



Kettering City School District

Monthly Financial Report

Fiscal Year 2023 Revenue and Expenditure Activity Through December

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FISCAL YEAR 2023 REVENUE AND EXPENDITURE ANALYSIS THROUGH DECEMBER

1. ACTUAL COMPARED TO FORECAST VARIANCE AND NET FAVORABILITY ANALYSIS

**CURRENT YEAR-TO-DATE
REVENUE COLLECTIONS
INDICATE A**

\$362,742

**FAVORABLE COMPARED TO
FORECAST**

**CURRENT YEAR-TO-DATE
EXPENDITURES INDICATE A**

\$48,538

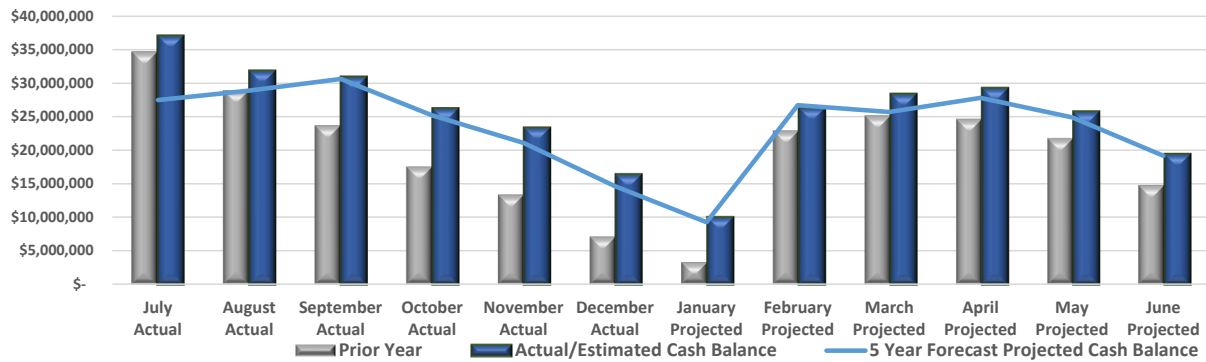
**UNFAVORABLE COMPARED TO
FORECAST**

**POTENTIAL NET IMPACT
WOULD RESULT IN A**

\$314,204

**FAVORABLE IMPACT ON THE
CASH BALANCE**

2. VARIANCE AND CASH BALANCE COMPARISON



**CURRENT MONTHLY CASH FLOW
ESTIMATES A JUNE 30, 2023 CASH
BALANCE OF**

\$19,479,115

Current monthly cash flow estimates, including actual data through December indicate that the June 30, 2023 cash balance will be \$19,479,115, which is \$314,204 more than the five year forecast of \$19,164,911.

**June 30 ESTIMATED CASH
BALANCE IS**

\$314,204

**MORE THAN THE
FORECAST/BUDGET AMOUNT**

3. FISCAL YEAR 2023 REVENUE SHORTFALL/SURPLUS ANALYSIS (BASED UPON ACTUAL/ESTIMATED VARIANCE)

**FY 2022 June Cash
Balance**

\$14,817,310

**Estimated
FY 2023 June
Cash Balance**

\$19,479,115

OPERATING SURPLUS OF

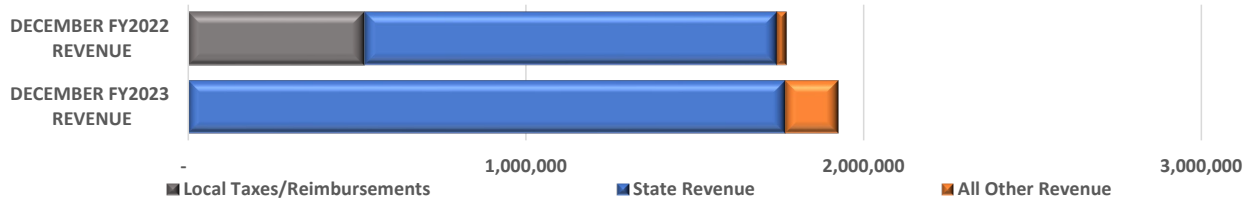
\$4,661,805

**WILL INCREASE THE CASH BALANCE
BY THE END OF THE FISCAL YEAR**

Current cash flow monthly trend-estimates indicate this year's ending June 30 cash balance will INCREASE \$4,661,805 compared to last fiscal year ending June 30. This surplus outcome is the result of the cash flow revenue estimate of \$113,058,694 totaling more than estimated cash flow expenditures of \$108,396,889.

