



March 2025 Financial Report

Fiscal Year 2025 Revenue and Expenditure Activity Through March

Dr. Stephen L. Thompson, CFO/Treasurer

Table of Contents

FISCAL YEAR 2025 REVENUE, EXPENDITURES, AND CASH BALANCE ANALYSIS THROUGH MARCH	3
FISCAL YEAR 2025 MONTHLY REVENUE ANALYSIS - MARCH	4
FISCAL YEAR 2025 MONTHLY EXPENDITURE ANALYSIS - MARCH	5
FISCAL YEAR 2025 FORECAST TREND VARIANCE ANALYSIS - JULY - MARCH	6

FISCAL YEAR 2025 REVENUE, EXPENDITURES, AND CASH BALANCE ANALYSIS THROUGH

1. YEAR-TO-DATE ACTUALS COMPARED TO PREVIOUS YEAR

TOTAL REVENUES ARE

\$2,706,955

HIGHER THAN THE PREVIOUS
YEAR

TOTAL EXPENDITURES ARE

\$13,588,741

HIGHER THAN THE PREVIOUS
YEAR

THE CASH BALANCE IS

\$207,557

HIGHER THAN THE PREVIOUS YEAR

2. CURRENT ACTUAL/ESTIMATE TREND COMPARED TO FORECAST -- VARIANCE ANALYSIS

REVENUE IS TRENDING

\$8,258,594

UNFAVORABLE COMPARED
TO FORECAST

EXPENDITURE TREND IS

\$3,105,802

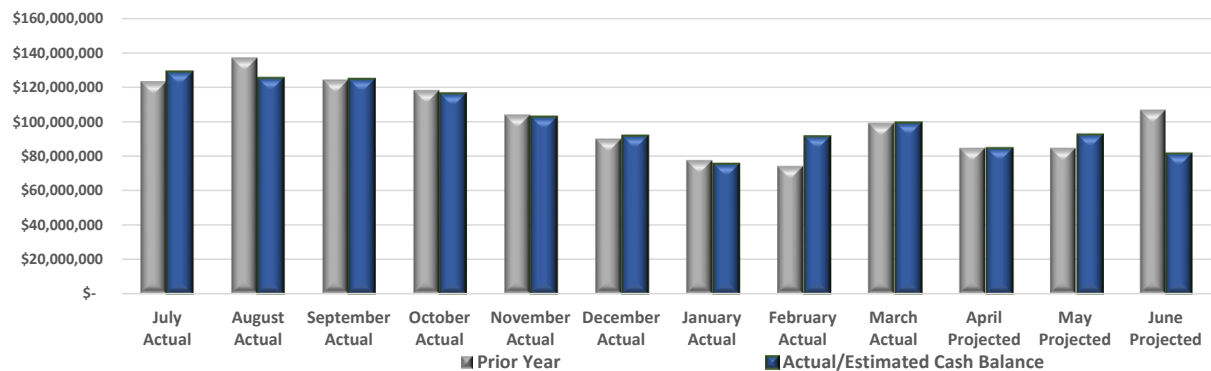
FAVORABLE COMPARED TO
FORECAST

NET POTENTIAL TREND IS

\$5,152,793

UNFAVORABLE IMPACT ON THE
CASH BALANCE

3. VARIANCE AND CASH BALANCE COMPARISON



JUNE 30 ACTUAL CASH
BALANCE WAS

\$106,584,614

AT THE END OF THE PREVIOUS
FISCAL YEAR

JUNE 30 CASH BALANCE IS
ESTIMATED TO BE

\$81,304,451

AT THE END OF THE CURRENT
FISCAL YEAR

FISCAL YEAR 2025 MONTHLY REVENUE ANALYSIS - MARCH

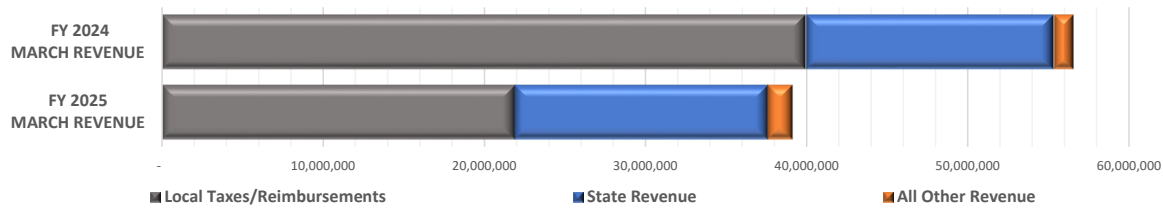
1. MARCH REVENUE COLLECTIONS COMPARED TO PRIOR YEAR

Month to Date	Actual Revenue Collections For March	Prior Year Revenue Collections	Actual Compared to Last Year
Local Taxes/Reimbursements	21,887,580	39,915,949	● (18,028,369)
State Revenue	15,691,986	15,425,952	● 266,034
All Other Revenue	1,555,759	1,200,147	● 355,612
Total Revenue	39,135,325	56,542,048	● (17,406,723)

Actual revenue for the month was down

\$17,406,723

compared to last year.



