues. The amounts reported as the original budget amounts reflect the first appropriation for that fund covered the entire fiscal year, including amounts automatically carried over from prior year. The amounts reported as the final budgeted amounts represent the final appropriation amounts passed by the Board during the fiscal year.

Lapsing of Appropriations:

At the close of each fiscal year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriation. Encumbered appropriations are carried forward to the succeeding fiscal year and are not reappropriated.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

F. Cash and Investments

To improve cash management, cash received by the District is pooled. Monies for all funds are maintained in this pool. Individual fund integrity is maintained through the District's records. Each fund's interest in the pool is presented as "equity in pooled cash and cash equivalents" on the basic financial statements.

During fiscal year 2016, investments were limited to investments in the State Treasury Asset Reserve of Ohio (STAR Ohio), federal agency securities, negotiable certificates of deposit (CD's) and repurchase agreements. Except for nonparticipating investment contracts, investments are reported at fair value, which is based on quoted market prices.

The District has invested funds in STAR Ohio during fiscal year 2016. STAR Ohio (the State Treasury Asset Reserve of Ohio), is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but has adopted Governmental Accounting Standards Board (GASB), Statement No. 79, "Certain External Investment Pools and Pool Participants." The School District measures their investment in STAR Ohio at the net asset value (NAV) per share provided by STAR Ohio. The NAV per share is calculated on an amortized cost basis that provides an NAV per share that approximates fair value.

For the fiscal year 2016, there were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, notice must be given 24 hours in advance of all deposits and withdrawals exceeding \$25 million. STAR Ohio reserves the right to limit the transaction to \$50 million, requiring the excess amount to be transacted the following business day(s), but only to the \$50 million limit. All accounts of the participant will be combined for these purposes.

Under existing Ohio statutes all investment earnings are assigned to the general fund unless statutorily required to be credited to a specific fund. Interest revenue credited to the general fund during fiscal year 2016 amounted to \$96,260, which includes \$32,472 assigned from other District funds.

For presentation on the basic financial statements, investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the District are considered to be cash equivalents. Investments with an initial maturity of more than three months are reported as investments.

An analysis of the District's investment account at fiscal year end is provided in Note 4.

G. Inventory

On government-wide and fund financial statements, purchased inventories are presented at the lower of cost or market and donated commodities are presented at their entitlement value. Inventories are recorded on a first-in, first-out basis and are expensed when used. Inventories are accounted for using the consumption method which means that the costs of inventory items are recorded as expenditures in the governmental funds when consumed.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

On the fund financial statements, reported material and supplies inventory is equally offset by nonspendable fund balance in the governmental funds which indicates that it does not constitute available spendable resources even though it is a component of net current assets.

Inventory consists of expendable supplies held for consumption, donated food, purchased food and non-food supplies.

H. Capital Assets

General capital assets are those assets specifically related to governmental activities. These assets result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position, but are not reported in the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The District’s capitalization threshold is \$5,000 for general capital assets. The District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset’s life are not capitalized.

All reported capital assets except land and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

Description	Governmental Activities Estimated Lives
Land improvements	10 - 40 years
Buildings and improvements	10 - 40 years
Furniture and equipment	5 - 20 years
Vehicles	13 years

I. Interfund Balances

On fund financial statements, receivables and payables resulting from loans to cover negative cash balances at June 30 are classified as “due to/due from other funds”. These amounts are eliminated in the governmental activities column on the statement of net position.

J. Compensated Absences

Compensated absences of the District consist of vacation leave and sick leave liability to the extent that payments to the employee for these absences are attributable to services already rendered and are not contingent on a specific event that is outside the control of the District and the employee.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

The District reports compensated absences in accordance with the provisions of GASB No. 16, “Accounting for Compensated Absences”. Vacation benefits are accrued as a liability as the benefits are earned if the employee’s rights to receive compensation are attributable to services already rendered and it is probable that the District will compensate the employees for the benefits through paid time off or some other means. Sick leave benefits are accrued as a liability using the termination payment method. An accrual for earned sick leave is made to the extent it is probable that benefits will result in termination payments. The liability is an estimate based on the District’s past experience of making termination payments.

The total liability for vacation and sick leave payments has been calculated using pay rates in effect at June 30, 2016 and reduced to the maximum payment allowed by labor contract and/or statute, plus any applicable additional salary related payments.

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

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

K. Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-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, claims and judgments and compensated absences will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year. Bonds are recognized on the fund financial statements when due.

L. Bond Premium and Discount/Accounting Gain or Loss

Bond premiums are deferred and amortized over the term of the bonds using the straight-line method which approximates the effective interest method. Bond premiums are presented as an addition to the face amount of the bonds.

For bond refundings resulting in the defeasance of debt reported in the government-wide financial statements, the difference between the reacquisition price and the net carrying amount of the old debt is deferred and amortized as a component of interest expense. This accounting gain or loss is amortized over the remaining life of the old debt or the life of the new debt, whichever is shorter and is presented as a deferred outflow of resources on the statement of net position.

On the governmental fund financial statements, bond premiums are recognized in the current period. A reconciliation between the bonds face value and the amount reported on the statement of net position is presented in Note 9.A.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

M. Fund Balance

Fund balance is divided into five classifications based primarily on the extent to which the District is bound to observe constraints imposed upon the use of the resources in the governmental funds. The classifications are as follows:

Nonspendable - The nonspendable fund balance classification includes amounts that cannot be spent because they are not in spendable form or legally required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash. It also includes the long-term amount of loans receivable.

Restricted - Fund balance is reported as restricted when constraints are placed on the use of resources that are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.

Committed - The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by a formal action (resolution) of the District Board of Education (the highest level of decision making authority). Those committed amounts cannot be used for any other purpose unless the District Board of Education removes or changes the specified use by taking the same type of action (resolution) it employed to previously commit those amounts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned - Amounts in the assigned fund balance classification are intended to be used by the District for specific purposes but do not meet the criteria to be classified as restricted nor committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by policies of the District Board of Education, which includes giving the Treasurer the authority to constrain monies for intended purposes.

Unassigned - Unassigned fund balance is the residual classification for the general fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is only used to report a deficit fund balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

The District applies restricted resources first when expenditures are incurred for purposes for which restricted and unrestricted (committed, assigned, and unassigned) fund balance is available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

N. Prepayments

Certain payments to vendors reflect the costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. These items are reported as assets on the balance sheet using the consumption method. A current asset for the prepaid amounts is recorded at the time of the purchase and the expenditure/expense is reported in the year in which services are consumed.

O. Net Position

Net position represents the difference between assets and deferred outflows and liabilities and deferred inflows. The net position component "net investment in capital assets," consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction or improvement of those assets or related debt also should be included in this component of net position. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

P. Pensions

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

Q. Estimates

The preparation of the basic financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the amounts reported in the basic financial statements and accompanying notes. Actual results may differ from those estimates.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

R. Interfund Activity

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. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the basic financial statements.

Interfund activity between governmental funds is eliminated in the statement of activities.

S. Fair Market Value

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

T. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence. During fiscal year 2016, the District had neither type of transaction.

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE

A. Change in Accounting Principles

For fiscal year 2016, the District has implemented GASB Statement No. 72, "Fair Value Measurement and Application", GASB Statement No. 73 "Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68", GASB Statement No. 76, "The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments", and GASB Statement No. 79, "Certain External Investment Pools and Pool Participants".

GASB Statement No. 72 addresses accounting and financial reporting issues related to fair value measurement. This Statement also provides guidance for applying fair value to certain investments and disclosures related to all fair value measurements. The implementation of GASB Statement No. 72 did not have an effect on the financial statements of the District.

GASB Statement No. 73 improves the usefulness of information about pensions included in the general purposes external financial reports of state and local governments for making decisions and assessing accountability. The implementation of GASB Statement No. 73 did not have an effect on the financial statements of the District.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE – (Continued)

GASB Statement No. 76 identifies - in the context of the current governmental financial reporting environment - the hierarchy of generally accepted accounting principles (GAAP). This Statement reduces the GAAP hierarchy to two categories of authoritative GAAP and addresses the use of authoritative and nonauthoritative literature in the event that the accounting treatment for a transaction or other event is not specified within a source of authoritative GAAP. The implementation of GASB Statement No. 76 did not have an effect on the financial statements of the District.

GASB Statement No. 79 establishes criteria for an external investment pool to qualify for making the election to measure all of its investments at amortized cost for financial reporting purposes. The implementation of GASB Statement No. 79 did not have an effect on the financial statements of the District.

B. Deficit Fund Balances

Fund balances at June 30, 2016 included the following individual fund deficits:

<u>Nonmajor funds</u>	<u>Deficit</u>
Public school preschool	\$ 9,137
Alternative schools	4,243
Adult basic education	34,566
Title VI-B	43,660
Title I Disadvantaged Children	119,550
IDEA	866
Improving teacher quality	10,970

The general fund is liable for any deficit in this fund and provides transfers when cash is required, not when accruals occur. The deficit fund balances resulted from adjustments for accrued liabilities.

NOTE 4 - DEPOSITS AND INVESTMENTS

State statutes classify monies held by the District into three categories.

Active deposits are public deposits necessary to meet current demands on the treasury. Such monies must be maintained either as cash in the District treasury, in commercial accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

Inactive deposits are public deposits that the Board of Education has identified as not required for use within the current five year period of designation of depositories. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

Interim deposits are deposits of interim monies. Interim monies are those monies which are not needed for immediate use, but which will be needed before the end of the current period of designation of depositories.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit or by savings or deposit accounts including passbook accounts.

Interim monies may be deposited or invested in the following securities:

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in items (1) and (2) above and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (STAR Ohio);
7. Certain banker's acceptance and commercial paper notes for a period not to exceed one hundred eighty days from the purchase date in an amount not to exceed twenty-five percent of the interim monies available for investment at any one time; and,
8. Under limited circumstances, corporate debt interests rated in either of the two highest classifications by at least two nationally recognized rating agencies.

Protection of the District's deposits is provided by the Federal Deposit Insurance Corporation (FDIC), by eligible securities pledged by the financial institution as security for repayment, by surety company bonds deposited with the Treasurer by the financial institution or by a single collateral pool established by the financial institution to secure the repayment of all public monies deposited with the institution.

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the District and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the Treasurer or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

A. Deposits with Financial Institutions

At June 30, 2016, the carrying amount of all District deposits was \$8,103,071, exclusive of the \$974,141 in repurchase agreements included in investments. Based on the criteria described in GASB Statement No. 40, "Deposits and Investment Risk Disclosures", as of June 30, 2016, \$357,224 of the District's bank balance of \$8,256,089 was covered by the FDIC while \$7,898,865 was exposed to custodial risk, as discussed below.

B. Investments

As of June 30, 2016, the District had the following investments and maturities:

Investment type	Fair Value	Investment Maturities				
		6 months or less	7 to 12 months	13 to 18 months	19 to 24 months	Greater than 24 months
Repurchase agreement	\$ 974,141	\$ 974,141	\$ -	\$ -	\$ -	\$ -
FFCB	2,505,640	-	-	-	-	2,505,640
FHLB	500,006	-	-	-	-	500,006
FHLMC	1,502,408	-	-	-	-	1,502,408
FNMA	1,000,263	-	-	-	-	1,000,263
Negotiable CD's	4,432,118	-	200,256	400,853	1,003,538	2,827,471
STAR Ohio	2,000	2,000	-	-	-	-
Total	<u>\$ 10,916,576</u>	<u>\$ 976,141</u>	<u>\$ 200,256</u>	<u>\$ 400,853</u>	<u>\$ 1,003,538</u>	<u>\$ 8,335,788</u>

The District's investments in federal agency securities and negotiable certificates of deposit are valued using quoted market prices (Level 1 inputs).

The weighted average maturity of the District's investments is 2.87 years.

Interest Rate Risk: As a means of limiting its exposure to fair value losses arising from rising interest rates and according to State law, the District's investment policy limits investment portfolio maturities to five years or less, unless matched to a specific obligation or debt of the District.

Credit Risk: The District's investments in federal agency securities that underlie the District's repurchase agreement and in federal agency securities, were rated AA+ and Aaa by Standard & Poor's and Moody's Investor Services, respectively. Standard & Poor's has assigned STAR Ohio an AAAM money market rating. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The District's investment policy does not specifically address credit risk beyond requiring the District to only invest in securities authorized by State statute.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

Custodial Credit Risk: For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Of the District's \$974,141 investment in repurchase agreements, the entire balance is collateralized by underlying securities that are held by the investment's counterparty, not in the name of the District. Ohio law requires the market value of the securities subject to repurchase agreements must exceed the principal value of securities subject to a repurchase agreement by 2%. The District has no investment policy dealing with investment custodial risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the Treasurer or qualified trustee.

Concentration of Credit Risk: The District places no limit on the amount that may be invested in any one issuer. The following table includes the percentage of each investment type held by the District at June 30, 2016:

<u>Investment type</u>	<u>Fair Value</u>	<u>% of Total</u>
Repurchase agreement	\$ 974,141	8.92
FFCB	2,505,640	22.95
FHLB	500,006	4.58
FHLMC	1,502,408	13.77
FNMA	1,000,263	9.16
Negotiable CD's	4,432,118	40.60
STAR Ohio	<u>2,000</u>	<u>0.02</u>
Total	<u>\$ 10,916,576</u>	<u>100.00</u>

C. Reconciliation of Cash and Investments to the Statement of Net Position

The following is a reconciliation of cash and investments as reported in the note above to cash and investments as reported on the statement of net position as of June 30, 2016:

<u>Cash and investments per note</u>	
Carrying amount of deposits	\$ 8,103,071
Investments	<u>10,916,576</u>
Total	<u>\$ 19,019,647</u>
 <u>Cash and investments per financial statements</u>	
Governmental activities	\$ 18,976,682
Private-purpose trust fund	26,525
Agency funds	<u>16,440</u>
Total	<u>\$ 19,019,647</u>

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 5 - INTERFUND TRANSACTIONS

Interfund balances at June 30, 2016 as reported on the fund statements, consist of the following amounts due to/from other funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Nonmajor governmental funds	<u>\$ 588,818</u>

The primary purpose of the interfund balances is to cover negative cash balances in specific funds where revenues were not received by June 30. These interfund balances will be repaid once the anticipated revenues are received. All interfund balances are expected to be repaid within one year.

Interfund balances between governmental funds are eliminated on the government-wide financial statements; therefore, no internal balances at June 30, 2016 are reported on the statement of net position.

NOTE 6 - PROPERTY TAXES

Property taxes are levied and assessed on a calendar year basis while the District fiscal year runs from July through June. First half tax collections are received by the District in the second half of the fiscal year. Second half tax distributions occur in the first half of the following fiscal year.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

NOTE 6 - PROPERTY TAXES - (Continued)

Property taxes include amounts levied against all real property and public utility property. Real property tax revenues received in calendar year 2016 represent the collection of calendar year 2015 taxes. Real property taxes received in calendar year 2016 were levied after April 1, 2015, on the assessed values as of January 1, 2015, the lien date. Assessed values for real property taxes are established by State statute at 35 percent of appraised market value. Real property taxes are payable annually or semiannually. If paid annually, payment is due December 31; if paid semiannually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established. Public utility property tax revenues received in calendar year 2016 represent the collection of calendar year 2015 taxes. Public utility real and personal property taxes received in calendar year 2016 became a lien on December 31, 2014, were levied after April 1, 2015, and are collected with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property is currently assessed at varying percentages of true value.

The District receives property taxes from Richland County. The County Auditor periodically advances to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2016, are available to finance fiscal year 2016 operations. The amount available as an advance at June 30, 2016 was \$2,823,621 in the general fund, \$44,983 in the debt service fund, \$125,922 in the permanent improvement fund and \$10,083 in the classroom facilities maintenance fund (nonmajor governmental funds). This amount is recorded as revenue. The amount available for advance at June 30, 2015 was \$3,490,250 in the general fund, \$58,009 in the debt service fund, \$116,933 in the permanent improvement fund and \$16,684 in the classroom facilities maintenance fund (nonmajor governmental funds). The amount of second-half real property taxes available for advance at fiscal year-end can vary based on the date the tax bills are sent.

Accrued property taxes receivable includes real property, public utility property and delinquent tangible personal property taxes which are measurable as of June 30, 2016 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the amount of real property taxes available as an advance at June 30 was levied to finance current fiscal year operations and is reported as revenue at fiscal year-end. The portion of the receivable not levied to finance current fiscal year operations is offset by a credit to deferred inflows.

On the accrual basis of accounting, collectible delinquent property taxes have been recorded as a receivable and revenue, while on a modified accrual basis of accounting the revenue has been reported as a deferred inflow.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 6 - PROPERTY TAXES - (Continued)

The assessed values upon which the fiscal year 2016 taxes were collected are:

	2015 Second Half Collections		2016 First Half Collections	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
Agricultural/residential and other real estate	\$ 360,110,700	93.87	\$ 351,591,290	92.88
Public utility personal	<u>23,510,350</u>	<u>6.13</u>	<u>26,923,980</u>	<u>7.12</u>
Total	<u>\$ 383,621,050</u>	<u>100.00</u>	<u>\$ 378,515,270</u>	<u>100.00</u>
Tax rate per \$1,000 of assessed valuation	\$70.85		\$71.25	

NOTE 7 - RECEIVABLES

Receivables at June 30, 2016 consisted of taxes, accounts (billings for user charged services and student fees), accrued interest, and intergovernmental grants and entitlements. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs and the current year guarantee of federal funds. A summary of the principal items of receivables reported in the statement of net position follows:

Governmental activities:

Taxes	\$ 19,295,452
Accounts	162,897
Accrued interest	32,862
Intergovernmental	<u>2,624,370</u>
Total	<u>\$ 22,115,581</u>

Receivables have been disaggregated on the face of the basic financial statements. All receivables are expected to be collected in the subsequent year.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 8 - CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2016, was as follows:

	<u>Balance</u> <u>06/30/15</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>06/30/16</u>
Governmental activities:				
<i>Capital assets, not being depreciated:</i>				
Land	\$ 4,935,051	\$ -	\$ -	\$ 4,935,051
Total capital assets, not being depreciated	<u>4,935,051</u>	<u>-</u>	<u>-</u>	<u>4,935,051</u>
<i>Capital assets, being depreciated:</i>				
Land improvements	4,302,102	101,050	-	4,403,152
Buildings and improvements	68,409,487	334,834	-	68,744,321
Furniture and equipment	9,597,153	440,323	-	10,037,476
Vehicles	<u>2,887,777</u>	<u>706,284</u>	<u>(192,146)</u>	<u>3,401,915</u>
Total capital assets, being depreciated	<u>85,196,519</u>	<u>1,582,491</u>	<u>(192,146)</u>	<u>86,586,864</u>
<i>Less: accumulated depreciation:</i>				
Land improvements	(2,492,818)	(181,891)	-	(2,674,709)
Buildings and improvements	(26,399,036)	(1,312,088)	-	(27,711,124)
Furniture and equipment	(8,810,911)	(77,156)	-	(8,888,067)
Vehicles	<u>(1,861,290)</u>	<u>(187,154)</u>	<u>192,146</u>	<u>(1,856,298)</u>
Total accumulated depreciation	<u>(39,564,055)</u>	<u>(1,758,289)</u>	<u>192,146</u>	<u>(41,130,198)</u>
Governmental activities capital assets, net	<u>\$ 50,567,515</u>	<u>\$ (175,798)</u>	<u>\$ -</u>	<u>\$ 50,391,717</u>

Depreciation expense was charged to governmental functions as follows:

<u>Instruction:</u>	
Regular	\$ 711,941
Special	241,172
<u>Support services:</u>	
Pupil	80,993
Administration	141,842
Operations and maintenance	262,312
Pupil Transportation	183,023
Other non-instructional services	17,921
Food service operations	<u>119,085</u>
Total depreciation expense	<u>\$ 1,758,289</u>

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 9 - LONG-TERM OBLIGATIONS

A. During the fiscal year 2016, the following changes occurred in governmental activities long term obligations:

	Balance Outstanding <u>06/30/15</u>	<u>Additions</u>	<u>Reductions</u>	Balance Outstanding 06/30/16	Amounts Due in <u>One Year</u>
General obligation bonds - 2005	\$ 1,003,282	\$ 111,718	\$ (1,115,000)	\$ -	\$ -
General obligation bonds - 2013	8,200,368	237,661	(145,000)	8,293,029	928,029
Net pension liability	66,211,005	-	(2,668,222)	63,542,783	-
Energy conservation notes	2,726,719	-	(175,000)	2,551,719	175,000
Tax anticipation notes - 2013	1,815,000	-	(495,000)	1,320,000	515,000
State solvency loan - 2014	1,842,500	-	(1,842,500)	-	-
Compensated absences	<u>2,876,628</u>	<u>199,811</u>	<u>(437,789)</u>	<u>2,638,650</u>	<u>214,343</u>
Total governmental activities	<u>\$ 84,675,502</u>	<u>\$ 549,190</u>	<u>\$ (6,878,511)</u>	78,346,181	<u>\$ 1,832,372</u>
Add: unamortized premium				<u>610,614</u>	
Total on statement of net position				<u>\$ 78,956,795</u>	

General obligation bonds and notes will be paid from the debt service fund. Compensated absences will be paid from the general fund and the following nonmajor governmental funds: auxiliary services, Title VI-B, public preschool, poverty aid, alternative school, Title II-A, preschool handicapped, vocational education, Title I, drug free grant, food service and adult education. See Note 14 for detail on the net pension liability.