FISCAL YEAR 2023 MONTHLY REVENUE ANALYSIS - DECEMBER

1. DECEMBER REVENUE COLLECTIONS COMPARED TO PRIOR YEAR



| | Actual Revenue Collections For December | Prior Year Revenue Collections | Actual Compared to Last Year |
|----------------------------|---|--------------------------------|------------------------------|
| Local Taxes/Reimbursements | - | 520,862 | ▼ (520,862) |
| State Revenue | 1,766,628 | 1,221,537 | ▲ 545,091 |
| All Other Revenue | 158,685 | 29,833 | ▲ 128,852 |
| Total Revenue | 1,925,313 | 1,772,232 | ▲ 153,081 |

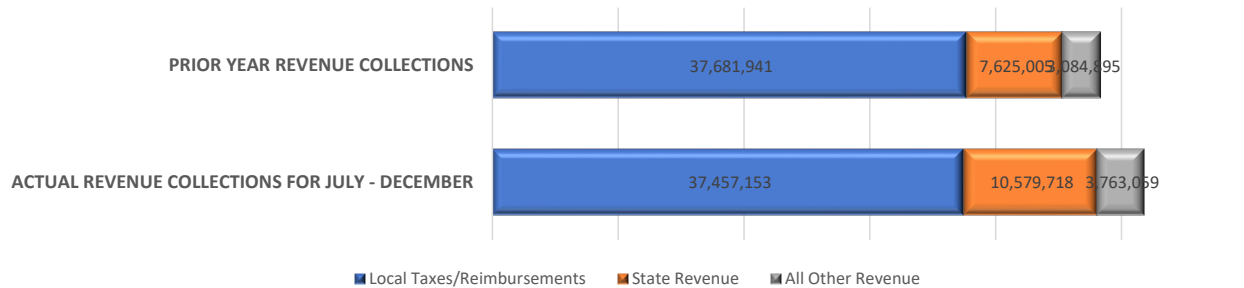
Actual revenue for the month was up

\$153,081

compared to last year.

Overall total revenue for December is up 8.6% (\$153,081). The largest change in this December's revenue collected compared to December of FY2022 is lower local taxes (-\$520,862) and higher unrestricted grants in aid (\$448,645). The District did not receive any advances in real estate taxes in December 2022 and that creates the negative variance compared to 2021. State revenue is higher Year Over Year (YOY), due to the Fair School Funding Model phase-in last fiscal year.

2. ACTUAL REVENUE RECEIVED THROUGH DECEMBER COMPARED TO THE PRIOR YEAR



| | Actual Revenue Collections For July - December | Prior Year Revenue Collections For July - December | Current Year Compared to Last Year |
|----------------------------|--|--|------------------------------------|
| Local Taxes/Reimbursements | 37,457,153 | 37,681,941 | ▼ (224,788) |
| State Revenue | 10,579,718 | 7,625,005 | ▲ 2,954,713 |
| All Other Revenue | 3,763,059 | 3,084,895 | ▲ 678,164 |
| Total Revenue | 51,799,930 | 48,391,841 | ▲ 3,408,089 |

COMPARED TO THE SAME PERIOD, TOTAL REVENUES ARE

\$3,408,089

HIGHER THAN THE PREVIOUS YEAR

Fiscal year-to-date General Fund revenue collected totaled \$51,799,930 through December, which is \$3,408,089 or 7% higher than the amount collected last year. The largest difference in revenue when comparing current year-to-date revenue collected through December to the same period last year is unrestricted grants in aid revenue coming in \$2,264,360 higher compared to the previous year, followed by restricted aid state coming in \$690,353 higher. State aid won't present a fair comparison until later this fiscal year due to the delayed implementation of the State of Ohio 2-year budget last fiscal year.