Actual revenue for the month was down \$17,406,723 compared to last year. Categories with the largest variance included: higher real estate taxes of \$18,028,369, and higher unrestricted state aid of \$365,735. Fiscal year-to-date results below, with additional months of revenue activity can provide more insight.

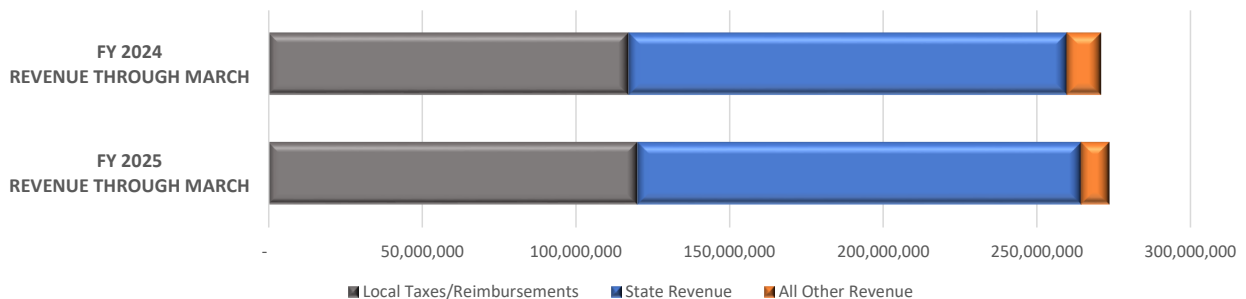
2. ACTUAL REVENUE RECEIVED THROUGH MARCH COMPARED TO THE PRIOR YEAR

Fiscal Year to Date	Actual Revenue Collections For July - March	Prior Year Revenue Collections For July - March	Current Year Compared to Last Year
Local Taxes/Reimbursements	120,059,489	117,147,023	● 2,912,467
State Revenue	144,336,707	142,657,413	● 1,679,294
All Other Revenue	9,367,921	11,252,727	● (1,884,806)
Total Revenue	273,764,118	271,057,163	● 2,706,955

TOTAL REVENUES ARE

\$2,706,955

HIGHER THAN THE PREVIOUS YEAR



Revenue through March totaled \$273,764,118, which is \$2,706,955 or 1.1% higher than the amount collected last year. Through March, the largest categorical variances when compared to last year, are: unrestricted state aid higher by \$3,822,754, and real estate taxes higher by \$2,823,018.

FISCAL YEAR 2025 MONTHLY EXPENDITURE ANALYSIS - MARCH

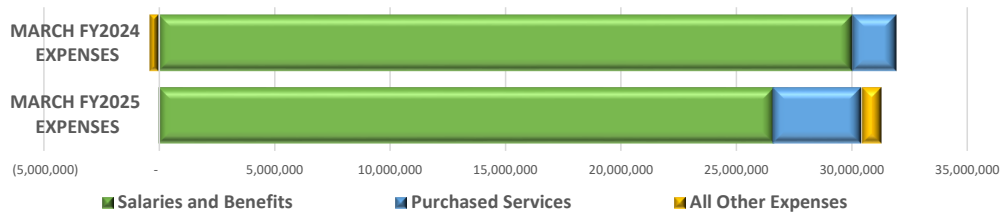
1. MARCH EXPENDITURES COMPARED TO PRIOR YEAR

Month to Date	Actual Expenses For March	Prior Year Expenditure Incurred	Actual Compared to Last Year
Salaries and Benefits	26,600,298	30,023,777	● (3,423,479)
Purchased Services	3,813,936	1,912,276	● 1,901,660
All Other Expenses	861,207	(391,144)	● 1,252,352
Total Expenditures	31,275,441	31,544,908	● (269,467)

Actual expenses for the month were down

\$269,467

compared to last year.