B. On July 27, 2005, the District issued general obligation bonds to advance refund a portion of the Series 2000 current interest bonds. The issuance proceeds of \$15,342,930 were used to purchase securities which were placed in an irrevocable trust to provide resources for all future debt service payments on the refunded debt. This refunded debt is considered defeased (in-substance) and accordingly, has been removed from the statement of net position. During 2013, the District refunded \$8,205,000 of the current interest bonds.

The refunding issue is comprised of both current interest bonds, par value \$13,915,000, and capital appreciation bonds, par value \$300,000. The remaining capital appreciation bonds matured on December 1, 2015 at a redemption price equal to 100% of the principal, plus accrued interest to the redemption date. The unrefunded bonds were paid off during fiscal year 2016.

The following is a schedule of activity for fiscal year 2016 on the 2005 series refunding bonds:

	Balance <u>06/30/15</u>	<u>Additions</u>	<u>Reductions</u>	Balance <u>06/30/16</u>
Capital appreciation bonds	\$ 130,000	\$ -	\$ (130,000)	\$ -
Accreted interest	<u>873,282</u>	<u>111,718</u>	<u>(985,000)</u>	<u>-</u>
Total refunding bonds	<u>\$ 1,003,282</u>	<u>\$ 111,718</u>	<u>\$ (1,115,000)</u>	<u>\$ -</u>

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)

The reacquisition price exceeded the net carrying amount of the old debt by \$1,127,930. This amount is being netted against the new debt and amortized over the remaining life of the refunded debt, which is equal to the life of the new debt issued.

- C. On June 24, 2013, the District issued general obligation bonds to advance refund a portion of the Series 2005 current interest bonds. The issuance proceeds of \$8,204,995 were used to purchase securities which were placed in an irrevocable trust to provide resources for all future debt service payments on the refunded debt. This refunded debt is considered defeased (in-substance) and accordingly, has been removed from the statement of net position.

The refunding issue is comprised of both current interest bonds, par value \$8,195,000, and capital appreciation bonds, par value \$9,995. The remaining capital appreciation bonds mature on December 1, 2016 at a redemption price equal to 100% of the principal, plus accrued interest to the redemption date. The accreted value at maturity for the capital appreciation bonds maturing December 1, 2016 is \$455,000. Total accreted interest of \$172,501 has been included in the statement of net position.

The following is a schedule of activity for fiscal year 2016 on the 2013 series refunding bonds:

	Balance 06/30/15	Additions	Reductions	Balance 06/30/16
Current interest bonds	\$ 8,120,000	\$ -	\$ -	\$ 8,120,000
Capital appreciation bonds	1,713	-	(1,185)	528
Accreted interest	78,655	237,661	(143,815)	172,501
Total refunding bonds	\$ 8,200,368	\$ 237,661	\$ (145,000)	\$ 8,293,029

The reacquisition price exceeded the net carrying amount of the old debt by \$652,567. This amount is being netted against the new debt and amortized over the remaining life of the refunded debt, which is equal to the life of the new debt issued.

- D. On December 12, 2012, the District issued \$2,901,719 in energy conservation notes to make energy improvement in accordance with House Bill 264. The notes have an interest rate ranging from 1.0% to 3.5%, with a final maturity date of December 1, 2028.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)

E. The following is a summary of the future debt service requirements for the District's outstanding debt obligations:

Fiscal Year Ending June 30,	Series 2013 Current Interest Bonds			Series 2013 Capital Appreciation Bonds		
	Principal	Interest	Total	Principal	Interest	Total
2017	\$ 755,000	\$ 197,481	\$ 952,481	\$ 528	\$ 454,472	\$ 455,000
2018	1,160,000	180,218	1,340,218	-	-	-
2019	1,130,000	157,318	1,287,318	-	-	-
2020	1,100,000	132,268	1,232,268	-	-	-
2021	1,065,000	102,543	1,167,543	-	-	-
2022 - 2026	2,750,000	167,540	2,917,540	-	-	-
2027	160,000	2,900	162,900	-	-	-
Total	<u>\$ 8,120,000</u>	<u>\$ 940,268</u>	<u>\$ 9,060,268</u>	<u>\$ 528</u>	<u>\$ 454,472</u>	<u>\$ 455,000</u>

Fiscal Year Ending June 30,	2013 Energy Conservation Notes		
	Principal	Interest	Total
2017	\$ 175,000	\$ 65,202	\$ 240,202
2018	180,000	62,090	242,090
2019	185,000	58,440	243,440
2020	136,719	104,871	241,590
2021	185,000	54,740	239,740
2022 - 2026	1,005,000	199,562	1,204,562
2027 - 2029	685,000	36,489	721,489
Total	<u>\$ 2,551,719</u>	<u>\$ 581,394</u>	<u>\$ 3,133,113</u>

F. Legal Debt Margin

The Ohio Revised Code provides that voted net general obligation debt of the District shall never exceed 9% of the total assessed valuation of the District. The code further provides that unvoted indebtedness shall not exceed 1/10 of 1% of the property valuation of the District. The code additionally states that unvoted indebtedness related to energy conservation debt shall not exceed 9/10 of 1% of the property valuation of the District. The assessed valuation used in determining the District's legal debt margin has been modified by House Bill 530 which became effective March 30, 2006. In accordance with House Bill 530, the assessed valuation used in the District's legal debt margin calculation excluded tangible personal property used in business, telephone or telegraph property, interexchange telecommunications company property, and personal property owned or leased by a railroad company and used in railroad operations. The effects of these debt limitations at June 30, 2016, are a voted debt margin of \$26,174,189 (including available funds of \$1,548,343) and an unvoted debt margin of \$378,515.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 10 - TAX ANTICIPATION NOTES

On June 19, 2013, the District issued \$2,500,000 in tax anticipation notes to fund general operations. The notes will be repaid with future tax receipts. The notes have a 3.5% interest rate and a final maturity date of October 1, 2018. These notes are a liability of the general fund.

The following is a summary of the future tax anticipation notes outstanding:

Fiscal Year Ending June 30.	2013 Tax Anticipation Notes		
	Principal	Interest	Total
2017	\$ 515,000	\$ 41,738	\$ 556,738
2018	535,000	23,538	558,538
2019	<u>270,000</u>	<u>4,725</u>	<u>274,725</u>
Total	<u>\$ 1,320,000</u>	<u>\$ 70,001</u>	<u>\$ 1,390,001</u>

NOTE 11 - STATE SOLVENCY LOAN

On March 25, 2014, the District received a \$3,685,000 loan from the State of Ohio Solvency Assistance Fund to fund general operations. This loan is no interest and payments are deducted from State foundation twice per month. The final payment was made June 30, 2016. This loan was a liability of the general fund.

NOTE 12 - OTHER EMPLOYEE BENEFITS

A. Compensated Absences

The criteria for determining vacation and sick leave components are derived from negotiated agreements and State laws. Classified employees earn ten to thirty days of vacation per fiscal year, depending upon the length of service. Accumulated, unused vacation time is paid to classified employees and administrators upon termination of employment.

Teachers and classified staff earn sick leave at the rate of one and one-fourth days per month. Upon retirement, qualified classified employees receive payment for one-fourth of the total sick leave accumulation up to a maximum of 47 days at their per diem rate. Certified employees receive 26% of their accumulated unused sick leave upon retirement. If a certified employee has 200 or more days of unused sick leave at the time of retirement, the employee will receive 30% of their accumulated unused sick leave.

B. Insurance Benefits

The District provides life insurance and accidental death and dismemberment insurance to most employees in the amount of \$40,000 per employee.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

NOTE 13 - RISK MANAGEMENT

A. Property and Liability

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. The District has a comprehensive property and casualty policy with Netherlands Insurance Company. The deductible is \$10,000 per incident on property and an inland marine equipment schedule with a \$1,000 deductible. All vehicles are also insured with Netherlands Insurance Company and have a \$1,000 collision deductible. All Board members, administrators and employees are covered under a school district liability policy with Netherlands Insurance Company. The limits of this coverage are \$1,000,000 per occurrence with a commercial umbrella policy coverage limit of insurance of \$1,000,000 per each occurrence. The deductible is \$10,000 per claim. The general liability has a limit of \$1,000,000 for each occurrence and the general aggregate limit is \$2,000,000. The Board members and superintendent have a \$20,000 position bond with Cincinnati Insurance Company.

The Treasurer is covered under a bond in the amount of \$250,000 provided by Cincinnati Insurance Company.

Settled claims did not exceed commercial coverage in the past three fiscal years. There has been no other significant reduction in insurance coverage from the prior year.

B. Workers' Compensation Rating Plan

The District workers' compensation services are provided by the 1-888 OHIOCOMP Managed Care Organization. 1-888 OHIOCOMP Managed Care Organization is a certified managed care organization serving employers and their injured workers throughout Ohio's 88 counties. The intent of the organization is to provide cost-effective medical management services and exceptional customer service to employers. 1-888 OHIOCOMP Managed Care Organization works with employers to minimize the emotional and financial impact of workers' compensation claims. The organization emphasizes aggressive claims management with a focus on a safe and speedy return to work. They provide personalized customer services that include: workers' compensation, return-to-work focus, on-site employer staffing, claims & claims processes, policy information, discount programs, safety, OSHA & loss prevention injuries and continuing workers' compensation education.

C. Employee Medical Benefits

The District has established a limited risk management program for hospital/medical benefits. Premiums are paid into the Self-Insurance Fund by all other funds and are available to pay claims, claim reserves and administrative costs of the program. During fiscal year 2016, a total expense of \$1,134,726 was incurred in administrative costs. An excess coverage insurance policy covers individual claims in excess of \$150,000. The liability for unpaid claims of \$772,520 reported at June 30, 2016 is based on the requirements of GASB Statement No. 10, "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues", as amended by GASB Statement No. 30, "Risk Financing Omnibus", which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred, but not reported claims, be accrued at the estimated ultimate cost of settling claims.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 13 - RISK MANAGEMENT - (Continued)

Changes in the fund's claims liability amount in 2016 and 2015 were:

<u>Fiscal Year</u>	<u>Beginning Balance</u>	<u>Claims Incurred</u>	<u>Claims Payments</u>	<u>Ending Balance</u>
2016	\$ 628,918	\$ 6,740,497	\$ (6,596,895)	\$ 772,520
2015	1,005,000	6,134,968	(6,511,050)	628,918

NOTE 14 - DEFINED BENEFIT PENSION PLANS

Net Pension Liability

The net pension liability reported on the statement of net position represents a liability to employees for pensions. Pensions are a component of exchange transactions—between an employer and its employees—of salaries and benefits for employee services. Pensions are provided to an employee—on a deferred-payment basis—as part of the total compensation package offered by an employer for employee services each financial period. The obligation to sacrifice resources for pensions is a present obligation because it was created as a result of employment exchanges that already have occurred.

The net pension liability represents the District's proportionate share of each pension plan's collective actuarial present value of projected benefit payments attributable to past periods of service, net of each pension plan's fiduciary net position. The net pension liability calculation is dependent on critical long-term variables, including estimated average life expectancies, earnings on investments, cost of living adjustments and others. While these estimates use the best information available, unknowable future events require adjusting this estimate annually.

The Ohio Revised Code limits the District's obligation for this liability to annually required payments. The District cannot control benefit terms or the manner in which pensions are financed; however, the District does receive the benefit of employees' services in exchange for compensation including pension.

GASB 68 assumes the liability is solely the obligation of the employer, because (1) they benefit from employee services; and (2) State statute requires all funding to come from these employers. All contributions to date have come solely from these employers (which also includes costs paid in the form of withholdings from employees). State statute requires the pension plans to amortize unfunded liabilities within 30 years. If the amortization period exceeds 30 years, each pension plan's board must propose corrective action to the State legislature. Any resulting legislative change to benefits or funding could significantly affect the net pension liability. Resulting adjustments to the net pension liability would be effective when the changes are legally enforceable.

The proportionate share of each plan's unfunded benefits is presented as a long-term *net pension liability* on the accrual basis of accounting. Any liability for the contractually-required pension contribution outstanding at the end of the year is included in pension and postemployment obligation payable on both the accrual and modified accrual bases of accounting.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 14 - DEFINED BENEFIT PENSION PLANS - (Continued)

Plan Description - School Employees Retirement System (SERS)

Plan Description –District non-teaching employees participate in SERS, a cost-sharing multiple-employer defined benefit pension plan administered by SERS. SERS provides retirement, disability and survivor benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Ohio Revised Code Chapter 3309. SERS issues a publicly available, stand-alone financial report that includes financial statements, required supplementary information and detailed information about SERS’ fiduciary net position. That report can be obtained by visiting the SERS website at www.ohsers.org under Employers/Audit Resources.

Age and service requirements for retirement are as follows:

	Eligible to Retire on or before August 1, 2017 *	Eligible to Retire after August 1, 2017
Full Benefits	Any age with 30 years of service credit	Age 67 with 10 years of service credit; or Age 57 with 30 years of service credit
Actuarially Reduced Benefits	Age 60 with 5 years of service credit Age 55 with 25 years of service credit	Age 62 with 10 years of service credit; or Age 60 with 25 years of service credit

* Members with 25 years of service credit as of August 1, 2017, will be included in this plan.

Annual retirement benefits are calculated based on final average salary multiplied by a percentage that varies based on year of service; 2.2 percent for the first thirty years of service and 2.5 percent for years of service credit over 30. Final average salary is the average of the highest three years of salary.

One year after an effective benefit date, a benefit recipient is entitled to a three percent cost-of-living adjustment (COLA). This same COLA is added each year to the base benefit amount on the anniversary date of the benefit.

Funding Policy – Plan members are required to contribute 10 percent of their annual covered salary and the District is required to contribute 14 percent of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended by the SERS’ Retirement Board up to statutory maximum amounts of 10 percent for plan members and 14 percent for employers. The Retirement Board, acting with the advice of the actuary, allocates the employer contribution rate among four of the System’s funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund). For the fiscal year ended June 30, 2016, the entire 14 percent was allocated to pension, death benefits, and Medicare B and no portion of the employer contribution rate was allocated to the Health Care Fund.

The District’s contractually required contribution to SERS was \$738,995 for fiscal year 2016. Of this amount, \$41,936 is reported as pension and postemployment obligation payable.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 14 - DEFINED BENEFIT PENSION PLANS - (Continued)

Plan Description - State Teachers Retirement System (STRS)

Plan Description –District licensed teachers and other faculty members participate in STRS Ohio, a cost-sharing multiple-employer public employee retirement system administered by STRS. STRS provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS issues a stand-alone financial report that includes financial statements, required supplementary information and detailed information about STRS' fiduciary net position. That report can be obtained by writing to STRS, 275 E. Broad St., Columbus, OH 43215-3771, by calling (888) 227-7877, or by visiting the STRS Web site at www.strsoh.org.

New members have a choice of three retirement plans; a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. Benefits are established by Ohio Revised Code Chapter 3307. The DB plan offers an annual retirement allowance based on final average salary multiplied by a percentage that varies based on years of service. Effective August 1, 2015, the calculation will be 2.2 percent of final average salary for the five highest years of earnings multiplied by all years of service. With certain exceptions, the basic benefit is increased each year by two percent of the original base benefit. For members retiring August 1, 2013, or later, the first two percent is paid on the fifth anniversary of the retirement benefit. Members are eligible to retire at age 60 with five years of qualifying service credit, or age 55 with 25 years of service, or 30 years of service regardless of age. Age and service requirements for retirement will increase effective August 1, 2015, and will continue to increase periodically until they reach age 60 with 35 years of service or age 65 with five years of service on August 1, 2026.

The DC Plan allows members to place all their member contributions and 9.5 percent of the 14 percent employer contributions into an investment account. Investment allocation decisions are determined by the member. The remaining 4.5 percent of the 14 percent employer rate is allocated to the defined benefit unfunded liability. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump sum withdrawal.

The Combined Plan offers features of both the DB Plan and the DC Plan. In the Combined Plan, member contributions are allocated among investment choices by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. The defined benefit portion of the Combined Plan payment is payable to a member on or after age 60 with five years of services. The defined contribution portion of the account may be taken as a lump sum payment or converted to a lifetime monthly annuity at age 50.

New members who choose the DC plan or Combined Plan will have another opportunity to reselect a permanent plan during their fifth year of membership. Members may remain in the same plan or transfer to another STRS plan. The optional annuitization of a member's defined contribution account or the defined contribution portion of a member's Combined Plan account to a lifetime benefit results in STRS bearing the risk of investment gain or loss on the account. STRS has therefore included all three plan options as one defined benefit plan for GASB 68 reporting purposes.