FISCAL YEAR 2023 REVENUE ANALYSIS - JULY - DECEMBER

3. POSSIBLE CASH FLOW VARIANCE FROM FORECAST DUE TO FYTD ACTUAL RESULTS

CURRENT YEAR-TO-DATE REVENUE
COLLECTIONS INDICATE A

\$362,742

FAVORABLE COMPARED TO FORECAST

| | Forecast Annual Revenue Estimates | Cash Flow Actual/Estimated Calculated Annual Amount | Current Year Forecast Compared to Actual/Estimated |
|----------------------|---|--|---|
| Loc. Taxes/Reimbur. | 84,383,563 | 84,385,153 | 1,590 |
| State Revenue | 21,608,410 | 21,783,618 | 175,208 |
| All Other Revenue | 6,703,979 | 6,889,923 | 185,944 |
| Total Revenue | 112,695,952 | 113,058,694 | 362,742 |

The top two categories (investment earnings and unrestricted grants in aid), represents 94.3% of the variance between current revenue estimates and the amounts projected in the five year forecast.

The total variance of \$362,742 (current revenue estimates vs. amounts projected in the five year forecast) is equal to .32% forecast annual revenue

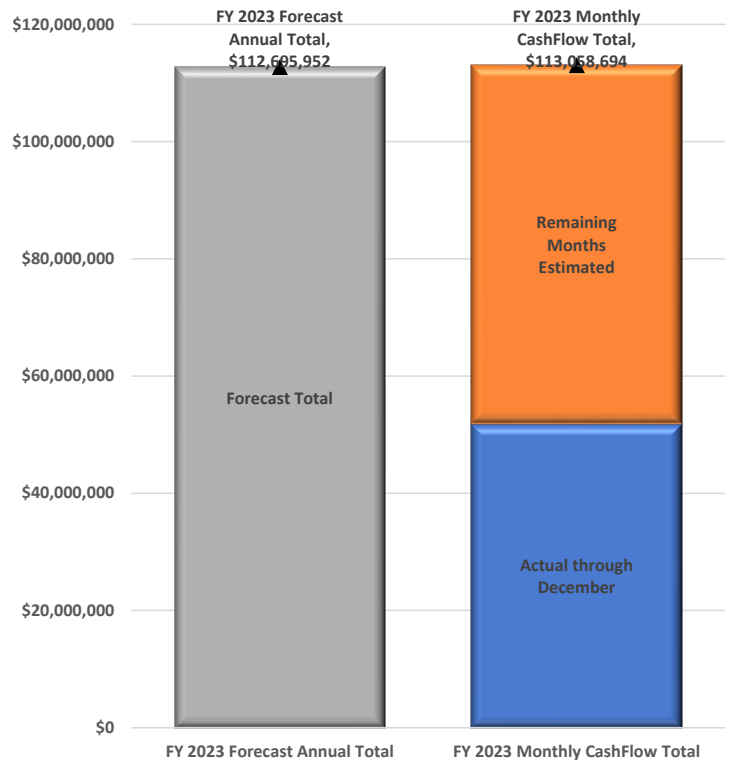
Top Forecast vs. Cash Flow Actual/Estimated Amounts

| Variance Based on Actual/Estimated Annual Amount | Expected Over/(Under) Forecast |
|--|--------------------------------------|
| Investment Earnings ▲ | 196,108 |
| Unrestricted Grants In Aid ▲ | 146,045 |
| Restricted Aid State ▲ | 29,163 |
| Tuition and Patron Payments ▼ | (12,228) |
| All Other Revenue Categories ▲ | 3,654 |
| Total Revenue ▲ | 362,742 |

4. REVENUE VARIANCE ANALYSIS OF POTENTIAL IMPACT

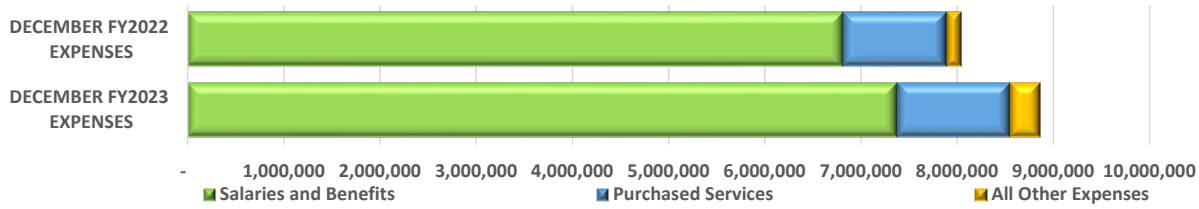
Results through December indicate a favorable variance of \$362,742 compared to the forecast total annual revenue. This means the forecast cash balance could be improved.