Actual expenses for the month were down \$269,467 compared to last year. Categories with the largest variance included: higher classified regular salaries of \$1,394,176, and higher textbooks of \$1,246,440. A single month's results can be skewed compared to a prior year because of the timing when expenses are incurred. The fiscal year-to-date results, when involving additional months of expense activity can provide more insight.

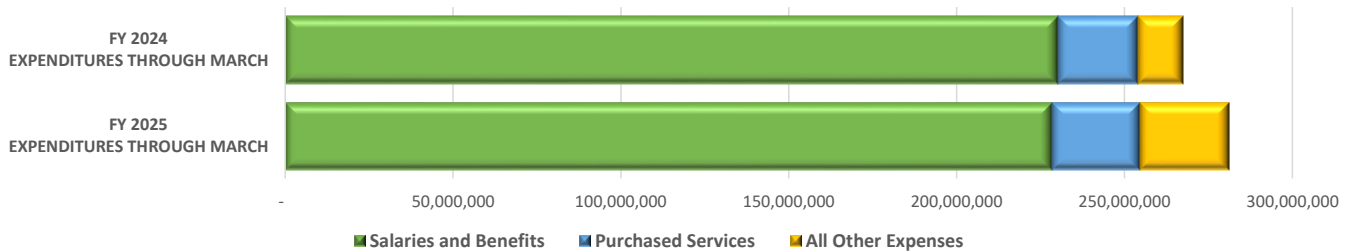
2. ACTUAL EXPENSES INCURRED THROUGH MARCH COMPARED TO THE PRIOR YEAR

Fiscal Year to Date	Actual Expenses For July - March	Prior Year Expenditures Incurred	Actual Compared to Last Year
Salaries and Benefits	228,639,528	230,363,362	● (1,723,834)
Purchased Services	25,996,179	23,656,803	● 2,339,376
All Other Expenses	26,502,888	13,529,690	● 12,973,198
Total Expenditures	281,138,596	267,549,855	● 13,588,741

TOTAL EXPENDITURES ARE

\$13,588,741

HIGHER THAN THE PREVIOUS YEAR



Fiscal year-to-date General Fund expenses totaled \$281,138,596 through March, which is \$13,588,741 or 5.1% higher than the amount expended last year. Through March, the largest categorical variances when compared to last year, are: textbooks higher by \$6,327,608, and health insurance lower by -\$2,854,422.

FISCAL YEAR 2025 FORECAST TREND VARIANCE ANALYSIS - JULY - MARCH

3. REVENUE ANALYSIS

REVENUE IS TRENDING

\$8,258,594

UNFAVORABLE COMPARED TO
FORECAST

Revenue Forecast Compare

	Forecast Annual Revenue Estimates	Cash Flow Actual/Estimated Calculated Annual Amount	Current Year Forecast Compared to Actual/Estimated
Loc. Taxes/Reimbur.	157,394,627	148,363,077	(9,031,550)
State Revenue	191,384,909	192,196,681	811,772
All Other Revenue	15,954,242	15,915,425	(38,817)
Total Revenue	364,733,778	356,475,184	(8,258,594)

Top Forecast vs. Cash Flow Actual/Estimated Amounts

Variance	Expected
Based on	Over/(Under)
Actual/Estimated Annual Amount	Forecast
Real Estate Taxes	(9,467,671)
Unrestricted State Aid	1,346,453
Other Revenue Not Above	(955,310)
Restricted State Aid	(534,681)
All Other Revenue Categories	1,352,614
Total Revenue	(8,258,594)

The top two categories (real estate taxes and unrestricted state aid), represents 98.3% of the variance between current revenue estimates and the amounts projected in the five year forecast.

The total variance of \$8,258,594 (current revenue estimates vs. amounts projected in the five year forecast) is equal to 2.26% of the total Forecasted annual revenue

4. EXPENDITURE ANALYSIS

EXPENDITURE TREND IS

\$3,105,802

FAVORABLE COMPARED TO
FORECAST

Expenditure Forecast Compare

	Forecasted Annual Expenses	Cash Flow Actual/Estimated Calculated Annual Amount	Forecasted amount compared to Actual/Estimated
Salaries and Benefits	313,659,140	309,025,118	(4,634,022)
Purchased Services	36,613,092	38,812,351	2,199,259
All Other Expenses	34,588,916	33,917,877	(671,039)
Total Expenditures	384,861,148	381,755,346	(3,105,802)

Top Forecast vs. Cash Flow Actual/Estimated Amounts

Variance Based on	Expected
Actual/Estimated	Over/(Under)
Annual Amount	Forecast
Health Insurance	(3,298,516)
Certified Regular Salaries	1,591,171
All Other Salaries	(1,450,452)
Pupil Transportation	1,304,581
All Other Expense Categories	(1,252,585)
Total Expenses	(3,105,802)

The top category (health insurance) represents 106.2% of the variance between current expense estimates and the amounts projected in the five year forecast.