A DB or Combined Plan member with five or more years of credited service who is determined to be disabled may qualify for a disability benefit. Eligible survivors of members who die before service retirement may qualify for monthly benefits. New members on or after July 1, 2013, must have at least ten years of qualifying service credit that apply for disability benefits. Members in the DC Plan who become disabled are entitled only to their account balance. If a member of the DC Plan dies before retirement benefits begin, the member's designated beneficiary is entitled to receive the member's account balance.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 14 - DEFINED BENEFIT PENSION PLANS - (Continued)

Funding Policy – Employer and member contribution rates are established by the State Teachers Retirement Board and limited by Chapter 3307 of the Ohio Revised Code. The statutory maximum employee contribution rate was increased one percent July 1, 2014, and will be increased one percent each year until it reaches 14 percent on July 1, 2016. For the fiscal year ended June 30, 2016, plan members were required to contribute 13 percent of their annual covered salary. The District was required to contribute 14 percent; the entire 14 percent was the portion used to fund pension obligations. The fiscal year 2016 contribution rates were equal to the statutory maximum rates.

The District’s contractually required contribution to STRS was \$2,739,806 for fiscal year 2016. Of this amount, \$468,296 is reported as pension and postemployment obligation payable.

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

The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the District's share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Proportionate share of the net pension liability	\$ 10,162,359	\$ 53,380,424	\$ 63,542,783
Proportion of the net pension liability	0.17809650%	0.19314788%	
Pension expense	\$ 186,200	\$ 1,503,756	\$ 1,689,956

At June 30, 2016, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Deferred outflows of resources			
Differences between expected and actual experience	\$ 174,204	\$ 2,495,508	\$ 2,669,712
District contributions subsequent to the measurement date	<u>738,995</u>	<u>2,739,806</u>	<u>3,478,801</u>
Total deferred outflows of resources	<u>\$ 913,199</u>	<u>\$ 5,235,314</u>	<u>\$ 6,148,513</u>
Deferred inflows of resources			
Net difference between projected and actual earnings on pension plan investments	\$ 534,615	\$ 5,031,169	\$ 5,565,784
Changes in proportionate share	<u>1,232,146</u>	<u>8,144,277</u>	<u>9,376,423</u>
Total deferred inflows of resources	<u>\$ 1,766,761</u>	<u>\$ 13,175,446</u>	<u>\$ 14,942,207</u>

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 14 - DEFINED BENEFIT PENSION PLANS - (Continued)

\$3,478,801 reported as deferred outflows of resources related to pension resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Fiscal Year Ending June 30:	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
2017	\$ (578,637)	\$ (3,279,109)	\$ (3,857,746)
2018	(578,637)	(3,279,109)	(3,857,746)
2019	(578,636)	(3,279,110)	(3,857,746)
2020	<u>143,353</u>	<u>(842,610)</u>	<u>(699,257)</u>
Total	<u>\$ (1,592,557)</u>	<u>\$ (10,679,938)</u>	<u>\$ (12,272,495)</u>

Actuarial Assumptions - SERS

SERS' total pension liability was determined by their actuaries in accordance with GASB Statement No. 67, as part of their annual actuarial valuation for each defined benefit retirement plan. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts (e.g., salaries, credited service) and assumptions about the probability of occurrence of events far into the future (e.g., mortality, disabilities, retirements, employment termination). Actuarially determined amounts are subject to continual review and potential modifications, as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employers and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing benefit costs between the employers and plan members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations.

Actuarial calculations reflect a long-term perspective. For a newly hired employee, actuarial calculations will take into account the employee's entire career with the employer and also take into consideration the benefits, if any, paid to the employee after termination of employment until the death of the employee and any applicable contingent annuitant. In many cases actuarial calculations reflect several decades of service with the employer and the payment of benefits after termination.

Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuation, prepared as of June 30, 2015, are presented below:

Wage Inflation	3.25 percent
Future Salary Increases, including inflation	4.00 percent to 22.00 percent
COLA or Ad Hoc COLA	3 percent
Investment Rate of Return	7.75 percent net of investments expense, including inflation
Actuarial Cost Method	Entry Age Normal

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 14 - DEFINED BENEFIT PENSION PLANS - (Continued)

For post-retirement mortality, the table used in evaluating allowances to be paid is the 1994 Group Annuity Mortality Table set back one year for both men and women. Special mortality tables are used for the period after disability retirement.

The most recent experience study was completed June 30, 2010.

The long-term return expectation for the Pension Plan Investments has been determined using a building-block approach and assumes a time horizon, as defined in SERS' *Statement of Investment Policy*. A forecasted rate of inflation serves as the baseline for the return expectation. Various real return premiums over the baseline inflation rate have been established for each asset class. The long-term expected nominal rate of return has been determined by calculating a weighted averaged of the expected real return premiums for each asset class, adding the projected inflation rate, and adding the expected return from rebalancing uncorrelated asset classes. The target allocation and best estimates of arithmetic real rates of return for each major assets class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	1.00 %	0.00 %
US Stocks	22.50	5.00
Non-US Stocks	22.50	5.50
Fixed Income	19.00	1.50
Private Equity	10.00	10.00
Real Assets	10.00	5.00
Multi-Asset Strategies	<u>15.00</u>	7.50
Total	<u>100.00 %</u>	

Discount Rate - The total pension liability was calculated using the discount rate of 7.75 percent. The projection of cash flows used to determine the discount rate assumed the contributions from employers and from the members would be computed based on contribution requirements as stipulated by State statute. Projected inflows from investment earning were calculated using the long-term assumed investment rate of return (7.75 percent). Based on those assumptions, the plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate - Net pension liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net pension liability calculated using the discount rate of 7.75 percent, as well as what each plan's net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.75 percent), or one percentage point higher (8.75 percent) than the current rate.

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
District's proportionate share of the net pension liability	\$ 14,091,540	\$ 10,162,359	\$ 6,853,664

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 14 - DEFINED BENEFIT PENSION PLANS - (Continued)

Actuarial Assumptions - STRS

The total pension liability in the June 30, 2015, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.75 percent
Projected salary increases	2.75 percent at age 70 to 12.25 percent at age 20
Investment Rate of Return	7.75 percent, net of investment expenses
Cost-of-Living Adjustments (COLA)	2 percent simple applied as follows: for members retiring before August 1, 2013, 2 percent per year; for members retiring August 1, 2013, or later, 2 percent COLA paid on fifth anniversary of retirement date.

Mortality rates were based on the RP-2000 Combined Mortality Table (Projection 2022—Scale AA) for Males and Females. Males’ ages are set-back two years through age 89 and no set-back for age 90 and above. Females younger than age 80 are set back four years, one year set back from age 80 through 89 and not set back from age 90 and above.

Actuarial assumptions used in the June 30, 2015, valuation are based on the results of an actuarial experience study, effective July 1, 2012.

The 10 year expected real rate of return on pension plan investments was determined by STRS’ investment consultant by developing best estimates of expected future real rates of return for each major asset class. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized as follows:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equity	31.00 %	8.00 %
International Equity	26.00	7.85
Alternatives	14.00	8.00
Fixed Income	18.00	3.75
Real Estate	10.00	6.75
Liquidity Reserves	<u>1.00</u>	3.00
Total	<u>100.00 %</u>	

Discount Rate - The discount rate used to measure the total pension liability was 7.75 percent as of June 30, 2015. The projection of cash flows used to determine the discount rate assumes member and employer contributions will be made at the statutory contribution rates in accordance with rate increases described above. For this purpose, only employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs of future plan members and their beneficiaries, as well as projected contributions from future plan members, are not included. Based on those assumptions, STRS’ fiduciary net position was projected to be available to make all projected future benefit payments to current plan members as of June 30, 2015. Therefore, the long-term expected rate of return on pension plan investments of 7.75 percent was applied to all periods of projected benefit payment to determine the total pension liability as of June 30, 2015.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 14 - DEFINED BENEFIT PENSION PLANS - (Continued)

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate - The following table presents the District's proportionate share of the net pension liability calculated using the current period discount rate assumption of 7.75 percent, 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 one-percentage-point lower (6.75 percent) or one-percentage-point higher (8.75 percent) than the current rate:

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
District's proportionate share of the net pension liability	\$ 74,149,436	\$ 53,380,424	\$ 35,817,128

NOTE 15 - POSTEMPLOYMENT BENEFITS

A. School Employees Retirement System

Health Care Plan Description - The District contributes to the SERS Health Care Fund, administered by SERS for non-certificated retirees and their beneficiaries. For GASB 45 purposes, this plan is considered a cost-sharing, multiple-employer, defined benefit other postemployment benefit (OPEB) plan. The Health Care Plan includes hospitalization and physicians' fees through several types of plans including HMO's, PPO's, Medicare Advantage, and traditional indemnity plans as well as a prescription drug program. The financial report of the Plan is included in the SERS Comprehensive Annual Financial Report which can be obtained on SERS' website at www.ohsers.org under Employers/Audit Resources.

Access to health care for retirees and beneficiaries is permitted in accordance with Section 3309 of the Ohio Revised Code. The Health Care Fund was established and is administered in accordance with Internal Revenue Code Section 105(e). SERS' Retirement Board reserves the right to change or discontinue any health plan or program. Health care is financed through a combination of employer contributions and retiree premiums, copays and deductibles on covered health care expenses, investment returns, and any funds received as a result of SERS' participation in Medicare programs. Active employee members do not contribute to the Health Care Plan. Retirees and their beneficiaries are required to pay a health care premium that varies depending on the plan selected, number of qualified years of service, Medicare eligibility and retirement status.

Funding Policy - State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required basic benefits, the Retirement Board allocates the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund. For fiscal year 2016, none of the employer contribution was allocated to health care. In addition, employers pay a surcharge for employees earning less than an actuarially determined minimum compensation amount, pro-rated according to service credit earned. For fiscal year 2016, this amount was \$23,000. Statutes provide that no employer shall pay a health care surcharge greater than 2 percent of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5 percent of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2016, the District's surcharge obligation was \$130,507.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

NOTE 15 - POSTEMPLOYMENT BENEFITS – (Continued)

The District's contributions for health care for the fiscal years ended June 30, 2016, 2015, and 2014 were \$130,507, \$151,655, and \$126,059, respectively. The full amount has been contributed for fiscal years 2016, 2015 and 2014.

B. State Teachers Retirement System

Plan Description – The District participates in the cost-sharing multiple-employer defined benefit Health Plan administered by the State Teachers Retirement System of Ohio (STRS) for eligible retirees who participated in the defined benefit or combined pension plans offered by STRS. Ohio law authorizes STRS to offer this plan. Benefits include hospitalization, physicians' fees, prescription drugs and reimbursement of monthly Medicare Part B premiums. The Plan is included in the report of STRS which can be obtained by visiting www.strsoh.org or by calling (888) 227-7877.

Funding Policy – Ohio Revised Code Chapter 3307 authorizes STRS to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS. Active employee members do not contribute to the Health Care Plan. All benefit recipients, for the most recent year, pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For fiscal years 2016 and 2015, STRS did not allocate any employer contributions to post-employment health care. The District's contributions for health care for the fiscal years ended June 30, 2016, 2015, and 2014 were \$0, \$0, and \$241,626, respectively. The full amount has been contributed for fiscal years 2016, 2015 and 2014.

NOTE 16 - BUDGETARY BASIS OF ACCOUNTING

While reporting financial position, results of operations, and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts and disbursements.

The statement of revenue, expenditures and changes in fund balance - budget and actual (non-GAAP budgetary basis) presented for the general fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are that:

- (a) Revenues and other financing sources are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);
- (b) Expenditures and other financing uses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);
- (c) In order to determine compliance with Ohio law, and to reserve that portion of the applicable appropriation, total outstanding encumbrances (budget basis) are recorded as the equivalent of an expenditure, as opposed to assigned or committed fund balance for that portion of outstanding encumbrances not already recognized as an account payable (GAAP basis);
- (d) State solvency loans payments reported as expenditures (budget basis), rather than as a fund liability (GAAP basis);
- (e) Investments are reported at fair value (GAAP basis) rather than cost (budget basis); and,

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 16 - BUDGETARY BASIS OF ACCOUNTING - (Continued)

- (f) Some funds are included in the general fund (GAAP basis), but have separate legally adopted budgets (budget basis).

The adjustments necessary to convert the results of operations for the year on the budget basis to the GAAP basis for the general fund is as follows:

Net Change in Fund Balance

	<u>General fund</u>
Budget basis	\$ 4,132,355
Net adjustment for revenue accruals	(806,514)
Net adjustment for expenditure accruals	3,361,838
Net adjustment for other sources/uses	(512,784)
Funds budgeted elsewhere	453,911
Adjustment for encumbrances	461,718
GAAP basis	\$ 7,090,524

Certain funds that are legally budgeted in separate special revenue funds are considered part of the general fund on a GAAP basis. This includes the public school fund, the special trust fund, the termination benefits fund, the uniform school supplies fund, the workers compensation fund and the adult education fund.

NOTE 17 - CONTINGENCIES

A. Grants

The District received financial assistance from federal and State agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, the effect of any such disallowed claims on the overall financial position of the District at June 30, 2016, if applicable, cannot be determined at this time.

B. Litigation

A lawsuit is pending against the District. In the opinion of the District's legal counsel, no liability is anticipated in excess of insurance coverage.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 17 - CONTINGENCIES - (Continued)

C. Foundation Funding

District Foundation funding is based on the annualized full-time equivalent (FTE) enrollment of each student. Effective for the 2014-2015 school year, traditional Districts must comply with minimum hours of instruction, instead of a minimum number of school days each year. The funding formula the Ohio Department of Education (ODE) is legislatively required to follow will continue to adjust as enrollment information is updated by the District, which can extend past the fiscal year-end. As of the date of this report, ODE has not finalized the impact of enrollment adjustments to the June 30, 2016 Foundation funding for the District; therefore, the financial statement impact is not determinable at this time. ODE and management believe this will result in either a receivable to or liability of the District.

NOTE 18 - SET-ASIDES

The District is required by State law to annually set-aside certain general fund revenue amounts, as defined by statutory formula, for the acquisition and construction of capital improvements. Amounts not spent by the end of the fiscal year or offset by similarly restricted resources received during the year must be held in cash at fiscal year-end. This amount must be carried forward to be used for the same purpose in future years. Expenditures exceeding the set-aside requirement may not be carried forward to the next fiscal year.

The following cash-basis information describes the change in the fiscal year-end set-aside amount for capital improvements. Disclosure of this information is required by State statute.

	<u>Capital Improvements</u>
Set-aside balance June 30, 2015	\$ -
Current year set-aside requirement	600,453
Current year qualifying expenditures	(930,580)
Excess qualified expenditures from prior years	-
Current year offsets	(989,549)
Waiver granted by ODE	<u>-</u>
Total	<u>\$ (1,319,676)</u>
Balance carried forward to fiscal year 2017	<u>\$ -</u>
Set-aside balance June 30, 2016	<u>\$ -</u>

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

NOTE 19 - OTHER COMMITMENTS

The District utilizes encumbrance accounting as part of its budgetary controls. Encumbrances outstanding at year end may be reported as part of restricted, committed, or assigned classifications of fund balance. At year end, the District's commitments for encumbrances in the governmental funds were as follows:

<u>Fund</u>	<u>Year-End Encumbrances</u>
General fund	\$ 376,008
Nonmajor governmental funds	<u>483,847</u>
Total	<u>\$ 859,855</u>

NOTE 20 - GOING CONCERN ISSUE

The accompanying financial statements have been prepared in accordance with generally accepted accounting principles which contemplates continuation of the District as a going concern. The District is required to prepare and file, with the Superintendent of the Ohio Department of Education, a 5 year forecast. On December 8, 2006, the District was declared to be in a state of "Fiscal Watch" by the Auditor of State.

The District is required under Ohio Revised Code Section 3316.04 to submit to the Superintendent of public instruction a financial plan delineating the steps the Board will take to eliminate the District's current operating deficit and avoid operating deficits in ensuing years, including the implementation of spending reductions. On November 22, 2013, the Board of Education voted to apply to the Auditor of State to be placed in "Fiscal Emergency" because a financial plan to eliminate the District's current operating deficit and avoid operating deficits in ensuing years could not be implemented.

On December 17, 2013, the Auditor of State declared Mansfield City School District to be in a state of "Fiscal Emergency" in accordance with Section 3316.03(B)(2) of the Ohio Revised Code. The declaration resulted in the establishment of a Financial Planning and Supervision Commission. A financial plan was approved by the Commission on April 22, 2014. An updated financial plan was approved by the Commission on May 25, 2016. The Commission has requested that the District be released from fiscal emergency.

THIS PAGE IS INTENTIONALLY LEFT BLANK

REQUIRED SUPPLEMENTARY INFORMATION

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF
THE NET PENSION LIABILITY
SCHOOL EMPLOYEES RETIREMENT SYSTEM (SERS) OF OHIO

LAST THREE FISCAL YEARS

	<u>2015</u>	<u>2014</u>	<u>2013</u>
District's proportion of the net pension liability	0.17809650%	0.02102210%	0.02102210%
District's proportionate share of the net pension liability	\$ 10,162,359	\$ 10,639,165	\$ 12,501,168
District's covered-employee payroll	\$ 5,361,639	\$ 6,108,608	\$ 6,177,045
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	189.54%	174.17%	202.38%
Plan fiduciary net position as a percentage of the total pension liability	69.16%	71.70%	65.52%

Note: Information prior to fiscal year 2013 was unavailable.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF
THE NET PENSION LIABILITY
STATE TEACHERS RETIREMENT SYSTEM (STRS) OF OHIO

LAST THREE FISCAL YEARS

	<u>2015</u>	<u>2014</u>	<u>2013</u>
District's proportion of the net pension liability	0.19314788%	0.22854701%	0.22854701%
District's proportionate share of the net pension liability	\$ 53,380,424	\$ 55,571,840	\$ 66,219,091
District's covered-employee payroll	\$ 19,723,107	\$ 23,343,338	\$ 25,407,615
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	270.65%	238.06%	260.63%
Plan fiduciary net position as a percentage of the total pension liability	72.10%	74.70%	69.30%

Note: Information prior to fiscal year 2013 was unavailable.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF DISTRICT CONTRIBUTIONS
SCHOOL EMPLOYEES RETIREMENT SYSTEM (SERS) OF OHIO

LAST TEN FISCAL YEARS

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Contractually required contribution	\$ 738,995	\$ 706,664	\$ 846,653	\$ 854,903	\$ 870,570
Contributions in relation to the contractually required contribution	<u>(738,995)</u>	<u>(706,664)</u>	<u>(846,653)</u>	<u>(854,903)</u>	<u>(870,570)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	\$ 5,278,536	\$ 5,361,639	\$ 6,108,608	\$ 6,177,045	\$ 6,472,639
Contributions as a percentage of covered-employee payroll	14.00%	13.18%	13.86%	13.84%	13.45%

<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
\$ 799,373	\$ 896,581	\$ 664,257	\$ 616,603	\$ 787,209
<u>(799,373)</u>	<u>(896,581)</u>	<u>(664,257)</u>	<u>(616,603)</u>	<u>(787,209)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 6,359,372	\$ 6,621,721	\$ 6,750,579	\$ 6,279,053	\$ 7,370,871
12.57%	13.54%	9.84%	9.82%	10.68%

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF DISTRICT CONTRIBUTIONS
STATE TEACHERS RETIREMENT SYSTEM (STRS) OF OHIO

LAST TEN FISCAL YEARS

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Contractually required contribution	\$ 2,739,806	\$ 2,761,235	\$ 3,034,634	\$ 3,302,990	\$ 3,443,850
Contributions in relation to the contractually required contribution	<u>(2,739,806)</u>	<u>(2,761,235)</u>	<u>(3,034,634)</u>	<u>(3,302,990)</u>	<u>(3,443,850)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered-employee payroll	\$ 19,570,043	\$ 19,723,107	\$ 23,343,338	\$ 25,407,615	\$ 26,491,154
Contributions as a percentage of covered-employee payroll	14.00%	14.00%	13.00%	13.00%	13.00%

<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
\$ 3,506,000	\$ 3,570,326	\$ 3,661,097	\$ 3,520,661	\$ 3,920,776
<u>(3,506,000)</u>	<u>(3,570,326)</u>	<u>(3,661,097)</u>	<u>(3,520,661)</u>	<u>(3,920,776)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 26,969,231	\$ 27,464,046	\$ 28,162,285	\$ 27,082,008	\$ 30,159,815
13.00%	13.00%	13.00%	13.00%	13.00%

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

SCHOOL EMPLOYEES RETIREMENT SYSTEM (SERS) OF OHIO

Changes in benefit terms: There were no changes in benefit terms from the amounts reported for fiscal years 2014 - 2016.