The fiscal year is 50% complete. Monthly cash flow, comprised of 6 actual months plus 6 estimated months indicates revenue totaling \$113,058,694 which is \$362,742 more than total revenue projected in the district's current forecast of \$112,695,952



FISCAL YEAR 2023 MONTHLY EXPENDITURE ANALYSIS - DECEMBER

1. DECEMBER EXPENDITURES COMPARED TO PRIOR YEAR



| | Actual Expenses For December | Prior Year Expenditure Incurred | | Actual Compared to Last Year |
|---------------------------|------------------------------|---------------------------------|---|------------------------------|
| Salaries and Benefits | 7,373,098 | 6,813,548 | ▲ | 559,550 |
| Purchased Services | 1,171,069 | 1,075,950 | ▲ | 95,119 |
| All Other Expenses | 318,524 | 156,911 | ▲ | 161,613 |
| Total Expenditures | 8,862,691 | 8,046,410 | ▲ | 816,282 |



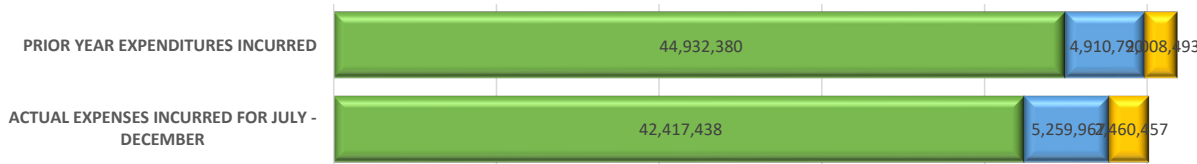
Actual expenses for the month was up

\$816,282

compared to last year.

Overall total expenses for December are up 10.1% (\$816,282) compared to last year. The utilization of ESSER and ARP funds for salaries and benefits beginning in FY 2022 and continuing into FY 2023 will make for difficult comparisons in salaries and benefits in the upcoming months. The District exhausted the ESSER and ARP funds in December 2022, as a result more cost will shift back to the general fund and demonstrate a higher than actual spend in this category.

2. ACTUAL EXPENSES INCURRED THROUGH DECEMBER COMPARED TO THE PRIOR YEAR



| | Actual Expenses For July - December | Prior Year Expenditures Incurred | | Actual Compared to Last Year |
|---------------------------|-------------------------------------|----------------------------------|---|------------------------------|
| Salaries and Benefits | 42,417,438 | 44,932,380 | ▼ | (2,514,942) |
| Purchased Services | 5,259,967 | 4,910,790 | ▲ | 349,177 |
| All Other Expenses | 2,460,457 | 2,008,493 | ▲ | 451,964 |
| Total Expenditures | 50,137,861 | 51,851,663 | ▼ | (1,713,801) |

Compared to the same period, total expenditures are

\$1,713,801

lower than the previous year

The utilization of ESSER and ARP funds are responsible for the lower spending in FY 2023 compared to FY 2022.

FISCAL YEAR 2023 EXPENDITURE ANALYSIS - JULY - DECEMBER

3. POSSIBLE CASH FLOW VARIANCE FROM FORECAST DUE TO FYTD ACTUAL RESULTS

**CURRENT YEAR-TO-DATE
EXPENDITURES INDICATE A**

\$48,538

**UNFAVORABLE COMPARED TO
FORECAST**

| | Forecasted Annual Expenses | Cash Flow Actual/Estimated Calculated Annual Amount | Forecasted amount compared to Actual/Estimated |
|---------------------------|----------------------------------|--|---|
| Salaries and Benefits | 92,511,684 | 92,568,230 | ▲ 56,546 |
| Purchased Services | 11,429,825 | 11,411,590 | ▼ (18,235) |
| All Other Expenses | 4,406,842 | 4,417,069 | ▲ 10,227 |
| Total Expenditures | 108,348,351 | 108,396,889 | ▲ 48,538 |

The top two categories (employee reimbursements and other and retirement classified), represents 17.1% of the variance between current expense estimates and the amounts projected in the five year forecast.