The total variance of \$3,105,802 (current expense estimates vs. amounts projected in the five year forecast) is equal to .8% of the total Forecasted annual expenses.

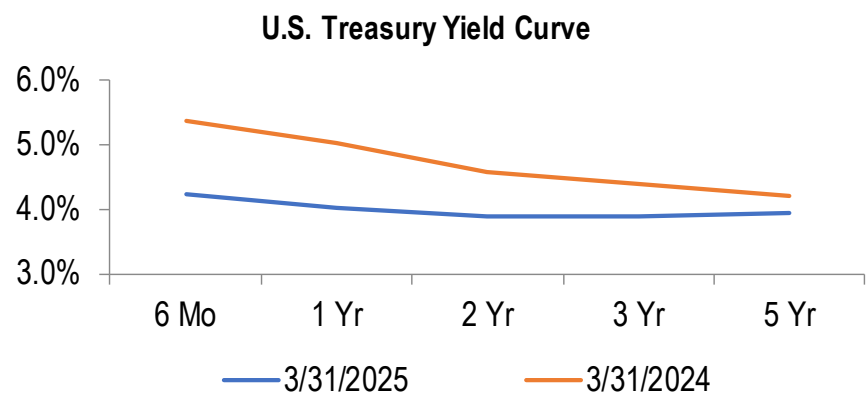
AKRON PUBLIC SCHOOLS
MONTHLY RECONCILIATION
March 2025

Book Balance		Bank Balance	
Munis Accounting System		Month End Bank Account Balances	
Beginning Balance	199,146,647.45	007 - PNC Oma Evans	151,430.95
Plus Receipts	54,591,441.05	008 - HNB Schumacher	103.35
Less Expenditures	44,129,685.64	009 - Star Ohio	25,107,240.90
Ending Balance	<u>209,608,402.86</u>	017 - HNB AP/Payroll/CN	17,547,553.61
		018 - PNC Building Fund	1,036,940.48
		021 - HNB FSA Account	957,119.24
		037 - USBank Construction	17,687,453.46
Outstanding Checks & Direct Deposits		038 - USBank PI Fund	11,821,467.12
017 - HNB Accounts Payable Checks	773,617.12	039 - USBank General Fund	65,567,454.60
017 - HNB Virtual Cards	300,125.85	040 - USBank Benefits Fund	11,611,372.50
017 - HNB Payroll Checks	35,622.63	041 - USBank COPs Proceeds	41,270,519.37
017 - HNB Deposit Outstanding on Munis		042 - USBank CAP-I Lease	
	<u>1,109,365.60</u>	043 - USBank 2024 Note Proceeds	15,041,277.47
		044 - HNB CAP I 2023 Lease	2,890.06
			<u>207,802,823.11</u>
Pending Payroll Deductions		Local Grant/Benefit CD's	
Federal/Medicare Withholding	-	029 - HNB CD	5,053.52
State Tax	-	032 - HNB CD	95,804.60
City Tax	-		<u>100,858.12</u>
SERS	-		
Child Support Payments	-	Escrow Accounts	
School District Income Tax	-	x4897 Mid American Construction - HNB	
STRS	-	x2897 Vendrick Construction - HNB	
AXA	-	x8540 Hammond Construction - PNC	56.05
Valic	-	x8839 Martin Public Seating - PNC	0.14
ING (Voya)	-	x8841 Penn Ohio Electrical Co - PNC	7.44
MG Trust	-	x1301 Lockhart Concrete Co - PNC	14.19
Ameriprise	-	x7489 OSMIC Inc - PNC	
Lincoln	-	x3376 Hammond Construction - PNC	0.81
Ohio Deferred Comp	-	x7982 Welty Building Co - PNC	0.13
Towpath	-	x6627 Hammond Construction - PNC	8,696.95
	<u>-</u>	x5262 Hammond Construction - PNC	0.21
		x7065 Tom Sexton & Assoc - PNC	0.20
		x7069 Tom Sexton & Assoc - PNC	1.25
Miscellaneous Book Adjustments			<u>8,777.37</u>
021 - Inventory Allowance	36,223.48		
022 - Insurance Accrual	(2,241,801.59)	Flex Spending Account	
Timing Differences in Accounts Payable	3,435.00	Prefunded Account	531,401.97
Timing Differences in Accounts Receivable	-	Withdrawals (Claims)	79,942.49
HNB Escrow Statement	5,647.69	Settlement Credit	
PNC Escrow Statement	8,763.58	Service Charges	-
Escrow Reconciling Item	(5,633.90)		<u>611,344.46</u>
	<u>(2,193,365.74)</u>		
		Miscellaneous Bank Adjustments	
		Petty Cash	1,000.00
		Bank Charges to be Refunded	-
		Outstanding Items	(400.34)
			<u>599.66</u>
Adjusted Book Balance	\$ 208,524,402.72	Adjusted Bank Balance	\$ 208,524,402.72