Changes in assumptions: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal years 2014 - 2016. See the notes to the basic financials for the methods and assumptions in this calculation.

STATE TEACHERS RETIREMENT SYSTEM (STRS) OF OHIO

Changes in benefit terms: There were no changes in benefit terms from the amounts reported for fiscal years 2014 - 2016.

Changes in assumptions: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal years 2014 - 2016. See the notes to the basic financials for the methods and assumptions in this calculation.

COMBINING STATEMENTS
AND INDIVIDUAL FUND SCHEDULES

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

MAJOR FUND DESCRIPTION

General

The general fund is used to account for resources traditionally associated with a district which are not required legally or by sound financial management to be accounted for in another fund. These activities include, but are not limited to, general instruction, pupil services, operation and maintenance of facilities, student transportation, and administration.

Since there is only one general fund and the legal level of budgetary control is not greater than that presented in the basic financial statements, thus no additional financial statements are presented here.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

COMBINING STATEMENTS - NONMAJOR FUNDS

Nonmajor Special Revenue Funds

The special revenue funds are used to account for the proceeds of specific revenue sources (other than amounts relating to expendable trusts or major capital projects) that are legally restricted to expenditure for specified purposes. The title of each special revenue fund is descriptive of the activities accounted for therein. The nonmajor special revenue funds are:

Food Services

To account for monies received and used that are related to the food service operations of the District.

Other Grant Funds

This fund accounts for the proceeds of specific revenue sources except for State and federal grants that are legally restricted to expenditures for specified purposes.

Classroom Facilities Maintenance

A fund provided to account for proceeds of a levy for the maintenance of facilities.

District Managed Student Activity

A fund provided to account for those student activity programs which have student participation in the activity, but do not have student management of the programs.

Auxillary Services

This fund is used to account for monies which provide services and materials to pupils attending non-public schools within the District.

Public School Preschool

This fund accounts for funds which assist the school district in paying the cost of preschool programs for and three and four year olds.

Data Communication

A fund provided to account for money for Ohio Educational Computer Network Connections.

Vocational Education Enhancement

A fund used to account for Vocational Education Enhancements that: 1) expand the number of students enrolled in tech prep programs, 2) enable students to develop career plans, to identify initial educational and career goals, and to develop a career passport which provides a clear understanding of the student's knowledge, skills, and credentials to present to future employers, universities, and other training institutes and 3) replace or update equipment essential for the instruction of students in job skills taught as part of a vocational program or programs approved for such instruction by the State Board of Education.

Alternative Schools

A fund to account for the alternative educational programs for existing and new at-risk and delinquent youth.

Miscellaneous State Grants

A miscellaneous fund to account for certain State grants not accounted for in other funds.

Adult Basic Education

Instructional programs for persons sixteen (16) years of age and older who are not enrolled in secondary school and who have less than a twelfth-grade education or its equivalent; development of basic educational skills; or do not have a secondary school diploma or its recognized equivalent, and have not achieved an equivalent level of education, or are unable to speak, read, or write the English language.

(Continued)

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO
COMBINING STATEMENTS - NONMAJOR FUNDS**

Nonmajor Special Revenue Funds (Continued)

Title VI - B

A fund which accounts for Federal funds used in the identification of handicapped children, development of procedural safeguards, implementation of least-restrictive alternative service patterns, and provision of full educational opportunities to handicapped children at preschool, elementary, and secondary levels.

Vocational Education

A fund which accounts for Federal funds used for secondary, post-secondary, adult, disadvantaged and handicapped persons, exemplary programs, cooperative education, construction of area vocational schools, ancillary services, research, advisory committees, and work-study projects, including sex equity grants.

School Improvement Stimulus A

This fund is used to help schools improve the teaching and learning of children failing, or most at risk of failing to meet challenging State academic achievement standards.

Title I, Disadvantaged Children

This fund is used to meet the special needs of educationally deprived children.

IDEA Preschool Grant for the Handicapped

This fund accounts for Federal funds used to address the improvement and expansion of services for handicapped children ages three (3) through five (5) years.

Improving Teacher Quality

This fund accounts for various monies to hire additional classroom teachers, so that the number of students per teacher will be reduced.

Miscellaneous Federal Grants

This fund accounts for various monies received through State agencies from the federal government or directly from the federal government which are not classified elsewhere.

(Continued)

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

COMBINING STATEMENTS - NONMAJOR FUNDS

Nonmajor Special Revenue Funds (Continued)

The following funds are included in the general fund (GAAP basis), but have separate legally adopted budgets (budget basis). These funds are not included in the combining statements for the nonmajor special revenue funds since they are reported in the general fund (GAAP basis); however, the budgetary schedules for these funds are presented in this section.

Special Trusts

This fund is used to account for donations in which principal and income are used to support District programs.

Uniform School Supplies

This fund accounts for the purchase and sale of school supplies for use in the District. Profits derived from such sales are used for school purposes or activities connected with the school.

Adult Education

A fund provided to account for transactions made in connection with adult education classes.

Public School Fund

A fund provided to account for special local revenue sources, other than taxes or expendable trusts (i.e., profits from vending machines) that are assigned to expenditures for specified purposes. Such expenditures may include curricular and extra-curricular related purchases.

Termination Benefits

A fund provided to account for accumulated cash for the payment of termination benefits.

Workers Compensation

A fund provided to account for Workers' Compensation Insurance receipts and expenditures.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2016

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
Assets:				
Equity in pooled cash and cash equivalents.	\$ 1,380,557	\$ 1,503,359	\$ 603,828	\$ 3,487,744
Receivables:				
Property taxes	64,752	288,880	808,663	1,162,295
Accounts.	343	-	1,383	1,726
Intergovernmental	1,317,424	-	-	1,317,424
Materials and supplies inventory	6,108	-	-	6,108
Inventory held for resale	33,504	-	-	33,504
Total assets.	<u>\$ 2,802,688</u>	<u>\$ 1,792,239</u>	<u>\$ 1,413,874</u>	<u>\$ 6,008,801</u>
Liabilities:				
Accounts payable.	\$ 110,978	\$ -	\$ 7,058	\$ 118,036
Contracts payable.	-	-	76,925	76,925
Accrued wages and benefits	781,925	-	-	781,925
Intergovernmental payable	12,810	-	-	12,810
Pension and post employment obligation payable.	131,443	-	-	131,443
Due to other funds.	588,818	-	-	588,818
Total liabilities.	<u>1,625,974</u>	<u>-</u>	<u>83,983</u>	<u>1,709,957</u>
Deferred inflows of resources:				
Property taxes levied for the next fiscal year.	35,435	158,088	442,539	636,062
Delinquent property tax revenue not available.	19,234	85,808	240,203	345,245
Intergovernmental revenue not available	107,125	-	-	107,125
Total deferred inflows of resources	<u>161,794</u>	<u>243,896</u>	<u>682,742</u>	<u>1,088,432</u>
Fund balances:				
Nonspendable:				
Materials and supplies inventory	6,108	-	-	6,108
Restricted:				
Debt service	-	1,548,343	-	1,548,343
Capital improvements	-	-	647,149	647,149
Classroom facilities maintenance	91,242	-	-	91,242
Food service operations	869,229	-	-	869,229
Non-public schools	122,519	-	-	122,519
Targeted academic assistance	22,231	-	-	22,231
Vocational education	73	-	-	73
Other purposes.	72,053	-	-	72,053
Extracurricular	54,457	-	-	54,457
Unassigned (deficit)	(222,992)	-	-	(222,992)
Total fund balances	<u>1,014,920</u>	<u>1,548,343</u>	<u>647,149</u>	<u>3,210,412</u>
Total liabilities, deferred inflows and fund balances. .	<u>\$ 2,802,688</u>	<u>\$ 1,792,239</u>	<u>\$ 1,413,874</u>	<u>\$ 6,008,801</u>

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Project Funds	Total Nonmajor Governmental Funds
Revenues:				
From local sources:				
Property taxes	\$ 58,950	\$ 249,177	\$ 831,408	\$ 1,139,535
Earnings on investments	908	-	49	957
Charges for services	184,421	-	-	184,421
Extracurricular	134,462	-	-	134,462
Contributions and donations	1,175	-	-	1,175
Other local revenues	95,738	-	-	95,738
Intergovernmental - state	989,747	490,716	167,129	1,647,592
Intergovernmental - federal	7,273,065	-	-	7,273,065
Total revenues	<u>8,738,466</u>	<u>739,893</u>	<u>998,586</u>	<u>10,476,945</u>
Expenditures:				
Current:				
Instruction:				
Regular	509,765	-	-	509,765
Special	2,995,086	-	-	2,995,086
Vocational	90,253	-	-	90,253
Adult continuing	242,608	-	-	242,608
Other	128,087	-	-	128,087
Support services:				
Pupil	222,196	-	-	222,196
Instructional staff	246,136	-	-	246,136
Administration	344,631	-	-	344,631
Fiscal	54,635	9,987	30,626	95,248
Business	-	-	127,251	127,251
Operations and maintenance	65,154	-	473,196	538,350
Pupil transportation	64,018	-	131,721	195,739
Central	1,079,987	-	-	1,079,987
Operation of non-instructional services:				
Other non-instructional services	694,599	-	-	694,599
Food service operations	1,926,035	-	-	1,926,035
Extracurricular activities	134,733	-	-	134,733
Facilities acquisition and construction	-	-	475,255	475,255
Debt service:				
Principal retirement	-	1,260,000	-	1,260,000
Interest and fiscal charges	-	203,144	-	203,144
Total expenditures	<u>8,797,923</u>	<u>1,473,131</u>	<u>1,238,049</u>	<u>11,509,103</u>
(Deficiency) of revenues (under) expenditures	<u>(59,457)</u>	<u>(733,238)</u>	<u>(239,463)</u>	<u>(1,032,158)</u>
Other financing sources:				
Sale of assets	746	-	-	746
Total other financing sources	<u>746</u>	<u>-</u>	<u>-</u>	<u>746</u>
Net change in fund balances	(58,711)	(733,238)	(239,463)	(1,031,412)
Fund balances at beginning of year	<u>1,073,631</u>	<u>2,281,581</u>	<u>886,612</u>	<u>4,241,824</u>
Fund balances at end of year	<u>\$ 1,014,920</u>	<u>\$ 1,548,343</u>	<u>\$ 647,149</u>	<u>\$ 3,210,412</u>

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2016

	Food Services	Other Grant Funds	Classroom Facilities Maintenance	District Managed Student Activity
Assets:				
Equity in pooled cash and cash equivalents.	\$ 1,019,836	\$ 43,313	\$ 81,159	\$ 55,359
Receivables:				
Property taxes	-	-	64,752	-
Accounts.	43	-	-	300
Intergovernmental	-	-	-	-
Materials and supplies inventory	6,108	-	-	-
Inventory held for resale	33,504	-	-	-
Total assets.	<u>\$ 1,059,491</u>	<u>\$ 43,313</u>	<u>\$ 145,911</u>	<u>\$ 55,659</u>
Liabilities:				
Accounts payable.	\$ 16,423	\$ -	\$ -	\$ -
Accrued wages and benefits	122,816	-	-	-
Intergovernmental payable	938	-	-	270
Pension and post employment obligation payable	43,977	-	-	932
Due to other funds	-	-	-	-
Total liabilities.	<u>184,154</u>	<u>-</u>	<u>-</u>	<u>1,202</u>
Deferred inflows of resources:				
Property taxes levied for the next fiscal year.	-	-	35,435	-
Delinquent property tax revenue not available.	-	-	19,234	-
Intergovernmental revenue not available	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>54,669</u>	<u>-</u>
Fund balances:				
Nonspendable:				
Materials and supplies inventory	6,108	-	-	-
Restricted:				
Classroom facilities maintenance	-	-	91,242	-
Food service operations	869,229	-	-	-
Non-public schools	-	-	-	-
Targeted academic assistance	-	-	-	-
Vocational education.	-	-	-	-
Other purposes.	-	43,313	-	-
Extracurricular	-	-	-	54,457
Unassigned (deficit)	-	-	-	-
Total fund balances (deficits)	<u>875,337</u>	<u>43,313</u>	<u>91,242</u>	<u>54,457</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 1,059,491</u>	<u>\$ 43,313</u>	<u>\$ 145,911</u>	<u>\$ 55,659</u>

<u>Auxillary Services</u>	<u>Public School Preschool</u>	<u>Data Communication</u>	<u>Vocational Education Enhancement</u>	<u>Alternative Schools</u>	<u>Miscellaneous State Grants</u>
\$ 152,151	\$ -	\$ -	\$ -	\$ -	\$ 2,108
-	-	-	-	-	-
-	-	-	-	-	-
-	39,458	-	750	28,531	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 152,151</u>	<u>\$ 39,458</u>	<u>\$ -</u>	<u>\$ 750</u>	<u>\$ 28,531</u>	<u>\$ 2,108</u>
\$ 11,366	\$ -	\$ -	\$ -	\$ 2,398	\$ -
15,122	20,916	-	-	11,119	-
162	193	-	-	104	-
2,982	5,493	-	-	1,077	-
-	12,789	-	749	13,770	-
<u>29,632</u>	<u>39,391</u>	<u>-</u>	<u>749</u>	<u>28,468</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	9,204	-	-	4,306	-
<u>-</u>	<u>9,204</u>	<u>-</u>	<u>-</u>	<u>4,306</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
122,519	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	1	-	2,108
-	-	-	-	-	-
-	(9,137)	-	-	(4,243)	-
<u>122,519</u>	<u>(9,137)</u>	<u>-</u>	<u>1</u>	<u>(4,243)</u>	<u>2,108</u>
<u>\$ 152,151</u>	<u>\$ 39,458</u>	<u>\$ -</u>	<u>\$ 750</u>	<u>\$ 28,531</u>	<u>\$ 2,108</u>

-- (Continued)

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
JUNE 30, 2016

	<u>Adult Basic Education</u>	<u>Title VI - B</u>	<u>Vocational Education</u>	<u>School Improvement Stimulus A</u>
Assets:				
Equity in pooled cash and cash equivalents.	\$ -	\$ -	\$ -	\$ -
Receivables:				
Property taxes	-	-	-	-
Accounts.	-	-	-	-
Intergovernmental	46,197	245,273	26,406	99,327
Materials and supplies inventory	-	-	-	-
Inventory held for resale	-	-	-	-
Total assets.	<u>\$ 46,197</u>	<u>\$ 245,273</u>	<u>\$ 26,406</u>	<u>\$ 99,327</u>
Liabilities:				
Accounts payable.	\$ 1,278	\$ 1,407	\$ 738	\$ 32,785
Accrued wages and benefits	27,725	122,052	11,505	2,717
Intergovernmental payable	390	3,321	78	39
Pension and post employment obligation payable	5,173	15,313	1,484	643
Due to other funds	36,073	103,966	8,134	23,471
Total liabilities.	<u>70,639</u>	<u>246,059</u>	<u>21,939</u>	<u>59,655</u>
Deferred inflows of resources:				
Property taxes levied for the next fiscal year.	-	-	-	-
Delinquent property tax revenue not available.	-	-	-	-
Intergovernmental revenue not available	10,124	42,874	4,394	17,441
Total deferred inflows of resources	<u>10,124</u>	<u>42,874</u>	<u>4,394</u>	<u>17,441</u>
Fund balances:				
Nonspendable:				
Materials and supplies inventory	-	-	-	-
Restricted:				
Classroom facilities maintenance	-	-	-	-
Food service operations	-	-	-	-
Non-public schools	-	-	-	-
Targeted academic assistance	-	-	-	22,231
Extracurricular.	-	-	73	-
Other purposes.	-	-	-	-
Extracurricular	-	-	-	-
Unassigned (deficit)	<u>(34,566)</u>	<u>(43,660)</u>	<u>-</u>	<u>-</u>
Total fund balances (deficits)	<u>(34,566)</u>	<u>(43,660)</u>	<u>73</u>	<u>22,231</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 46,197</u>	<u>\$ 245,273</u>	<u>\$ 26,406</u>	<u>\$ 99,327</u>

<u>Title I Disadvantaged Children</u>	<u>IDEA</u>	<u>Improving Teacher Quality</u>	<u>Miscellaneous Federal Grants</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ -	\$ -	\$ -	\$ 26,631	\$ 1,380,557
-	-	-	-	64,752
-	-	-	-	343
716,078	4,581	110,823	-	1,317,424
-	-	-	-	6,108
-	-	-	-	33,504
<u>\$ 716,078</u>	<u>\$ 4,581</u>	<u>\$ 110,823</u>	<u>\$ 26,631</u>	<u>\$ 2,802,688</u>
\$ 42,384	\$ -	\$ 2,199	\$ -	\$ 110,978
412,568	1,652	33,733	-	781,925
6,900	24	391	-	12,810
49,884	948	3,537	-	131,443
320,512	2,480	66,874	-	588,818
<u>832,248</u>	<u>5,104</u>	<u>106,734</u>	<u>-</u>	<u>1,625,974</u>
-	-	-	-	35,435
-	-	-	-	19,234
3,380	343	15,059	-	107,125
<u>3,380</u>	<u>343</u>	<u>15,059</u>	<u>-</u>	<u>161,794</u>
-	-	-	-	6,108
-	-	-	-	91,242
-	-	-	-	869,229
-	-	-	-	122,519
-	-	-	-	22,231
-	-	-	-	73
-	-	-	26,631	72,053
-	-	-	-	54,457
<u>(119,550)</u>	<u>(866)</u>	<u>(10,970)</u>	<u>-</u>	<u>(222,992)</u>
<u>(119,550)</u>	<u>(866)</u>	<u>(10,970)</u>	<u>26,631</u>	<u>1,014,920</u>
<u>\$ 716,078</u>	<u>\$ 4,581</u>	<u>\$ 110,823</u>	<u>\$ 26,631</u>	<u>\$ 2,802,688</u>