The total variance of \$48,538 (current expense estimates vs. amounts projected in the five year forecast) is equal to .% of the total Forecasted annual expenses.

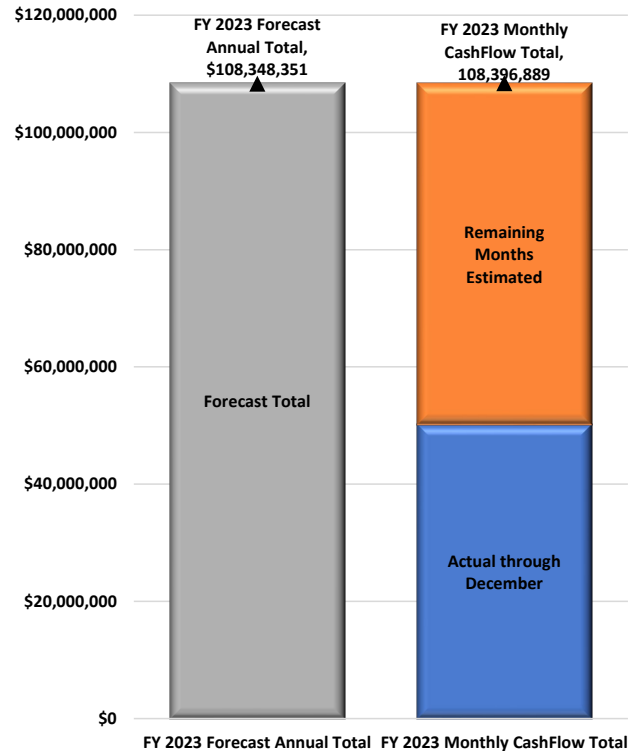
Top Forecast vs. Cash Flow Actual/Estimated Amounts

| Variance Based on Actual/Estimated Annual Amount | Expected Over/(Under) Forecast |
|--|--------------------------------------|
| Employee Reimbursements and Other ▼ | (258,031) |
| Retirement Classified ▲ | 249,711 |
| Regular Certified Salaries ▲ | 186,440 |
| Insurance Certified ▼ | (174,564) |
| All Other Expense Categories ▲ | 44,983 |
| Total Expenses ▲ | 48,538 |

4. EXPENDITURE VARIANCE ANALYSIS OF POTENTIAL IMPACT

Results through December indicate that Fiscal Year 2023 actual/estimated expenditures could total \$108,396,889 which has a unfavorable expenditure variance of \$48,538. This means the forecast cash balance could be reduced.

The fiscal year is approximately 50% complete. Monthly cash flow, comprised of 6 actual months plus 6 estimated months indicates expenditures totaling \$108,396,889 which is \$48,538 more than total expenditures projected in the district's current forecast of \$108,348,351