Economic & Market Update

- The Federal Reserve has left rates unchanged at their first two meetings of 2025.
 - Latest commentary from Federal Reserve officials relay their preference to remain data dependent
- Inflation data remains tougher to improve than the Fed would prefer which has led to the cautionary approach for future rate movements.
- On the jobs front, to date, the employment landscape has held steady, but fears are building for future job growth
- 1st Quarter GDP is expected to see a slowdown with higher inflation and ongoing trade conflicts.
 - Trade policy out of Washington has had negative consequences for interest rates as future growth comes into question

Current Market Data



Source: U.S. Treasury

Account	Market Value	Yield	Weighted Average Maturity
General Fund	\$66,136,386	3.85%	2.05
Construction Funds	\$18,015,272	4.52%	0.24
Permanent Improvement	\$12,106,209	4.74%	0.18
024 Benefits	\$11,770,189	4.71%	0.83
2023 COPs Proceeds	\$42,116,971	4.69%	0.22
2024 Note Proceeds	\$15,353,315	4.32%	2.92

Portfolio Updates

Akron PSD - General Fund

Activity	<ul style="list-style-type: none"> Reinvestment continued to pick up with recent maturity schedule. Focus remains on extending duration of the portfolio and locking in higher yields where it makes the most sense. The portfolio has ample liquidity built in so we will continue to add in longer positions for upcoming reinvestment. The portfolio will see several lower yielding securities mature in the coming months with expected reinvestment to occur at significantly higher rates.
Investment Results	<ul style="list-style-type: none"> Portfolio yield increased to 3.85%. Net income was \$343,468 throughout the quarter and projected gross income through next 12 months is \$2,112,000*

Akron PSD – Construction Funds

Activity	<ul style="list-style-type: none"> Portfolio will continue to maintain liquidity for any further funding needs.
Investment Results	<ul style="list-style-type: none"> Portfolio yield decreased to 4.52% Portfolio has realized net investment income of \$7 million since inception in February 2015, includes City portfolio. Projected gross income through the next 12 months is \$508,000*

Akron PSD – Permanent Improvement

Activity	<ul style="list-style-type: none"> Similar to other portfolios, there is ample liquidity to meet any upcoming funding needs.
Investment Results	<ul style="list-style-type: none"> Portfolio yield decreased to 4.74%. Portfolio has realized net investment income of \$2.62 million since inception in February 2015 Projected gross income through the next 12 months is \$300,000*

Akron PSD - 024 Benefits

Activity	<ul style="list-style-type: none"> Focus continues to be on maintaining higher levels of liquidity while locking in higher yields in the 2-3yr maturity window.
Investment Results	<ul style="list-style-type: none"> Portfolio yield decreased to 4.71%. Projected gross income through the next 12 months is \$367,000.

Akron PSD – 2023 COPs Proceeds

Activity	<ul style="list-style-type: none"> Portfolio remains fully invested with the majority of funds in commercial paper positions north of 4.5% Recent reinvestment to late 2025.
Investment Results	<ul style="list-style-type: none"> Portfolio yield sits at 4.69%. Projected gross income through the next 12 months is \$1,135,000

Akron PSD – 2024 Note Proceeds

Activity	<ul style="list-style-type: none"> Portfolio fully invested to match longer end of the projects spending schedule. Majority of portfolio invested in higher coupon US Treasuries to maximize interest.
Investment Results	<ul style="list-style-type: none"> Portfolio yield sits at 4.32% Projected gross income through the next 12 months is \$589,000.

*Projected income assumes securities are to be held to final maturity and gross of investment management fees.