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Food Services</u>	<u>Other Grant Funds</u>	<u>Classroom Facilities Maintenance</u>	<u>District Managed Student Activity</u>
Revenues:				
From local sources:				
Property taxes	\$ -	\$ -	\$ 58,950	\$ -
Earnings on investments	765	-	-	-
Charges for services	184,421	-	-	-
Extracurricular	-	-	-	134,462
Contributions and donations	-	-	-	1,175
Other local revenues	599	95,139	-	-
Intergovernmental - state	35,528	-	18,914	-
Intergovernmental - federal	1,853,733	-	-	-
Total revenues	<u>2,075,046</u>	<u>95,139</u>	<u>77,864</u>	<u>135,637</u>
Expenditures:				
Current:				
Instruction:				
Regular	-	77,534	-	-
Special	-	-	-	-
Vocational	-	1,744	-	-
Adult continuing	-	100	-	-
Other	-	-	-	-
Support services:				
Pupil	-	10,023	-	-
Instructional staff	-	12,976	-	-
Administration	-	-	-	-
Fiscal	-	-	2,499	-
Operations and maintenance	5,130	-	50,744	-
Pupil transportation	-	-	-	-
Central	-	1,681	-	-
Operation of non-instructional services:				
Other non-instructional services	-	1,182	-	-
Food service operations	1,926,035	-	-	-
Extracurricular activities	-	-	-	134,733
Total expenditures	<u>1,931,165</u>	<u>105,240</u>	<u>53,243</u>	<u>134,733</u>
Excess of revenues over (under) expenditures	<u>143,881</u>	<u>(10,101)</u>	<u>24,621</u>	<u>904</u>
Other financing sources:				
Sale of assets	746	-	-	-
Total other financing sources	<u>746</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	144,627	(10,101)	24,621	904
Fund balances (deficits) at beginning of year	<u>730,710</u>	<u>53,414</u>	<u>66,621</u>	<u>53,553</u>
Fund balances (deficits) at end of year	<u>\$ 875,337</u>	<u>\$ 43,313</u>	<u>\$ 91,242</u>	<u>\$ 54,457</u>

<u>Auxillary Services</u>	<u>Public School Preschool</u>	<u>Data Communication</u>	<u>Vocational Education Enhancement</u>	<u>Alternative Schools</u>	<u>Miscellaneous State Grants</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
143	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
479,227	166,795	14,400	6,521	101,762	-
-	-	-	-	-	-
<u>479,370</u>	<u>166,795</u>	<u>14,400</u>	<u>6,521</u>	<u>101,762</u>	<u>-</u>
-	13,829	-	-	221	334
3,924	150,682	-	-	-	-
-	-	-	1,639	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	8,458	-	-	104,835	-
-	-	-	-	266	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	2,045	-
-	-	14,400	4,963	505	-
442,653	-	-	-	123	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>446,577</u>	<u>172,969</u>	<u>14,400</u>	<u>6,602</u>	<u>107,995</u>	<u>334</u>
<u>32,793</u>	<u>(6,174)</u>	<u>-</u>	<u>(81)</u>	<u>(6,233)</u>	<u>(334)</u>
-	-	-	-	-	-
-	-	-	-	-	-
32,793	(6,174)	-	(81)	(6,233)	(334)
89,726	(2,963)	-	82	1,990	2,442
<u>\$ 122,519</u>	<u>\$ (9,137)</u>	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ (4,243)</u>	<u>\$ 2,108</u>

-- (Continued)

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Adult Basic Education</u>	<u>Title VI - B</u>	<u>Vocational Education</u>	<u>School Improvement Stimulus A</u>
Revenues:				
From local sources:				
Property taxes	\$ -	\$ -	\$ -	\$ -
Earnings on investments	-	-	-	-
Charges for services	-	-	-	-
Extracurricular	-	-	-	-
Contributions and donations	-	-	-	-
Other local revenues	-	-	-	-
Intergovernmental - state	166,600	-	-	-
Intergovernmental - federal	255,903	1,118,976	125,296	135,263
Total revenues	<u>422,503</u>	<u>1,118,976</u>	<u>125,296</u>	<u>135,263</u>
Expenditures:				
Current:				
Instruction:				
Regular	-	-	-	57,668
Special	-	851,867	-	-
Vocational	-	-	86,870	-
Adult continuing	242,418	-	-	-
Other	-	-	-	-
Support services:				
Pupil	-	55,423	-	18,154
Instructional staff	78,867	9,168	31,331	-
Administration	110,424	67,579	-	-
Fiscal	4,904	11,532	-	1,200
Operations and maintenance	9,280	-	-	-
Pupil transportation	-	17,338	-	31,482
Central	4,635	17,748	5,843	22,463
Operation of non-instructional services:				
Other non-instructional services	-	91,185	-	4,922
Food service operations	-	-	-	-
Extracurricular activities	-	-	-	-
Total expenditures	<u>450,528</u>	<u>1,121,840</u>	<u>124,044</u>	<u>135,889</u>
Excess of revenues over (under) expenditures	<u>(28,025)</u>	<u>(2,864)</u>	<u>1,252</u>	<u>(626)</u>
Other financing sources:				
Sale of assets	-	-	-	-
Total other financing sources	-	-	-	-
Net change in fund balances	(28,025)	(2,864)	1,252	(626)
Fund balances (deficits) at beginning of year	<u>(6,541)</u>	<u>(40,796)</u>	<u>(1,179)</u>	<u>22,857</u>
Fund balances (deficits) at end of year	<u>\$ (34,566)</u>	<u>\$ (43,660)</u>	<u>\$ 73</u>	<u>\$ 22,231</u>

Title I Disadvantaged Children	IDEA	Improving Teacher Quality	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
\$ -	\$ -	\$ -	\$ -	\$ 58,950
-	-	-	-	908
-	-	-	-	184,421
-	-	-	-	134,462
-	-	-	-	1,175
-	-	-	-	95,738
-	-	-	-	989,747
3,349,448	37,360	397,086	-	7,273,065
3,349,448	37,360	397,086	-	8,738,466
154,260	-	205,919	-	509,765
1,970,278	18,335	-	-	2,995,086
-	-	-	-	90,253
-	-	-	90	242,608
128,087	-	-	-	128,087
25,303	-	-	-	222,196
93,498	20,030	-	-	246,136
138,544	-	28,084	-	344,631
30,940	-	3,560	-	54,635
-	-	-	-	65,154
13,153	-	-	-	64,018
835,636	-	171,909	204	1,079,987
-	-	-	-	-
146,261	-	7,759	514	694,599
-	-	-	-	1,926,035
-	-	-	-	134,733
3,535,960	38,365	417,231	808	8,797,923
(186,512)	(1,005)	(20,145)	(808)	(59,457)
-	-	-	-	746
-	-	-	-	746
(186,512)	(1,005)	(20,145)	(808)	(58,711)
66,962	139	9,175	27,439	1,073,631
\$ (119,550)	\$ (866)	\$ (10,970)	\$ 26,631	\$ 1,014,920

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Food Services				
Total Revenues and Other Sources	\$ 1,629,200	\$ 1,629,200	\$ 2,221,648	\$ 592,448
Total Expenditures and Other Uses	<u>2,108,649</u>	<u>2,208,649</u>	<u>1,940,877</u>	<u>267,772</u>
Net Change in Fund Balances	(479,449)	(579,449)	280,771	860,220
Fund Balance at Beginning of Year	571,296	571,296	571,296	-
Prior Year Encumbrances Appropriated	<u>14,872</u>	<u>14,872</u>	<u>14,872</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 106,719</u>	<u>\$ 6,719</u>	<u>\$ 866,939</u>	<u>\$ 860,220</u>
Other Grant Funds				
Total Revenues and Other Sources	\$ 2,175	\$ 117,677	\$ 117,676	\$ (1)
Total Expenditures and Other Uses	<u>53,491</u>	<u>170,167</u>	<u>138,407</u>	<u>31,760</u>
Net Change in Fund Balances	(51,316)	(52,490)	(20,731)	31,759
Fund Balance at Beginning of Year	47,332	47,332	47,332	-
Prior Year Encumbrances Appropriated	<u>6,160</u>	<u>6,160</u>	<u>6,160</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 2,176</u>	<u>\$ 1,002</u>	<u>\$ 32,761</u>	<u>\$ 31,759</u>
Classroom Facilities Maintenance				
Total Revenues and Other Sources	\$ 93,000	\$ 93,000	\$ 84,465	\$ (8,535)
Total Expenditures and Other Uses	<u>87,011</u>	<u>87,011</u>	<u>73,578</u>	<u>13,433</u>
Net Change in Fund Balances	5,989	5,989	10,887	4,898
Fund Balance at Beginning of Year	44,908	44,908	44,908	-
Prior Year Encumbrances Appropriated	<u>5,291</u>	<u>5,291</u>	<u>5,291</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 56,188</u>	<u>\$ 56,188</u>	<u>\$ 61,086</u>	<u>\$ 4,898</u>

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
District Managed Student Activity				
Total Revenues and Other Sources	\$ 153,100	\$ 153,100	\$ 135,422	\$ (17,678)
Total Expenditures and Other Uses	<u>194,311</u>	<u>186,609</u>	<u>136,444</u>	<u>50,165</u>
Net Change in Fund Balances	(41,211)	(33,509)	(1,022)	32,487
Fund Balance at Beginning of Year	54,500	54,500	54,500	-
Prior Year Encumbrances Appropriated	<u>672</u>	<u>672</u>	<u>672</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 13,961</u>	<u>\$ 21,663</u>	<u>\$ 54,150</u>	<u>\$ 32,487</u>
Auxillary Services				
Total Revenues and Other Sources	\$ 480,671	\$ 492,661	\$ 492,660	\$ (1)
Total Expenditures and Other Uses	<u>581,199</u>	<u>593,188</u>	<u>477,816</u>	<u>115,372</u>
Net Change in Fund Balances	(100,528)	(100,527)	14,844	115,371
Fund Balance at Beginning of Year	18,150	18,150	18,150	-
Prior Year Encumbrances Appropriated	<u>82,378</u>	<u>82,378</u>	<u>82,378</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 115,372</u>	<u>\$ 115,371</u>
Public School Preschool				
Total Revenues and Other Sources	\$ 200,147	\$ 200,147	\$ 160,152	\$ (39,995)
Total Expenditures and Other Uses	<u>202,584</u>	<u>202,584</u>	<u>175,378</u>	<u>27,206</u>
Net Change in Fund Balances	(2,437)	(2,437)	(15,226)	(12,789)
Fund Balance at Beginning of Year	<u>2,437</u>	<u>2,437</u>	<u>2,437</u>	<u>-</u>
Fund Balance (Deficit) at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (12,789)</u>	<u>\$ (12,789)</u>

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Data Communication				
Total Revenues and Other Sources	\$ -	\$ 14,400	\$ 14,400	\$ -
Total Expenditures and Other Uses	-	14,400	14,400	-
Net Change in Fund Balances	-	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Vocational Education Enhancement				
Total Revenues and Other Sources	\$ 10,649	\$ 10,649	\$ 5,771	\$ (4,878)
Total Expenditures and Other Uses	10,735	10,735	6,606	4,129
Net Change in Fund Balances	(86)	(86)	(835)	(749)
Fund Balance (Deficit) at Beginning of Year	(392)	(392)	(392)	-
Prior Year Encumbrances Appropriated	478	478	478	-
Fund Balance (Deficit) at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (749)</u>	<u>\$ (749)</u>
Alternative Schools				
Total Revenues and Other Sources	\$ 135,144	\$ 141,249	\$ 92,539	\$ (48,710)
Total Expenditures and Other Uses	135,484	141,589	109,146	32,443
Net Change in Fund Balances	(340)	(340)	(16,607)	(16,267)
Fund Balance at Beginning of Year	340	340	340	-
Fund Balance (Deficit) at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (16,267)</u>	<u>\$ (16,267)</u>

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Miscellaneous State Grants				
Total Expenditures and Other Uses	\$ 2,442	\$ 2,442	\$ 334	\$ 2,108
Net Change in Fund Balances	(2,442)	(2,442)	(334)	2,108
Fund Balance at Beginning of Year	2,442	2,442	2,442	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,108</u>	<u>\$ 2,108</u>
Adult Basic Education				
Total Revenues and Other Sources	\$ 477,674	\$ 510,052	\$ 393,780	\$ (116,272)
Total Expenditures and Other Uses	486,804	519,181	444,594	74,587
Net Change in Fund Balances	(9,130)	(9,129)	(50,814)	(41,685)
Fund Balance at Beginning of Year	4,476	4,476	4,476	-
Prior Year Encumbrances Appropriated	4,654	4,654	4,654	-
Fund Balance (Deficit) at End of Year	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ (41,684)</u>	<u>\$ (41,685)</u>
Title VI - B				
Total Revenues and Other Sources	\$ 1,398,686	\$ 1,446,886	\$ 1,093,107	\$ (353,779)
Total Expenditures and Other Uses	1,355,556	1,403,757	1,191,463	212,294
Net Change in Fund Balances	43,130	43,129	(98,356)	(141,485)
Fund Balance (Deficit) at Beginning of Year	(97,476)	(97,476)	(97,476)	-
Prior Year Encumbrances Appropriated	54,346	54,346	54,346	-
Fund Balance (Deficit) at End of Year	<u>\$ -</u>	<u>\$ (1)</u>	<u>\$ (141,486)</u>	<u>\$ (141,485)</u>

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Vocational Education				
Total Revenues and Other Sources	\$ 140,465	\$ 145,187	\$ 113,721	\$ (31,466)
Total Expenditures and Other Uses	<u>144,942</u>	<u>149,673</u>	<u>131,841</u>	<u>17,832</u>
Net Change in Fund Balances	(4,477)	(4,486)	(18,120)	(13,634)
Fund Balance (Deficit) at Beginning of Year	(1,305)	(1,305)	(1,305)	-
Prior Year Encumbrances Appropriated	<u>5,791</u>	<u>5,791</u>	<u>5,791</u>	<u>-</u>
Fund Balance (Deficit) at End of Year	<u>\$ 9</u>	<u>\$ -</u>	<u>\$ (13,634)</u>	<u>\$ (13,634)</u>
School Improvement Stimulus A				
Total Revenues and Other Sources	\$ 217,859	\$ 276,018	\$ 78,141	\$ (197,877)
Total Expenditures and Other Uses	<u>220,754</u>	<u>278,913</u>	<u>173,941</u>	<u>104,972</u>
Net Change in Fund Balances	(2,895)	(2,895)	(95,800)	(92,905)
Fund Balance (Deficit) at Beginning of Year	(208)	(208)	(208)	-
Prior Year Encumbrances Appropriated	<u>3,103</u>	<u>3,103</u>	<u>3,103</u>	<u>-</u>
Fund Balance (Deficit) at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (92,905)</u>	<u>\$ (92,905)</u>
Title I Disadvantaged Children				
Total Revenues and Other Sources	\$ 3,813,499	\$ 4,387,445	\$ 2,976,020	\$ (1,411,425)
Total Expenditures and Other Uses	<u>3,870,095</u>	<u>4,444,042</u>	<u>3,432,965</u>	<u>1,011,077</u>
Net Change in Fund Balances	(56,596)	(56,597)	(456,945)	(400,348)
Fund Balance (Deficit) at Beginning of Year	(14,552)	(14,552)	(14,552)	-
Prior Year Encumbrances Appropriated	<u>71,149</u>	<u>71,149</u>	<u>71,149</u>	<u>-</u>
Fund Balance (Deficit) at End of Year	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ (400,348)</u>	<u>\$ (400,348)</u>

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
IDEA				
Total Revenues and Other Sources	\$ 54,676	\$ 54,697	\$ 43,079	\$ (11,618)
Total Expenditures and Other Uses	<u>50,156</u>	<u>50,178</u>	<u>41,039</u>	<u>9,139</u>
Net Change in Fund Balances	4,520	4,519	2,040	(2,479)
Fund Balance (Deficit) at Beginning of Year	<u>(4,520)</u>	<u>(4,520)</u>	<u>(4,520)</u>	<u>-</u>
Fund Balance (Deficit) at End of Year	<u>\$ -</u>	<u>\$ (1)</u>	<u>\$ (2,480)</u>	<u>\$ (2,479)</u>
Improving Teacher Quality				
Total Revenues and Other Sources	\$ 519,680	\$ 648,250	\$ 351,210	\$ (297,040)
Total Expenditures and Other Uses	<u>528,412</u>	<u>656,982</u>	<u>437,880</u>	<u>219,102</u>
Net Change in Fund Balances	(8,732)	(8,732)	(86,670)	(77,938)
Fund Balance (Deficit) at Beginning of Year	(9,328)	(9,328)	(9,328)	-
Prior Year Encumbrances Appropriated	<u>18,060</u>	<u>18,060</u>	<u>18,060</u>	<u>-</u>
Fund Balance (Deficit) at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (77,938)</u>	<u>\$ (77,938)</u>
Miscellaneous Federal Grants				
Total Revenues and Other Sources	\$ -	\$ 1,000	\$ -	\$ (1,000)
Total Expenditures and Other Uses	<u>27,439</u>	<u>28,439</u>	<u>808</u>	<u>27,631</u>
Net Change in Fund Balances	(27,439)	(27,439)	(808)	26,631
Fund Balance at Beginning of Year	<u>27,439</u>	<u>27,439</u>	<u>27,439</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 26,631</u>	<u>\$ 26,631</u>

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Special Trusts				
Total Revenues and Other Sources	\$ 1,512	\$ 47,728	\$ 48,500	\$ 772
Total Expenditures and Other Uses	<u>94,935</u>	<u>141,152</u>	<u>59,373</u>	<u>81,779</u>
Net Change in Fund Balances	(93,423)	(93,424)	(10,873)	82,551
Fund Balance at Beginning of Year	98,746	98,746	98,746	-
Prior Year Encumbrances Appropriated	<u>2,904</u>	<u>2,904</u>	<u>2,904</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 8,227</u>	<u>\$ 8,226</u>	<u>\$ 90,777</u>	<u>\$ 82,551</u>
Uniform School Supplies				
Total Revenues and Other Sources	\$ 44,940	\$ 47,940	\$ 47,719	\$ (221)
Total Expenditures and Other Uses	<u>140,711</u>	<u>148,463</u>	<u>37,826</u>	<u>110,637</u>
Net Change in Fund Balances	(95,771)	(100,523)	9,893	110,416
Fund Balance at Beginning of Year	98,265	98,265	98,265	-
Prior Year Encumbrances Appropriated	<u>2,447</u>	<u>2,447</u>	<u>2,447</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 4,941</u>	<u>\$ 189</u>	<u>\$ 110,605</u>	<u>\$ 110,416</u>
Adult Education				
Total Revenues and Other Sources	\$ 150,500	\$ 150,500	\$ 149,859	\$ (641)
Total Expenditures and Other Uses	<u>219,775</u>	<u>219,775</u>	<u>158,308</u>	<u>61,467</u>
Net Change in Fund Balances	(69,275)	(69,275)	(8,449)	60,826
Fund Balance at Beginning of Year	472,882	472,882	472,882	-
Prior Year Encumbrances Appropriated	<u>25</u>	<u>25</u>	<u>25</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 403,632</u>	<u>\$ 403,632</u>	<u>\$ 464,458</u>	<u>\$ 60,826</u>

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Public School Fund				
Total Revenues and Other Sources	\$ 111,100	\$ 121,100	\$ 118,272	\$ (2,828)
Total Expenditures and Other Uses	<u>225,879</u>	<u>244,150</u>	<u>135,523</u>	<u>108,627</u>
Net Change in Fund Balances	(114,779)	(123,050)	(17,251)	105,799
Fund Balance at Beginning of Year	102,660	102,660	102,660	-
Prior Year Encumbrances Appropriated	<u>23,219</u>	<u>23,219</u>	<u>23,219</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 11,100</u>	<u>\$ 2,829</u>	<u>\$ 108,628</u>	<u>\$ 105,799</u>
Termination Benefits				
Total Revenues and Other Sources	\$ -	\$ 350,000	\$ 350,000	\$ -
Total Expenditures and Other Uses	<u>-</u>	<u>350,000</u>	<u>28,340</u>	<u>321,660</u>
Net Change in Fund Balances	-	-	321,660	321,660
Fund Balance at Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 321,660</u>	<u>\$ 321,660</u>
Workers Compensation				
Total Revenues and Other Sources	\$ 260,000	\$ 260,000	\$ 277,812	\$ 17,812
Total Expenditures and Other Uses	<u>250,000</u>	<u>250,000</u>	<u>132,763</u>	<u>117,237</u>
Net Change in Fund Balances	10,000	10,000	145,049	135,049
Fund Balance at Beginning of Year	<u>82,526</u>	<u>82,526</u>	<u>82,526</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 92,526</u>	<u>\$ 92,526</u>	<u>\$ 227,575</u>	<u>\$ 135,049</u>

**MANSFIELD CITY SCHOOL DISTRICT
COMBINING STATEMENTS - NONMAJOR FUNDS**

Nonmajor Debt Service Fund

Debt Service Fund

The debt service fund is used to account for the resources restricted for payment of general long-term debt principal, interest and related costs.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Debt Service				
Total Revenues and Other Sources	\$ 726,000	\$ 726,000	\$ 752,918	\$ 26,918
Total Expenditures and Other Uses	<u>1,810,000</u>	<u>1,810,000</u>	<u>1,473,131</u>	<u>336,869</u>
Net Change in Fund Balances	(1,084,000)	(1,084,000)	(720,213)	363,787
Fund Balance at Beginning of Year	<u>2,223,572</u>	<u>2,223,572</u>	<u>2,223,572</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 1,139,572</u>	<u>\$ 1,139,572</u>	<u>\$ 1,503,359</u>	<u>\$ 363,787</u>

**MANSFIELD CITY SCHOOL DISTRICT
COMBINING STATEMENTS - NONMAJOR FUNDS**

Nonmajor Capital Project Funds

Capital project funds are established to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds and trust funds). The nonmajor capital project funds are:

Permanent Improvement

The permanent improvement fund may be used for acquiring real estate for school purposes; for constructing, adding to, remodeling and improving school buildings. Such expenditures shall add permanently to the school land or buildings, or extend the useful life of existing buildings for five years or more. The fund may also be used for landscaping and making other school site improvements which have an anticipated useful life of five years or more.