Monthly Investment Report

December 31, 2022



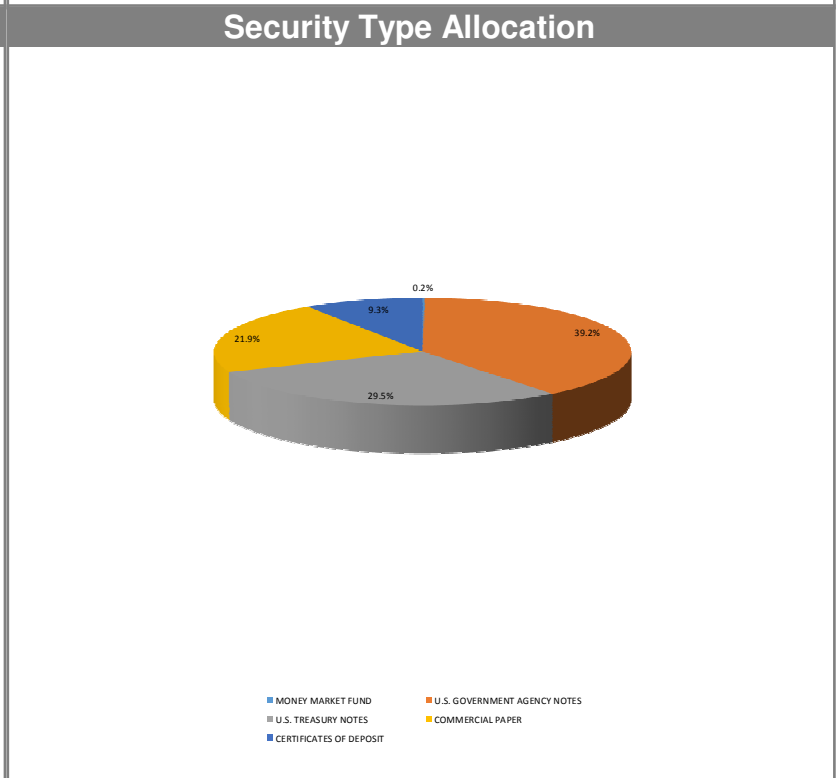
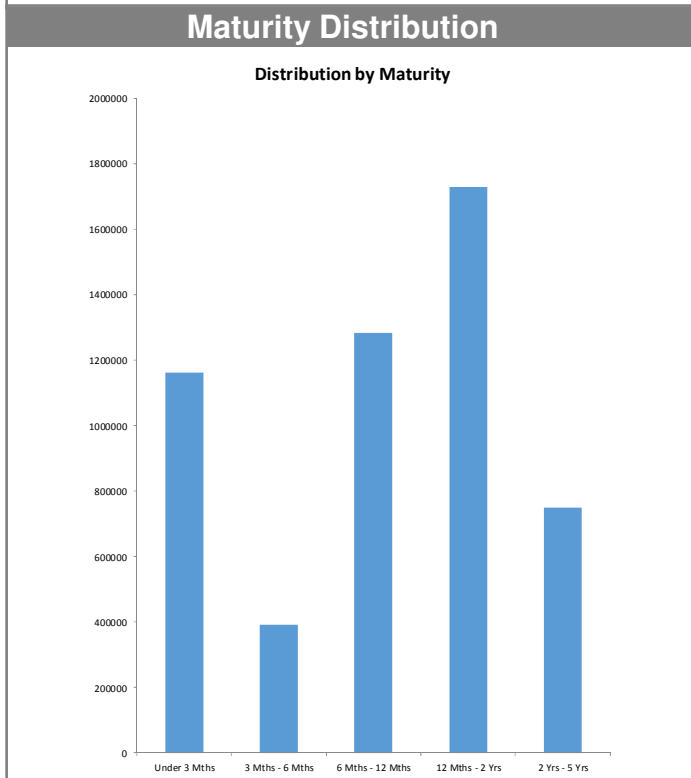
Investment Summary Detail Kettering City Schools

| | Total Investments | Average Yield | Average Maturity |
|------------------------------------|-------------------------|---------------|------------------|
| STAR Ohio | \$ 19,688,539.18 | 4.48% | 0.01 yrs |
| RedTree Investment Account: | | | |
| U.S. Government Agency Notes | \$ 2,225,032.75 | 0.58% | 1.62 yrs |
| U.S. Treasury Notes | \$ 1,626,687.90 | 0.33% | 0.88 yrs |
| Commercial Paper | \$ 1,149,181.03 | 3.66% | 0.05 yrs |
| Certificates of Deposit | \$ 491,386.00 | 4.95% | 2.22 yrs |
| Money Market Fund | \$ 7,990.39 | 4.15% | 0.01 yrs |
| Total District Investments | \$ 25,188,817.25 | 3.84% | 0.25 yrs |

| Benchmark Interest Rates | 12/31/22 | 12/31/21 |
|---------------------------------|-----------------|-----------------|
| Star Ohio | 4.48% | 0.09% |
| 6-Month Treasury | 4.76% | 0.19% |
| 2-Year Treasury | 4.41% | 0.73% |