Building

This fund is used to account for the receipts and expenditures involved in the construction and replacement of facilities for the instruction of students. A portion of the proceeds from the sale of certificates of participation are paid into this fund. Expenditures recorded here represent the costs of acquiring and improving capital facilities.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECT FUNDS
JUNE 30, 2016

	Permanent Improvement	Building	Total Nonmajor Capital Project Funds
Assets:			
Equity in pooled cash and cash equivalents.	\$ 559,403	\$ 44,425	\$ 603,828
Receivables:			
Property taxes	808,663	-	808,663
Accounts.	1,383	-	1,383
Total assets.	\$ 1,369,449	\$ 44,425	\$ 1,413,874
Liabilities:			
Accounts payable.	\$ 7,058	\$ -	\$ 7,058
Contracts payable.	76,925	-	76,925
Total liabilities.	83,983	-	83,983
Deferred inflows of resources:			
Property taxes levied for the next fiscal year.	442,539	-	442,539
Delinquent property tax revenue not available.	240,203	-	240,203
Total deferred inflows of resources	682,742	-	682,742
Fund balances:			
Restricted:			
Capital improvements	602,724	44,425	647,149
Total fund balances.	602,724	44,425	647,149
Total liabilities, deferred inflows and fund balances	\$ 1,369,449	\$ 44,425	\$ 1,413,874

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECT FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Permanent Improvement</u>	<u>Building</u>	<u>Total Nonmajor Capital Project Funds</u>
Revenues:			
From local sources:			
Property taxes	\$ 831,408	\$ -	\$ 831,408
Earnings on investments	4	45	49
Intergovernmental - state	<u>167,129</u>	<u>-</u>	<u>167,129</u>
Total revenues	<u>998,541</u>	<u>45</u>	<u>998,586</u>
Expenditures:			
Current:			
Support services:			
Fiscal	30,626	-	30,626
Business	127,251	-	127,251
Operations and maintenance	473,196	-	473,196
Pupil transportation	24,030	107,691	131,721
Facilities acquisition and construction	<u>475,255</u>	<u>-</u>	<u>475,255</u>
Total expenditures	<u>1,130,358</u>	<u>107,691</u>	<u>1,238,049</u>
Excess of expenditures over revenues	<u>(131,817)</u>	<u>(107,646)</u>	<u>(239,463)</u>
Net change in fund balances	(131,817)	(107,646)	(239,463)
Fund balances at beginning of year	<u>734,541</u>	<u>152,071</u>	<u>886,612</u>
Fund balances at end of year	<u>\$ 602,724</u>	<u>\$ 44,425</u>	<u>\$ 647,149</u>

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Permanent Improvement				
Total Revenues and Other Sources	\$ 1,010,002	\$ 1,010,002	\$ 989,907	\$ (20,095)
Total Expenditures and Other Uses	<u>1,345,972</u>	<u>1,345,972</u>	<u>1,304,529</u>	<u>41,443</u>
Net Change in Fund Balances	(335,970)	(335,970)	(314,622)	21,348
Fund Balance at Beginning of Year	283,308	283,308	283,308	-
Prior Year Encumbrances Appropriated	<u>342,471</u>	<u>342,471</u>	<u>342,471</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 289,809</u>	<u>\$ 289,809</u>	<u>\$ 311,157</u>	<u>\$ 21,348</u>
Building				
Total Revenues and Other Sources	\$ 15	\$ 15	\$ 45	\$ 30
Total Expenditures and Other Uses	<u>109,920</u>	<u>109,920</u>	<u>107,691</u>	<u>2,229</u>
Net Change in Fund Balances	(109,905)	(109,905)	(107,646)	2,259
Fund Balance at Beginning of Year	44,380	44,380	44,380	-
Prior Year Encumbrances Appropriated	<u>107,691</u>	<u>107,691</u>	<u>107,691</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 42,166</u>	<u>\$ 42,166</u>	<u>\$ 44,425</u>	<u>\$ 2,259</u>

**MANSFIELD CITY SCHOOL DISTRICT
COMBINING STATEMENTS - PROPRIETARY FUND**

Proprietary Fund Description

Internal service funds account for the financing of goods or services provided by one department or agency of the District to other departments or agencies on a cost-reimbursement basis. Charges are intended to recoup the total cost of such services.

Self Insurance

The internal service fund accounts for the financing of services provided by one department or agency to other departments or agencies of the District on a cost reimbursement basis. The District's only internal service fund accounts for a self-insurance program for employee health benefits.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Self-Insurance				
Total Revenues and Other Sources	\$ 8,303,000	\$ 8,303,000	\$ 8,805,585	\$ 502,585
Total Expenditures and Other Uses	<u>8,320,000</u>	<u>8,320,000</u>	<u>7,736,502</u>	<u>583,498</u>
Net Change in Fund Balances	(17,000)	(17,000)	1,069,083	1,086,083
Fund Balance at Beginning of Year	<u>1,660,821</u>	<u>1,660,821</u>	<u>1,660,821</u>	<u>-</u>
Fund Balance at End of Year	<u><u>\$ 1,643,821</u></u>	<u><u>\$ 1,643,821</u></u>	<u><u>\$ 2,729,904</u></u>	<u><u>\$ 1,086,083</u></u>

**MANSFIELD CITY SCHOOL DISTRICT
COMBINING STATEMENTS - FIDUCIARY FUNDS**

Agency Funds

District Agency

An agency fund used to account for those assets held by the District as an agent for individuals, private organization, other governmental units, and/or funds.

Student Activity

An agency fund provided to account for those student activity programs which have student participation in the activity and have students involved in the management of the program. This fund typically includes those student activities which consist of a student body, student president, student treasurer and faculty advisor.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Beginning Balance July 1, 2015	Additions	Deletions	Ending Balance June 30, 2016
District Agency				
Assets:				
Equity in pooled cash and cash equivalents	\$ -	\$ 28,520	\$ 28,520	\$ -
Total assets	<u>\$ -</u>	<u>\$ 28,520</u>	<u>\$ 28,520</u>	<u>\$ -</u>
Liabilities:				
Deposits held and due to others.	\$ -	\$ 28,520	\$ 28,520	\$ -
Total liabilities	<u>\$ -</u>	<u>\$ 28,520</u>	<u>\$ 28,520</u>	<u>\$ -</u>
Student Activity				
Assets:				
Equity in pooled cash and cash equivalents	\$ 18,700	\$ 23,102	\$ 25,362	\$ 16,440
Total assets	<u>\$ 18,700</u>	<u>\$ 23,102</u>	<u>\$ 25,362</u>	<u>\$ 16,440</u>
Liabilities:				
Accounts payable	\$ -	\$ 57	\$ -	\$ 57
Due to students	18,700	23,045	25,362	16,383
Total liabilities.	<u>\$ 18,700</u>	<u>\$ 23,102</u>	<u>\$ 25,362</u>	<u>\$ 16,440</u>
Total Agency Funds				
Assets:				
Equity in pooled cash and cash equivalents	\$ 18,700	\$ 51,622	\$ 53,882	\$ 16,440
Total assets	<u>\$ 18,700</u>	<u>\$ 51,622</u>	<u>\$ 53,882</u>	<u>\$ 16,440</u>
Liabilities:				
Accounts payable	\$ -	\$ 57	\$ -	\$ 57
Deposits held and due to others	-	28,520	28,520	-
Due to students	18,700	23,045	25,362	16,383
Total liabilities.	<u>\$ 18,700</u>	<u>\$ 51,622</u>	<u>\$ 53,882</u>	<u>\$ 16,440</u>

THIS PAGE IS INTENTIONALLY LEFT BLANK

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

STATISTICAL SECTION

This part of the Mansfield City School District's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	1 - 15
Revenue Capacity These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	16 - 21
Debt Capacity 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.	22 - 25
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	26 - 27
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	28 - 38

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	<u>2016</u>	<u>2015</u>	<u>2014 (1)</u>	<u>2013</u>
Governmental activities				
Net investment in capital assets	\$ 39,528,475	\$ 39,370,227	\$ 40,338,908	\$ 37,550,768
Restricted	3,577,343	3,576,094	3,481,565	6,757,679
Unrestricted (deficit)	(55,856,048)	(64,546,682)	(75,664,383)	(25,562)
Total governmental activities net position (deficit)	<u>\$ (12,750,230)</u>	<u>\$ (21,600,361)</u>	<u>\$ (31,843,910)</u>	<u>\$ 44,282,885</u>

Source: District financial records.

(1) Amounts have been restated to reflect implementation of GASB Statement No. 68 and 71 which was implemented in 2015.

<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
\$ 39,386,102	\$ 41,178,429	\$ 41,539,657	\$ 41,659,777	\$ 41,845,804	\$ 42,779,830
12,430,751	17,655,289	19,597,652	19,135,495	20,507,539	19,618,184
639,770	1,039,709	1,259,386	1,628,242	1,338,828	(4,026,410)
<u>\$ 52,456,623</u>	<u>\$ 59,873,427</u>	<u>\$ 62,396,695</u>	<u>\$ 62,423,514</u>	<u>\$ 63,692,171</u>	<u>\$ 58,371,604</u>

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Expenses					
Governmental activities:					
Instruction:					
Regular	\$ 13,748,496	\$ 14,996,618	\$ 16,971,859	\$ 17,989,402	\$ 18,254,929
Special	8,936,184	8,669,348	10,275,409	8,808,421	8,429,773
Vocational	1,184,530	1,190,629	1,261,687	1,053,827	1,227,683
Adult/continuing	365,088	306,805	349,978	398,364	344,615
Other instructional	12,942,672	12,097,269	13,402,130	12,844,720	12,211,736
Support services:					
Pupil	3,100,830	3,137,165	3,345,154	3,138,452	3,873,533
Instructional staff	725,073	703,060	665,850	2,831,811	3,007,763
Board of education	22,422	16,757	17,330	23,839	18,815
Administration	3,114,143	3,205,864	3,131,335	3,600,625	3,340,448
Fiscal	1,354,840	1,192,257	1,095,305	1,027,979	1,230,241
Business	452,005	711,440	617,594	517,173	622,005
Operations and maintenance	3,833,914	4,029,892	3,048,091	6,134,727	8,526,318
Pupil transportation	2,076,260	2,101,301	2,722,278	2,263,533	2,638,807
Central	2,378,475	2,458,074	1,902,232	2,390,171	2,186,641
Operation of non-instructional services:					
Food service operations	1,972,015	2,026,469	2,184,074	2,106,627	2,214,583
Other non-instructional services	911,841	893,852	2,265,964	2,310,622	1,970,225
Extracurricular activities	790,470	762,616	786,484	777,171	828,974
Interest and fiscal charges	650,987	763,392	761,490	890,721	738,373
Total governmental activities expenses	<u>58,560,245</u>	<u>59,262,808</u>	<u>64,804,244</u>	<u>69,108,185</u>	<u>71,665,462</u>

	2011	2010	2009	2008	2007
\$	17,515,045	\$ 18,069,579	\$ 19,989,890	\$ 20,553,474	\$ 22,451,268
	8,959,341	7,984,862	7,554,146	6,826,514	8,428,293
	1,093,219	1,286,686	1,537,195	1,429,530	1,570,830
	295,197	296,283	282,637	243,415	449,634
	12,200,750	11,507,952	11,317,209	9,841,133	6,294,268
	3,797,117	4,008,290	3,581,498	2,744,334	3,176,968
	2,678,525	2,360,438	2,874,475	3,142,467	4,625,519
	21,212	41,808	26,558	17,688	18,414
	3,271,485	4,051,082	4,182,766	2,965,716	4,312,460
	1,128,274	1,408,206	1,158,849	1,016,690	1,020,952
	889,335	854,710	1,552,428	1,362,884	1,258,753
	6,145,098	5,260,626	5,556,082	5,430,091	5,467,290
	2,204,185	2,110,449	2,128,268	1,856,838	1,840,769
	2,188,411	2,563,524	2,012,513	1,031,254	1,016,374
	2,264,765	2,049,519	2,234,997	2,073,818	2,600,416
	2,044,491	1,970,052	2,009,458	761,998	2,093,769
	1,024,745	841,864	820,869	1,535,079	924,384
	731,366	750,139	743,655	791,317	855,622
	<u>68,452,561</u>	<u>67,416,069</u>	<u>69,563,493</u>	<u>63,624,240</u>	<u>68,405,983</u>

- Continued

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

CHANGES IN NET POSITION (CONTINUED)
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Program revenues					
Governmental activities:					
Charges for services:					
Instruction:					
Regular	\$ 962,952	\$ 910,453	\$ 946,546	\$ 963,519	\$ 899,295
Special	98,381	290,731	293,289	298,376	184,052
Adult/continuing	108,431	87,068	1,249	4,161	2,421
Support services:					
Pupil	-	-	-	-	-
Instructional staff	51,386	48,975	-	-	-
Administration	-	-	-	-	-
Business	-	-	-	-	-
Operations and maintenance	19,393	10,932	30,006	28,372	14,065
Pupil transportation	50,328	52,697	47,028	63,446	47,679
Central	1,775	3,069	-	-	-
Operation of non-instructional services:					
Food service operations	185,020	198,906	202,213	287,831	314,672
Extracurricular activities	240,098	231,916	257,316	296,779	308,750
Operating grants and contributions:					
Instruction:					
Regular	494,423	513,940	937,181	618,874	762,979
Special	8,281,269	8,472,937	7,783,471	5,341,400	5,551,809
Vocational	463,334	576,181	455,759	510,647	504,216
Adult/continuing	232,877	233,305	289,327	251,861	160,546
Other	119,128	44,395	70,626	150,444	21,820
Support services:					
Pupil	207,791	195,144	229,418	160,293	673,356
Instructional staff	243,266	296,136	285,646	855,434	916,381
Administration	327,391	233,807	219,332	345,018	273,471
Fiscal	49,410	57,930	51,121	44,775	36,906
Business	-	-	-	-	-
Operations and maintenance	8,911	10,711	-	21,160	114,175
Pupil transportation	317,957	292,318	36,767	43,416	225,431
Central	1,019,579	653,360	671,073	742,970	917,648
Operation of non-instructional services:					
Food service operations	1,890,026	1,938,247	1,949,152	1,954,971	1,886,561
Other non-instructional services	713,190	660,059	673,313	629,730	665,685
Extracurricular activities	15,035	6,400	34,293	18,291	150
Capital grants and contributions:					
Support services:					
Operations and maintenance	4	2	4,300	3,801	95,985
Pupil transportation	45	-	-	-	-
Central	-	14	-	-	-
Total governmental program revenues	<u>16,101,400</u>	<u>16,019,633</u>	<u>15,468,426</u>	<u>13,635,569</u>	<u>14,578,053</u>
Net (expense)/revenue					
Governmental activities	<u>\$ (42,458,845)</u>	<u>\$ (43,243,175)</u>	<u>\$ (49,335,818)</u>	<u>\$ (55,472,616)</u>	<u>\$ (57,087,409)</u>

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
\$	767,643	\$ 685,572	\$ 1,726,719	\$ 1,900,434	\$ 2,471,791
	51,366	101,214	79,290	371,052	380,182
	165,423	182,375	97,699	96,117	258,137
	-	268	1,801	21,690	12,505
	-	709	-	13,226	16,947
	-	20	-	5,606	1,845
	-	-	-	-	2,925
	8,361	8,347	5,645	14,285	11,020
	74,852	71,304	93,783	79,802	39,005
	-	19	-	-	18,555
	321,429	344,888	399,632	453,372	554,646
	339,358	257,393	266,284	281,580	449,899
	1,474,314	3,461,489	4,736,668	4,174,617	4,152,697
	6,544,371	825,514	5,065,374	3,947,169	4,537,380
	513,716	566,467	577,910	802,141	586,195
	144,069	156,261	200,235	165,925	209,999
	586,983	349,805	214,035	958,450	401,630
	772,730	521,083	205,106	81,582	128,762
	971,663	717,293	1,304,748	1,900,774	3,072,706
	668,548	453,817	633,138	475,529	427,915
	391,252	612,575	77,714	67,574	41,494
	81,894	150,005	266,096	-	-
	-	9,551	9,010	11,087	6,315
	207,680	65,231	288,118	263,504	280,414
	1,421,091	1,712,966	468,406	48,428	59,748
	1,770,160	1,791,360	1,826,842	1,777,405	1,921,995
	662,688	655,368	612,549	627,754	563,779
	12,571	6,222	3,815	-	77
	-	-	-	-	-
	-	-	57,697	27,754	-
	-	-	-	-	-
	<u>17,952,162</u>	<u>13,707,116</u>	<u>19,218,314</u>	<u>18,566,857</u>	<u>20,608,563</u>
\$	<u>(50,500,399)</u>	<u>(53,708,953)</u>	<u>(50,345,179)</u>	<u>(45,057,383)</u>	<u>(47,797,420)</u>

- Continued

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

CHANGES IN NET POSITION (CONCLUDED)
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
General revenues and other changes in net position					
Governmental activities:					
Property taxes levied for:					
General purposes	\$ 15,662,706	\$ 17,411,176	\$ 14,803,535	\$ 13,788,844	\$ 16,556,416
Classroom facilities maintenance	57,392	75,741	-	-	-
Special revenue	-	-	-	121,936	181,513
Debt service	239,549	314,777	49,584	348,474	754,501
Capital outlay	806,785	843,781	428,565	1,089,744	873,114
Grants and entitlements not restricted to specific programs	34,087,756	34,232,213	31,343,049	30,697,183	30,886,092
Investment earnings	122,688	16,636	21,337	16,273	61,726
Miscellaneous	332,100	592,400	1,401,925	1,383,271	1,481,768
Special item - Refund to OSFC	-	-	-	-	(1,124,525)
Special item - Sale of Capital assets	-	-	-	-	-
Total governmental activities	<u>51,308,976</u>	<u>53,486,724</u>	<u>48,047,995</u>	<u>47,445,725</u>	<u>49,670,605</u>
Change in net position					
Governmental activities	<u>\$ 8,850,131</u>	<u>\$ 10,243,549</u>	<u>\$ (1,287,823)</u>	<u>\$ (8,026,891)</u>	<u>\$ (7,416,804)</u>

Source: District financial records.

<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
\$ 14,373,048	\$ 15,799,838	\$ 18,475,788	\$ 18,609,820	\$ 15,536,406
-	-	-	-	-
149,398	184,372	171,794	203,035	180,706
680,036	825,389	685,809	1,256,496	1,687,090
752,595	888,128	857,835	979,707	1,043,865
30,502,993	34,010,921	27,947,576	26,863,911	26,431,901
160,063	384,336	533,509	739,165	1,187,802
1,358,998	1,589,150	404,211	729,090	595,663
-	-	-	-	-
-	-	-	996,726	-
<u>47,977,131</u>	<u>53,682,134</u>	<u>49,076,522</u>	<u>50,377,950</u>	<u>46,663,433</u>
<u>\$ (2,523,268)</u>	<u>\$ (26,819)</u>	<u>\$ (1,268,657)</u>	<u>\$ 5,320,567</u>	<u>\$ (1,133,987)</u>

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

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

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
General fund:					
Nonspendable	\$ 113,794	\$ 72,906	\$ 66,788	\$ 112,651	\$ 173,740
Restricted	-	4,982	4,982	4,982	4,982
Committed	332,369	60,134	-	-	-
Assigned	1,366,625	660,809	-	-	-
Unassigned (deficit)	8,730,030	2,653,463	(5,154,707)	(3,287,051)	(345,011)
Reserved	-	-	-	-	-
Unreserved (deficit)	-	-	-	-	-
Total general fund	<u>\$ 10,542,818</u>	<u>\$ 3,452,294</u>	<u>\$ (5,082,937)</u>	<u>\$ (3,169,418)</u>	<u>\$ (166,289)</u>
All other governmental funds:					
Nonspendable	\$ 6,108	\$ 5,241	\$ 26,115	\$ 38,889	\$ 29,015
Restricted	3,427,296	4,288,062	5,017,263	7,160,618	11,937,812
Unassigned (deficit)	(222,992)	(51,479)	(12,795)	(186,951)	(135,439)
Reserved	-	-	-	-	-
Unreserved, reported in:					
Special revenue funds	-	-	-	-	-
Capital projects funds	-	-	-	-	-
Total all other governmental funds	<u>\$ 3,210,412</u>	<u>\$ 4,241,824</u>	<u>\$ 5,030,583</u>	<u>\$ 7,012,556</u>	<u>\$ 11,831,388</u>

Source: District financial records.

Note: The District implemented GASB Statement No. 54 in fiscal year 2011. Descriptions of the GASB Statement No. 54 fund balance classifications can be found in Note 2.M. of the basic financial statements. Prior to fiscal year 2011, fund balance was classified as either reserved or unreserved. Reserved fund balance indicates that portion of fund balance which is not available for current appropriation or is legally segregated for a specific use. Any fund balance not classified as reserved was classified as unreserved.

2011	2010	2009	2008	2007
\$ 213,183	\$ -	\$ -	\$ -	\$ -
4,982	-	-	-	-
-	-	-	-	-
937,095	-	-	-	-
(660,876)	-	-	-	-
-	2,425,325	3,505,168	3,476,415	3,352,485
-	(3,588,072)	(4,378,208)	(4,728,795)	(8,682,311)
<u>\$ 494,384</u>	<u>\$ (1,162,747)</u>	<u>\$ (873,040)</u>	<u>\$ (1,252,380)</u>	<u>\$ (5,329,826)</u>
\$ 45,956	\$ -	\$ -	\$ -	\$ -
16,360,554	-	-	-	-
(53,805)	-	-	-	-
-	9,812,725	11,087,470	11,814,985	11,577,477
-	2,680,334	2,000,965	2,215,809	2,123,078
-	5,777,544	5,540,346	5,678,647	4,770,347
<u>\$ 16,352,705</u>	<u>\$ 18,270,603</u>	<u>\$ 18,628,781</u>	<u>\$ 19,709,441</u>	<u>\$ 18,470,902</u>

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

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

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Revenues				
From local sources:				
Taxes	\$ 17,158,140	\$ 18,579,455	\$ 15,266,128	\$ 15,208,811
Tuition	1,015,660	1,159,934	1,152,781	1,175,359
Transportation fees	50,328	52,697	47,028	63,446
Earnings on investments	97,217	17,073	22,931	25,733
Charges for services	184,421	201,906	199,213	287,831
Extracurricular	235,374	221,626	257,316	296,779
Classroom materials and fees	47,448	44,319	37,297	49,814
Rental income	19,393	10,932	30,006	28,372
Contributions and donations	33,770	28,425	37,370	61,027
Contract services	-	-	50,131	40,883
Other local revenues	573,199	795,122	1,067,259	1,385,277
Intergovernmental - state	40,629,814	40,563,364	37,659,515	34,950,817
Intergovernmental - federal	7,911,167	7,376,847	7,599,427	7,165,414
Total revenues	<u>67,955,931</u>	<u>69,051,700</u>	<u>63,426,402</u>	<u>60,739,563</u>
Expenditures				
Current:				
Instruction:				
Regular	14,228,676	14,881,787	16,256,393	17,317,838
Special	9,134,746	8,969,160	9,728,331	8,583,967
Vocational	1,247,282	1,270,190	1,215,017	1,060,909
Adult/continuing	381,215	313,554	347,678	400,447
Other	12,951,937	12,100,515	13,405,458	12,843,993
Support services:				
Pupil	3,144,484	3,172,320	3,225,582	3,099,018
Instructional staff	748,277	736,809	719,479	2,870,004
Board of education	21,046	17,119	18,037	23,502
Administration	3,185,139	3,145,876	2,992,216	3,445,104
Fiscal	1,359,083	1,245,976	1,089,738	1,042,136
Business	452,164	708,896	630,604	518,132
Operations and maintenance	4,072,918	3,923,290	5,254,796	8,499,648
Pupil transportation	2,678,110	2,635,419	2,595,038	2,234,377
Central	2,392,313	2,492,954	1,906,572	2,420,556
Operation of non-instructional services:				
Food service operations	1,926,035	1,971,489	2,045,405	2,092,465
Other non-instructional services	912,326	944,233	2,236,247	2,306,823
Extracurricular activities	825,980	779,318	782,641	804,359
Facilities acquisitions and construction	475,255	172,286	163,701	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	1,435,000	1,490,000	1,262,978	1,197,833
Interest and fiscal charges	329,688	348,603	362,066	449,554
Bond and note issuance costs	-	-	-	168,783
Total expenditures	<u>61,901,674</u>	<u>61,319,794</u>	<u>66,237,977</u>	<u>71,379,448</u>
Excess of revenues over (under) expenditures	\$ 6,054,257	\$ 7,731,906	\$ (2,811,575)	\$ (10,639,885)

<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
\$ 17,880,029	\$ 17,292,754	\$ 16,425,069	\$ 20,265,804	\$ 20,492,752	\$ 18,495,163
988,323	671,862	636,957	680,129	846,872	1,159,815
47,679	74,852	71,304	93,783	50,290	18,410
87,452	147,218	393,606	522,182	726,302	1,252,644
314,672	307,809	331,150	385,379	439,657	537,109
308,750	333,235	246,021	265,935	297,945	428,131
42,358	75,306	66,108	189,596	192,920	92,509
14,065	10,041	8,347	5,645	-	-
42,036	40,236	30,120	30,085	-	-
55,087	93,718	78,245	121,310	-	-
1,582,891	1,495,342	1,814,729	1,390,551	2,138,570	2,577,146
35,396,352	35,042,525	35,807,852	36,918,170	35,541,510	34,407,977
8,771,082	11,409,982	9,984,156	7,545,268	7,097,735	8,610,479
<u>65,530,776</u>	<u>66,994,880</u>	<u>65,893,664</u>	<u>68,413,837</u>	<u>67,824,553</u>	<u>67,579,383</u>
16,223,824	15,966,069	16,729,467	18,843,742	19,548,971	21,884,142
7,802,569	8,531,886	7,563,013	7,283,746	6,711,841	8,266,927
1,198,020	1,119,805	1,281,876	1,544,632	1,477,659	1,589,480
341,772	295,197	313,123	273,010	256,417	465,589
12,232,827	12,188,902	11,500,234	11,303,065	9,842,994	6,343,428
3,622,806	3,706,421	3,862,432	3,443,362	2,728,403	3,211,084
2,871,437	2,629,904	2,308,291	2,865,935	3,253,569	4,780,273
20,509	21,212	41,808	26,558	17,688	22,876
3,012,596	3,050,322	3,901,169	3,952,766	2,925,994	4,177,871
1,218,504	1,119,133	1,398,341	1,129,321	1,067,605	985,877
617,901	907,449	850,630	1,544,304	1,360,372	1,286,767
8,054,822	6,321,614	5,586,576	6,003,517	5,287,242	6,933,120
2,534,144	2,150,835	2,091,547	1,909,023	1,753,816	1,734,049
2,153,507	2,186,164	2,562,382	1,944,535	1,044,591	1,020,545
2,133,889	1,975,699	1,997,209	2,172,780	2,075,146	2,608,416
1,931,080	2,215,737	1,936,900	1,944,697	1,535,775	1,988,374
839,698	999,124	790,056	786,506	728,684	900,942
9,506	-	-	251,955	3,209	276,500
-	52,302	-	-	-	-
1,232,879	1,236,189	1,232,225	1,275,000	1,270,000	1,270,000
509,762	546,954	603,100	625,770	697,845	763,055
-	-	-	-	-	-
<u>68,562,052</u>	<u>67,220,918</u>	<u>66,550,379</u>	<u>69,124,224</u>	<u>63,587,821</u>	<u>70,509,315</u>
\$ (3,031,276)	\$ (226,038)	\$ (656,715)	\$ (710,387)	\$ 4,236,732	\$ (2,929,932)

- Continued

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS (CONCLUDED)
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Other financing sources (uses)				
Transfers in	\$ -	\$ -	\$ -	\$ 7,400,000
Transfers (out)	-	-	(1,163,000)	(7,650,000)
Sale of assets	4,855	14,566	79,083	27,422
Payment to refunded bond escrow agent	-	-	-	(8,857,567)
Sale of refunding bonds	-	-	-	8,204,995
Premium on bonds sold	-	-	-	791,355
Issuance of notes	-	-	-	2,901,719
Capital lease transaction	-	-	-	-
Total other financing sources (uses)	<u>4,855</u>	<u>14,566</u>	<u>(1,083,917)</u>	<u>2,817,924</u>
Special item				
Refund to OSFC	-	-	-	-
Sale of capital assets	-	-	-	-
Net change in fund balances	<u>\$ 6,059,112</u>	<u>\$ 7,746,472</u>	<u>\$ (3,895,492)</u>	<u>\$ (7,821,961)</u>
Debt service as a percentage of noncapital expenditures	2.78%	2.96%	2.36%	2.22%

Source: District financial records.

<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
\$ 1,833,036	\$ 15,000	\$ 37,279	\$ -	\$ 2,224	\$ 9,684
(2,979,036)	(105,000)	(37,279)	-	(2,224)	(9,684)
119,811	2,969	8,830	9,067	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	52,302	-	-	-	-
<u>(1,026,189)</u>	<u>(34,729)</u>	<u>8,830</u>	<u>9,067</u>	<u>-</u>	<u>-</u>
(1,124,525)	-	-	-	-	-
-	-	-	-	1,079,253	-
<u>\$ (5,181,990)</u>	<u>\$ (260,767)</u>	<u>\$ (647,885)</u>	<u>\$ (701,320)</u>	<u>\$ 5,315,985</u>	<u>\$ (2,929,932)</u>
2.42%	2.62%	2.73%	2.71%	3.09%	2.80%

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

**ASSESSED VALUATION AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN YEARS**

Collection Year	Real Property (a)		Public Utility (b)	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
2016	\$ 351,591,290	\$ 1,004,546,543	\$ 26,923,980	\$ 76,925,657
2015	360,110,700	1,028,887,714	23,510,350	67,172,429
2014	372,944,460	1,065,555,600	21,043,790	60,125,114
2013	380,359,140	1,086,740,400	19,237,530	54,964,371
2012	390,790,960	1,116,545,600	17,844,260	50,983,600
2011	417,208,800	1,192,025,143	17,279,810	49,370,886
2010	424,496,510	1,212,847,171	16,436,770	46,962,200
2009	429,686,820	1,227,676,629	15,646,420	44,704,057
2008	433,832,730	1,239,522,086	15,442,550	44,121,571
2007	434,207,070	1,240,591,629	20,501,780	58,576,514

Source: Richland County Fiscal Office

(a) The assessed value of real property is fixed at 35% of true value and is determined pursuant to the State Tax Commissioner.

(b) Assumes public utilities are assessed at true value which is 35%.

Total			
Assessed Value	Estimated Actual Value	%	Total Direct Tax Rate
\$ 378,515,270	\$ 1,081,472,200	35.00%	\$ 71.25
383,621,050	1,096,060,143	35.00%	70.85
393,988,250	1,125,680,714	35.00%	70.45
399,596,670	1,141,704,771	35.00%	59.95
408,635,220	1,167,529,200	35.00%	71.35
434,488,610	1,241,396,029	35.00%	69.95
440,933,280	1,259,809,371	35.00%	68.65
445,333,240	1,272,380,686	35.00%	68.65
449,275,280	1,283,643,657	35.00%	69.25
454,708,850	1,299,168,143	35.00%	60.55

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

DIRECT AND OVERLAPPING PROPERTY TAX RATES
(RATE PER \$1,000 OF ASSESSED VALUE)
LAST TEN YEARS

Tax Year/ Collection Year	Overlapping Rates		Direct Rates			
	Richland County	City of Mansfield	Voted		Unvoted	Total
			General	Bond		
2015/2016	\$ 10.36	\$ 3.47	\$ 66.15	\$ 0.70	\$ 4.40	\$ 71.25
2014/2015	10.32	3.47	65.75	0.70	4.40	70.85
2013/2014	9.72	3.47	65.35	0.70	4.40	70.45
2012/2013	9.71	3.47	54.85	0.70	4.40	59.95
2011/2012	9.63	3.47	65.05	1.90	4.40	71.35
2010/2011	8.73	3.47	63.65	1.90	4.40	69.95
2009/2010	9.09	3.47	62.35	1.90	4.40	68.65
2008/2009	9.22	3.47	62.35	1.90	4.40	68.65
2007/2008	8.21	3.47	62.35	2.50	4.40	69.25
2006/2007	8.39	3.47	53.55	2.60	4.40	60.55

Source: Richland County Fiscal Office

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

**PRINCIPAL PROPERTY TAX PAYERS
DECEMBER 31, 2015 AND DECEMBER 31, 2006**

December 31, 2015			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value
Kurt Stimens	\$ 6,309,790	1	1.19%
Newman Technology	3,941,560	2	0.74%
Walmart Real Estate	2,275,000	3	0.43%
SSI Mansfield LLC	2,250,600	4	0.42%
Jay Industries	2,250,600	5	0.42%
Armco	1,756,500	6	0.33%
Richland Real Estate LLC	1,681,770	7	0.32%
Johnny Appleseed Center	1,524,880	8	0.29%
Canam PO LP	1,449,160	9	0.27%
Willard Rental Properties	586,390	10	0.11%
Total	\$ 24,026,250		4.52%

December 31, 2006			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value
Newman Technology	\$ 4,406,810	1	0.72%
SSI Mansfield LLC	2,818,420	2	0.46%
Willard Rental Properties	2,321,800	3	0.38%
AK Steel Corporation	2,310,070	4	0.38%
Crane Plumbing	1,919,420	5	0.31%
Jay Industries, Inc.	1,839,740	6	0.30%
Shiloh Corporation	1,710,100	7	0.28%
City of Mansfield	1,646,460	8	0.27%
Therm-O-Disc	1,619,280	9	0.26%
Stimens Apartments	1,500,420	10	0.24%
Total	\$ 22,092,520		3.60%

Source: Richland County Fiscal Office

Note: Information is available on a calendar year basis only.

THIS PAGE IS INTENTIONALLY LEFT BLANK

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

**PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

Tax Year/ Collection Year	Current Tax Levy (1)*	Current Tax Collections	Percent of Current Tax Collections to Current Tax Levy	Delinquent Tax Collections (2)#	Total Tax Collections	Percent of Current Total Tax Collections to Current Tax Levy
2015/2016	\$ 23,505,215	\$ 19,194,275	81.66%	\$ 1,470,276	\$ 20,664,551	87.91%
2014/2015	24,164,942	17,866,960	73.94%	1,545,070	19,412,030	80.33%
2013/2014	23,940,464	14,629,036	61.11%	1,042,001	15,671,037	65.46%
2012/2013	21,491,130	18,227,880	84.82%	1,232,245	19,460,125	90.55%
2011/2012	24,404,691	17,746,580	72.72%	1,232,245	18,978,825	77.77%
2010/2011	24,221,547	16,675,491	68.85%	780,478	17,455,969	72.07%
2009/2010	23,736,370	17,829,255	75.11%	1,902,257	19,731,512	83.13%
2008/2009	23,391,765	17,332,396	74.10%	760,230	18,092,626	77.35%
2007/2008	23,669,768	16,911,671	71.45%	928,880	17,840,551	75.37%
2006/2007	20,223,696	15,390,923	76.10%	731,818	16,122,741	79.72%

(1) Does not include adders and remitters done during the year.

(2) Penalties and interest are included, since by Ohio law they become part of the tax obligation as assessment occurs.

Note: The County is aware of the requirement to report delinquent tax collections by tax year. Outstanding delinquencies are tracked in total by the date the parcel is first certified delinquent. Penalties and interest are applied to the total outstanding delinquent balance. The presentation will be updated as new information becomes available.