Monthly Investment Summary
Kettering City Schools - General Funds
US Bank Custodian Acct Ending x08708
 December 31, 2022

| Monthly Cash Flow Activity | | Market Value Summary | | | | |
|---------------------------------------|---------------|-------------------------------|---------------------|--------------------|--------------------------|---------------------|
| From 11-30-22 through 12-31-22 | | | | | | |
| Beginning Book Value | 8,112,099.87 | Security Type | Market Value | Pct. Assets | Avg Yield at Cost | Wght Avg Mat |
| Contributions | 0.00 | Money Market Fund | | | | |
| Withdrawals | -2,640,000.00 | MONEY MARKET FUND | 7,990.39 | 0.2 | 4.15 | 0.00 |
| Prior Month Management Fees | -661.10 | Fixed Income | | | | |
| Realized Gains/Losses | 0.00 | U.S. GOVERNMENT AGENCY NOTES | 2,082,961.76 | 39.1 | 0.58 | 1.62 |
| Gross Interest Earnings | 28,839.30 | U.S. TREASURY NOTES | 1,566,438.24 | 29.4 | 0.33 | 0.88 |
| Ending Book Value | 5,500,278.07 | Accrued Interest | 4,875.04 | 0.1 | | |
| | | Commercial Paper | | | | |
| | | COMMERCIAL PAPER | 1,162,143.30 | 21.8 | 3.66 | 0.05 |
| | | Certificate of Deposit | | | | |
| | | CERTIFICATES OF DEPOSIT | 495,218.75 | 9.3 | 4.95 | 2.22 |
| | | Accrued Interest | 1,587.72 | 0.0 | | |
| | | TOTAL PORTFOLIO | 5,321,215.20 | 100.0 | 1.59 | 1.11 |



Disclosures:

RedTree's internal accounting system is used as the source of the market value of this account. Although obtained from a source believed to be reliable, we cannot guarantee its accuracy. You should review all account statements provided by the custodian and compare with the statements provided by RedTree.

Portfolio Holdings Report
Kettering City Schools - General Funds
US Bank Custodian Acct Ending x08708
 December 31, 2022

| Quantity | Cusip | Security Description | Moody's | S&P | Cost Basis | Market Value | Yield at Cost | Wtd Maturity | Purchase Date |
|-------------------------------------|------------------|---|---------|-----|--------------|--------------|---------------|--------------|---------------|
| U.S. GOVERNMENT AGENCY NOTES | | | | | | | | | |
| 250,000 | 3130ANDP2 | Federal Home Ln Bank 0.250% Due 08-18-23 | Aaa | AA+ | 250,000.00 | 243,028.71 | 0.25 | 0.62 | 08-18-21 |
| 200,000 | 3133EMFB3 | Federal Farm Credit Bank 0.290% Due 11-02-23 | Aaa | AA+ | 200,000.00 | 192,541.84 | 0.29 | 0.82 | 08-19-21 |
| 200,000 | 3130ANFL9 | Federal Home Ln Bank 0.300% Due 12-19-23 | Aaa | AA+ | 200,000.00 | 190,984.15 | 0.30 | 0.94 | 08-19-21 |
| 200,000 | 3130AND64 | Federal Home Ln Bank 0.330% Due 12-29-23 | Aaa | AA+ | 200,000.00 | 190,806.01 | 0.33 | 0.97 | 07-29-21 |
| 150,000 | 3130AN5G1 | Federal Home Ln Bank 0.570% Due 07-29-24 | Aaa | AA+ | 150,000.00 | 140,226.07 | 0.57 | 1.53 | 07-29-21 |
| 100,000 | 3130ANMM9 | Federal Home Ln Bank 0.540% Due 08-26-24 | Aaa | AA+ | 100,000.00 | 93,166.80 | 0.54 | 1.61 | 08-26-21 |
| 150,000 | 3130ANMM9 | Federal Home Ln Bank 0.540% Due 08-26-24 | Aaa | AA+ | 150,057.75 | 139,750.20 | 0.53 | 1.61 | 09-13-21 |
| 175,000 | 3130ANTP5 | Federal Home Ln Bank 0.500% Due 09-16-24 | Aaa | AA+ | 175,000.00 | 162,584.84 | 0.50 | 1.66 | 09-16-21 |
| 250,000 | 3130ANFS4 | Federal Home Ln Bank 0.500% Due 11-04-24 | Aaa | AA+ | 249,975.00 | 231,148.40 | 0.50 | 1.79 | 08-04-21 |
| 200,000 | 3130ANP61 | Federal Home Ln Bank 0.680% Due 02-26-25 | Aaa | AA+ | 200,000.00 | 184,065.04 | 0.68 | 2.09 | 08-26-21 |
| 50,000 | 3130ARQA2 | Federal Home Ln Bank 3.050% Due 04-28-25 | Aaa | AA+ | 50,000.00 | 48,107.62 | 3.05 | 2.20 | 04-28-22 |
| 200,000 | 3130ANMH0 | Federal Home Ln Bank 1.100% Due 08-20-26 | Aaa | AA+ | 200,000.00 | 177,676.22 | 1.10 | 3.48 | 08-20-21 |
| 100,000 | 3130ANNP1 | Federal Home Ln Bank 1.100% Due 08-24-26 | Aaa | AA+ | 100,000.00 | 88,875.87 | 1.10 | 3.49 | 08-30-21 |
| | Accrued Interest | | | | | 4,035.21 | | | |
| | | | | | 2,225,032.75 | 2,086,996.97 | 0.58 | 1.62 | |
| U.S. TREASURY NOTES | | | | | | | | | |
| 400,000 | 91282CCK5 | US Treasury Note 0.125% Due 06-30-23 | Aaa | AA+ | 398,828.12 | 391,124.80 | 0.27 | 0.49 | 06-30-21 |
| 250,000 | 91282CCU3 | US Treasury Note 0.125% Due 08-31-23 | Aaa | AA+ | 249,355.47 | 242,451.25 | 0.26 | 0.65 | 09-24-21 |
| 230,000 | 91282CDA6 | US Treasury Note 0.250% Due 09-30-23 | Aaa | AA+ | 229,740.64 | 222,354.34 | 0.31 | 0.73 | 09-30-21 |
| 300,000 | 91282CBR1 | US Treasury Note 0.250% Due 03-15-24 | Aaa | AA+ | 299,378.91 | 284,519.40 | 0.33 | 1.17 | 08-09-21 |
| 450,000 | 91282CBV2 | US Treasury Note 0.375% Due 04-15-24 | Aaa | AA+ | 449,384.76 | 425,988.45 | 0.42 | 1.26 | 06-30-21 |
| | Accrued Interest | | | | | 839.84 | | | |
| | | | | | 1,626,687.90 | 1,567,278.08 | 0.33 | 0.88 | |
| CERTIFICATES OF DEPOSIT | | | | | | | | | |
| 248,000 | 35909FAK0 | Frontier Bank, IA 4.850% Due 11-25-24 | | | 247,752.00 | 249,113.27 | 4.91 | 1.80 | 11-23-22 |
| 244,000 | 178180GS8 | City National Bank, CA 4.900% Due 11-24-25 | | | 243,634.00 | 246,105.48 | 5.00 | 2.64 | 11-23-22 |
| | Accrued Interest | | | | | 1,587.72 | | | |
| | | | | | 491,386.00 | 496,806.47 | 4.95 | 2.22 | |
| COMMERCIAL PAPER | | | | | | | | | |
| 665,000 | 62479MN90 | MUFG Bank 0.000% Due 01-09-23 | P-1 | A-1 | 658,401.72 | 664,213.30 | 3.84 | 0.02 | 10-07-22 |
| 500,000 | 17327BP17 | Citigroup 0.000% Due 02-01-23 | P-1 | A-1 | 490,779.31 | 497,930.00 | 3.43 | 0.09 | 07-19-22 |
| | | | | | 1,149,181.03 | 1,162,143.30 | 3.66 | 0.05 | |

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Questions? Call 888.596.2293 or email info@redtreeinv.com



Portfolio Holdings Report
Kettering City Schools - General Funds
US Bank Custodian Acct Ending x08708
 December 31, 2022

| Quantity | Cusip | Security Description | Moody's | S&P | Cost Basis | Market Value | Yield at Cost | Wtd Maturity | Purchase Date |
|--------------------------|--------|--|---------|-----|--------------|--------------|---------------|--------------|---------------|
| MONEY MARKET FUND | | | | | | | | | |
| | USBMMF | First American Treasury Obligations Fund | | | 7,990.39 | 7,990.39 | 4.15 | | |
| TOTAL PORTFOLIO | | | | | 5,500,278.07 | 5,321,215.20 | 1.59 | 1.11 | |

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