* - Includes Homestead and Rollback

- Includes Interest

Source: Richland County Auditor

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

**RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

Fiscal Year	Governmental Activities					(a) Total Primary Government	(b) Per Capita	(b) Percentage of Personal Income	(b) Per ADM
	General Obligation Bonds	Energy Conservation Notes	Tax Anticipation Notes	Capital Lease Obligations	State Solvency Loan				
2016	\$ 8,293,029	\$ 2,551,719	\$ 1,320,000	\$ -	\$ -	\$ 12,164,748	\$ 254	1.425%	\$ 3,535
2015	9,203,650	2,726,719	1,815,000	-	1,842,500	15,587,869	326	1.878%	4,288
2014	10,052,959	2,901,719	2,290,000	-	3,685,000	18,929,678	396	2.280%	5,133
2013	10,891,301	2,901,719	2,500,000	12,978	-	16,305,998	341	1.964%	4,550
2012	11,784,301	-	-	30,811	-	11,815,112	247	1.423%	3,377
2011	12,768,631	-	-	46,860	-	12,815,491	268	1.544%	3,483
2010	13,811,030	-	-	-	-	13,811,030	289	1.664%	3,824
2009	14,890,677	-	-	-	-	14,890,677	289	1.628%	3,874
2008	16,042,072	-	-	-	-	16,042,072	311	1.754%	3,889
2007	17,211,942	-	-	-	-	17,211,942	334	1.882%	3,545

Sources:

(a) See notes to the financial statements regarding the District's outstanding debt information.

(b) See schedule " Demographic and Economic Statistic, Last Ten Years" for personal income, population and enrollment information.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

**RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

Fiscal Year	General Bonded Debt Outstanding			Percentage of Actual Taxable Value of Property	Net Bonded Debt Per Capita
	General Obligation Bonds	Debt Service Available Balance	Net Bonded Debt		
2016	\$ 8,293,029	\$ 1,548,343	\$ 6,744,686	1.78%	\$ 141
2015	9,203,650	2,281,581	6,922,069	1.80%	145
2014	10,052,959	3,030,001	7,022,958	1.78%	147
2013	10,891,301	3,827,465	7,063,836	1.77%	148
2012	11,784,301	8,496,962	3,287,339	0.80%	69
2011	12,768,631	8,955,151	3,813,480	0.88%	80
2010	13,811,030	9,436,614	4,374,416	0.99%	91
2009	14,890,677	9,951,204	4,939,473	1.11%	96
2008	16,042,072	10,399,463	5,642,609	1.26%	109
2007	17,211,942	10,416,014	6,795,928	1.49%	132

Source: District financial records.

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

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2016

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Direct:			
Mansfield City School District	\$ 12,775,362	100.00%	\$ 12,775,362
Overlapping debt:			
Richland County	16,410,400	18.84%	3,091,719
City of Mansfield	13,295,000	63.75%	8,475,563
Total overlapping debt	<u>29,705,400</u>		<u>11,567,282</u>
Total direct and overlapping debt	<u>\$ 42,480,762</u>		<u>\$ 24,342,644</u>

Source: Ohio Municipal Advisory Council

Note: Percent applicable to Mansfield City School District is calculated using assessed valuation of the District area value contained within the noted governmental unit divided by assessed valuation of the governmental unit.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

Fiscal Year	Unvoted Debt Limit	Voted Debt Limit	Total Debt Applicable to Limit	Debt Service Available Balance	Net Debt Applicable to Limit	Voted Legal Debt Margin	Energy Conservation Debt Margin	Total Net Debt Applicable to Limit as a Percentage of Debt Limit
2016	\$ 378,515	\$ 34,066,374	\$ 9,440,528	\$ 1,548,343	\$ 7,892,185	\$ 26,174,189	\$ 5,958,356	23.17%
2015	383,621	34,525,895	14,634,219	2,281,581	12,352,638	22,173,257	6,179,308	35.78%
2014	393,988	35,458,943	13,621,714	3,030,001	10,591,713	24,867,230	6,447,613	29.87%
2013	399,597	35,963,700	15,081,714	3,827,465	11,254,249	24,709,451	6,498,089	31.29%
2012	408,635	36,777,170	10,860,000	8,496,962	2,363,038	34,414,132	3,677,717	6.43%
2011	434,489	39,103,975	12,076,830	8,955,151	3,121,679	35,982,296	3,910,397	7.98%
2010	440,933	39,683,995	13,307,577	9,436,614	3,870,963	35,813,032	3,968,400	9.75%
2009	445,333	40,079,992	14,539,802	9,951,204	4,588,598	35,491,394	4,007,999	11.45%
2008	449,275	40,434,775	16,269,342	10,399,463	5,869,879	34,564,896	4,043,478	14.52%
2007	454,709	40,923,797	17,084,802	10,416,014	6,668,788	34,255,009	4,092,380	16.30%

Source: Richland County Fiscal Office and District financial records

Note: Ohio Bond Law sets a limit of 9% for voted debt, 1/10 of 1% for unvoted debt and 9/10 of 1% for energy conservation debt.

Note: Voted Debt Margins are determined without reference to applicable monies in the District's debt service fund.

Note: Total debt applicable to limit does not include premiums.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

**DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

<u>Year</u>	<u>Population (1)</u>	<u>Per Capita Personal Income (3)</u>	<u>Total Personal Income</u>	<u>Median Age (1)</u>	<u>School Enrollment (2)</u>	<u>Unemployment Rates (3)</u>		
						<u>City</u>	<u>Ohio</u>	<u>United States</u>
2016	47,821	\$ 17,852	\$ 853,700,492	N/A	3,441	5.3%	5.0%	4.9%
2015	47,821	17,361	830,220,381	37.8	3,635	5.4%	4.8%	5.3%
2014	47,821	17,361	830,220,381	37.7	3,688	6.4%	5.7%	6.1%
2013	47,821	17,361	830,220,381	37.5	3,584	8.9%	7.4%	7.5%
2012	47,821	17,361	830,220,381	37.4	3,499	8.4%	7.3%	8.2%
2011	47,821	17,361	830,220,381	37.3	3,679	11.2%	9.0%	9.1%
2010	47,821	17,361	830,220,381	37.2	3,612	11.6%	10.1%	9.4%
2009	51,600	17,726	914,661,600	36.8	3,844	13.5%	10.7%	9.5%
2008	51,600	17,726	914,661,600	36.9	4,125	7.0%	6.4%	5.5%
2007	51,600	17,726	914,661,600	36.7	4,855	6.8%	5.6%	4.6%

Sources:

- (1) U. S. Census Bureau
- (2) District records
- (3) State Department of Labor

N/A - Information not available

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

PRINCIPAL EMPLOYERS
DECEMBER 31, 2015 AND DECEMBER 31, 2006

Employer	December 31, 2015		
	Employees	Rank	Percentage of Total City Employment
Ohio Health MedCentral Health Systems	2,400	1	4.74%
Richland County Government	1,100	2	2.17%
Jay Industries	1,080	3	2.13%
Newman Technology	925	4	1.83%
Mansfield City School District	869	5	1.72%
StarTek, Inc.	850	6	1.68%
Century Link, Inc.	750	7	1.48%
Mansfield Correctional Institute	680	8	1.34%
Therm-O-Disc, Inc.	600	9	1.18%
Gorman Rupp Company	525	10	1.04%
Total	9,779		19.31%
Total City Employment	50,661		

Employer	December 31, 2006		
	Employees	Rank	Percentage of Total City Employment
MedCentral Health Systems	2,400	1	4.07%
Richland County Government	1,474	2	2.50%
Mansfield City School District	1,250	3	2.12%
Newman Technology	1,100	4	1.87%
Jay Industries, Inc.	943	5	1.60%
Gorman Rupp Company	809	6	1.37%
Embarq	800	7	1.36%
Therm-O-Disc, Inc.	721	8	1.22%
Mansfield Correctional Institution	621	9	1.05%
City of Mansfield	575	10	0.98%
Total	10,693		18.14%
Total City Employment	58,914		

Source: The District and City of Mansfield

Note: Information is available on a calendar year basis only.

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

STAFFING STATISTICS
FULL TIME EQUIVALENTS (FTE) BY TYPE
LAST TEN FISCAL YEARS

Type	2016	2015	2014	2013	2012	2011	2010
Professional staff:							
Educational Staff:							
General Education K-12	148	147	174	174	173	173	194
Special Education K-12	35	40	44	46	51	51	52
Art/Music/Phys Ed	25	25	25	27	27	26	31
Career Tech	13	11	15	15	16	16	18
Tutors	8	9	7	7	7	7	5
Preschool	4	5	5	5	3	2	1
Librarians	-	-	2	2	2	2	2
Counselors	8	6	6	7	7	10	11
Others	73	66	76	73	66	71	76
Other Professional:							
Nurses	5	4	5	5	5	5	5
Speech	3	4	5	5	6	5	5
Psychologists	-	-	-	3	3	4	5
Other	4	7	6	6	8	8	9
Administrative							
Administrators	20	18	18	21	21	21	25
Board members	5	5	5	5	5	5	5
Other							
Support staff:							
Bookkeeping	5	6	5	6	6	6	7
Clerical	22	19	23	26	26	27	32
Paraprofessionals	47	44	57	60	56	51	48
Security	-	-	6	6	7	5	5
Cooks	41	41	31	30	30	31	32
Custodial	26	29	32	32	30	28	32
Groundskeeping	1	1	3	3	3	3	3
Maintenance	4	4	5	6	9	9	9
Vehicle Operator (bus)	31	29	29	29	26	30	27
Other Operative	6	6	6	3	3	2	2
Other	10	7	11	17	16	21	20
Extracurricular	188	212	-	-	-	-	-
Total	<u>731</u>	<u>745</u>	<u>602</u>	<u>618</u>	<u>613</u>	<u>618</u>	<u>661</u>

Source: School District records

<u>2009</u>	<u>2008</u>	<u>2007</u>
205	182	258
54	50	65
34	30	41
18	16	20
44	19	27
1	-	-
2	3	3
11	10	15
87	76	73
5	4	6
4	3	4
4	3	3
8	10	10
33	26	40
5	5	5
7	5	7
39	35	52
54	40	62
7	-	-
33	37	51
35	35	50
3	3	2
10	10	11
30	26	29
1	1	1
20	20	14
-	-	-
<u>753</u>	<u>650</u>	<u>849</u>

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

**OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS**

Function	2016	2015	2014	2013	2012	2011
Instruction:						
Regular and special						
Enrollment (students)	3,441	3,635	3,688	3,584	3,499	3,679
Graduates	165	157	197	232	222	216
Support services:						
Board of education						
Regular meetings per year	12	12	15	21	15	15
Special meetings per year	15	8	13	5	5	12
Administration						
Student attendance rate	94.9%	94.5%	94.1%	93.7%	94.3%	94.5%
Fiscal						
Nonpayroll checks issued	3,954	3,654	3,651	4,790	5,249	4,811
Pupil transportation						
Avg. students transported daily	2,233	2,201	2,238	2,130	2,146	2,061
Food service operations:						
Meals served to students	419,920	429,935	438,170	459,506	460,876	455,007
Percentage of students receiving reduced cost or free lunches	83.3%	82.2%	82.4%	84.9%	83.6%	82.3%

Source: District records

2010	2009	2008	2007
3,612 198	3,844 226	4,125 268	4,855 276
27 14	23 28	12 36	12 30
94.0%	93.7%	94.1%	94.3%
5,491	5,540	5,295	5,440
2,172	2,523	2,475	2,332
457,508	498,764	452,157	657,280
79.1%	81.5%	81.7%	69.3%

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

**CAPITAL ASSET STATISTICS
LAST TEN FISCAL YEARS**

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Governmental activities:					
Land	\$ 4,935,051	\$ 4,935,051	\$ 4,935,051	\$ 4,935,051	\$ 4,935,051
Land improvements	1,728,443	1,809,284	2,048,836	1,491,340	1,641,493
Buildings and improvements	41,033,197	42,010,451	43,136,578	40,329,758	41,474,335
Furniture and equipment	1,149,409	786,242	1,152,611	1,199,547	1,520,347
Vehicles	1,545,617	1,026,487	644,263	287,515	396,856
Textbooks	-	-	-	-	-
Construction in progress	-	-	-	2,916,254	278,018
Total governmental activities capital assets, net	<u>\$ 50,391,717</u>	<u>\$ 50,567,515</u>	<u>\$ 51,917,339</u>	<u>\$ 51,159,465</u>	<u>\$ 50,246,100</u>

Source: District financial records.

Note: Amounts above are presented net of accumulated depreciation.

2011	2010	2009	2008	2007
\$ 5,135,808	\$ 5,135,808	\$ 5,135,808	\$ 5,135,808	\$ 5,181,759
1,618,120	1,770,971	1,680,916	1,708,229	1,847,555
44,505,646	46,009,488	47,187,804	47,841,444	49,307,390
1,255,322	1,392,490	1,547,303	1,803,302	2,110,260
355,620	356,071	344,088	561,960	655,560
36,318	348,303	479,083	609,863	762,107
504,796	-	-	-	-
<u>\$ 53,411,630</u>	<u>\$ 55,013,131</u>	<u>\$ 56,375,002</u>	<u>\$ 57,660,606</u>	<u>\$ 59,864,631</u>

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

**SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS**

	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Newman Elementary (1950)						
Square feet	36,500	36,500	36,500	36,500	36,500	36,500
Capacity (students)	-	-	475	475	475	475
Enrollment	-	Closed	215	213	208	226
Prospect Elementary (1950)						
Square feet	34,000	34,000	34,000	34,000	34,000	34,000
Capacity (students)	475	475	475	475	475	475
Enrollment	272	263	296	258	259	258
Sherman Elementary (1961)						
Square feet	90,300	90,300	90,300	90,300	90,300	90,300
Capacity (students)	975	975	975	975	975	975
Enrollment	568	578	561	523	485	506
Spanish Immersion/Brinkerhoff Elementary (1950)						
Square feet	39,600	39,600	39,600	39,600	39,600	39,600
Capacity (students)	325	325	325	325	325	325
Enrollment	302	276	168	182	120	97
Springmill Elementary (1961)						
Square feet	43,700	43,700	43,700	43,700	43,700	43,700
Capacity (students)	500	500	500	500	500	500
Enrollment	-	-	-	-	-	-
Woodland Elementary (1936)						
Square feet	42,360	42,360	42,360	42,360	42,360	42,360
Capacity (students)	375	375	375	375	375	375
Enrollment	248	257	264	289	242	229
Malabar Intermediate/Malabar Middle (1962)						
Square feet	245,900	245,900	245,900	245,900	245,900	245,900
Capacity (students)	1,200	1,200	1,200	1,200	1,200	1,200
Enrollment	720	733	702	781	787	759
Mansfield Senior High/Middle School (2004)						
Square feet	346,000	346,000	346,000	346,000	346,000	346,000
Capacity (students)	3,600	3,600	3,600	3,600	3,600	3,600
Enrollment-High School Students	841	940	777	809	861	887
Enrollment-Middle School Students	444	485	499	469	436	430
Enrollment-Total	1,285	1,425	1,276	1,278	1,297	1,317
Alternative School/Hedges Elementary (1899)						
Square feet	55,493	55,493	55,493	55,493	55,493	55,493
Capacity (students)	650	650	650	650	650	650
Enrollment	46	38	115	130	150	81
Raemelton Central Office/Spanish Immersion (1961)						
Square feet	29,280	29,280	29,280	29,280	29,280	29,280
Capacity (students)	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	N/A	N/A	N/A	N/A	N/A	N/A
West Fifth-Maintenance/Alt School (1950)						
Square feet	47,600	47,600	47,600	47,600	47,600	47,600
Enrollment	N/A	N/A	N/A	N/A	N/A	81
Transportation (1968)						
Square feet	24,000	24,000	24,000	24,000	24,000	24,000

Source: District records

Note: Year of original construction is in parentheses. Increases in square footage and capacity are the result of renovations and additions. Capacity is the "program" capacity and decreases are the result of changes in federal, state or local standards.

2010	2009	2008	2007
36,500	36,500	36,500	36,500
475	475	475	475
205	233	229	233
34,000	34,000	34,000	34,000
475	475	475	475
277	292	347	338
90,300	90,300	90,300	90,300
975	975	975	975
562	560	610	529
39,600	39,600	39,600	39,600
325	325	325	325
295	294	285	294
43,700	43,700	43,700	43,700
500	500	500	500
264	282	327	233
42,360	42,360	42,360	42,360
375	375	375	375
265	281	277	274
245,900	245,900	245,900	245,900
1,200	1,200	1,200	1,200
463	581	621	711
346,000	346,000	346,000	346,000
3,600	3,600	3,600	3,600
917	908	1,064	1,184
-	-	-	-
917	908	1,064	1,184
55,493	55,493	55,493	55,493
650	650	650	650
234	266	299	202
29,280	29,280	29,280	29,280
300	300	300	300
125	60	N/A	N/A
47,600	47,600	47,600	47,600
57	57	66	67
24,000	24,000	24,000	24,000

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

OPERATING STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year	General Government		Governmental Activities		Enrollment
	Expenditures (1)	Cost per pupil	Expenses (1)	Cost per pupil	
2016	\$ 60,136,986	\$ 17,477	\$ 57,909,258	\$ 16,829	3,441
2015	59,481,191	16,363	58,499,416	16,093	3,635
2014	64,612,933	17,520	64,042,754	17,365	3,688
2013	69,563,278	19,409	68,217,464	19,034	3,584
2012	66,819,411	19,097	70,927,089	20,271	3,499
2011	65,437,775	17,787	67,721,195	18,408	3,679
2010	64,715,054	17,590	66,665,930	18,121	3,679
2009	67,223,454	17,779	68,819,838	18,201	3,781
2008	61,619,976	14,205	62,832,923	14,484	4,338
2007	68,476,260	13,448	67,550,361	13,266	5,092

Source: District records

(1) Debt service totals have been excluded.

Percent Change	Teaching Staff	Pupil/Teacher Ratio	Student Attendance Percentage
-5.34%	300	11.47	94.90%
-1.44%	309	11.75	94.50%
2.90%	355	10.39	94.10%
2.43%	352	10.19	93.70%
-4.89%	355	9.85	94.30%
0.00%	357	10.29	94.50%
-2.70%	390	9.43	94.00%
-12.84%	455	8.32	93.70%
-14.81%	386	11.23	94.10%
-14.23%	502	10.15	94.30%

**MANSFIELD CITY SCHOOL DISTRICT
RICHLAND COUNTY, OHIO**

TEACHER STATISTICS
JUNE 30, 2016

<u>Degree</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
Bachelor's Degree	135	45.00%
Master's Degree	164	54.67%
Ph.D.	<u>1</u>	<u>0.33%</u>
	<u><u>300</u></u>	<u><u>100.00%</u></u>

<u>Years of Experience</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
0 - 5	45	15.00%
6 - 10	46	15.33%
11 and over	<u>209</u>	<u>69.67%</u>
	<u><u>300</u></u>	<u><u>100.00%</u></u>

Source: District Personnel Records



Dave Yost • Auditor of State

MANSFIELD CITY SCHOOL DISTRICT

RICHLAND COUNTY

CLERK'S CERTIFICATION

This is a true and correct copy of the report which is required to be filed in the Office of the Auditor of State pursuant to Section 117.26, Revised Code, and which is filed in Columbus, Ohio.

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
DECEMBER 29, 2016**