



**July**  
**Financial Report**  
**August 21, 2017**

Linda K. Schumacher, Treasurer



<b>CASH IN BANKS:</b>		
CIVISTA BANK	2,120,914.46	
PNC	1,950,457.58	
FARMERS CITIZENS BANK	17,422.85	
RICHLAND BANK - MONEY MARKET	131,162.45	
HUNTINGTON NATIONAL BANK (BOND FUND)	1.14	
UNITED BANK	32,900.48	
US BANK	\$29,993.83	
		4,282,852.79
<b>OSFC RENOVATION FUNDS</b>		
RICHLAND BANK (OSFC STATE SHARE)	2,019,384.32	
		2,019,384.32
<b>TOTAL CASH IN BANKS</b>		<b>\$6,302,237.11</b>
<b>INVESTMENTS:</b>		
PARK NATIONAL (RICHLAND BANK)	10,099,723.48	
STAR OHIO - PCTC	6,016,042.14	
<b>TOTAL INVESTMENTS</b>		<b>\$16,115,765.62</b> (1)
<b>RESERVE:</b>		
HUNTINGTON BANK DEBT SERVICE		\$784,213.34
JEFFERSON HEALTH PLAN INSURANCE RESERVE/(DEFICIT)		\$853,303.84
<b>PETTY CASH and CHANGE FUNDS</b>		
ALL FUNDS		\$425.00
<b>TOTAL DEPOSIT BALANCE</b>		<b>\$24,055,944.91</b>
<b>RECONCILING ITEMS</b>		
JULY		(\$7,629.29)
<b>TREASURER'S BALANCE</b>		<b>\$24,048,315.62</b> (2)

DATE	AMOUNT	TYPE	BANK	RATE	DUE DATE	INT EARNED
7/31/2017	DAILY BAL.	MONEY MKT	STAR OHIO	1.02%	7/31/2017	5,237.02
7/31/2017	DAILY BAL.	MONEY MKT	Richland- MM	0.90%	7/31/2017	182.04
7/31/2017	DAILY BAL.	MONEY MKT	PNC	0.15%	7/31/2017	380.04
7/31/2017	DAILY BAL.	MONEY MKT	Civista	0.10%	7/31/2017	127.68
7/31/2017	DAILY BAL.	MONEY MKT	Richland- State Share	0.07%	7/31/2017	1,498.14
7/31/2017	DAILY BAL.	MONEY MKT	Huntington Bank - Bond Account	0.10%	7/31/2017	0.09
7/31/2017	DAILY BAL.	MONEY MKT	Huntington Bank - Debt Service	MARKET	7/31/2017	328.35
7/31/2017	DAILY BAL.	MONEY MKT	Jefferson Health Plan	MARKET	7/31/2017	697.35
7/31/2017	4,000,000.00	MONEY MKT	Richland Bank Investment Portfolio	MARKET	7/31/2017	
1/12/2017		CDARS	Richland - 1019792451	0.80%	7/13/2017	4,017.87
6/15/2017	1,016,062.99	CDARS	Richland - 1020283226	0.95%	9/14/2017	
4/13/2017	1,011,757.18	CDARS	Richland - 1020076735	0.80%	10/12/2017	
4/13/2017	1,011,505.38	CDARS	Richland - 1020077111	0.80%	10/12/2017	
5/25/2017	1,034,618.89	CDARS	Richland - 1020221212	1.00%	11/24/2017	
6/15/2017	1,012,513.11	CDARS	Richland - 1020284206	1.00%	12/14/2017	
7/13/2017	1,013,265.93	CDARS	Richland - 1020368175	1.00%	1/11/2018	
Month End						
Investments					JULY	12,468.58
Star Ohio					FISCAL YTD	
Total					TOTAL FISCAL YTD	\$12,468.58
					OTHER FUNDS	\$2,949.84
					GENERAL FUND	\$9,518.74 (3)

'NOTE: Investment earnings are posted after the current month is closed and reconciled.

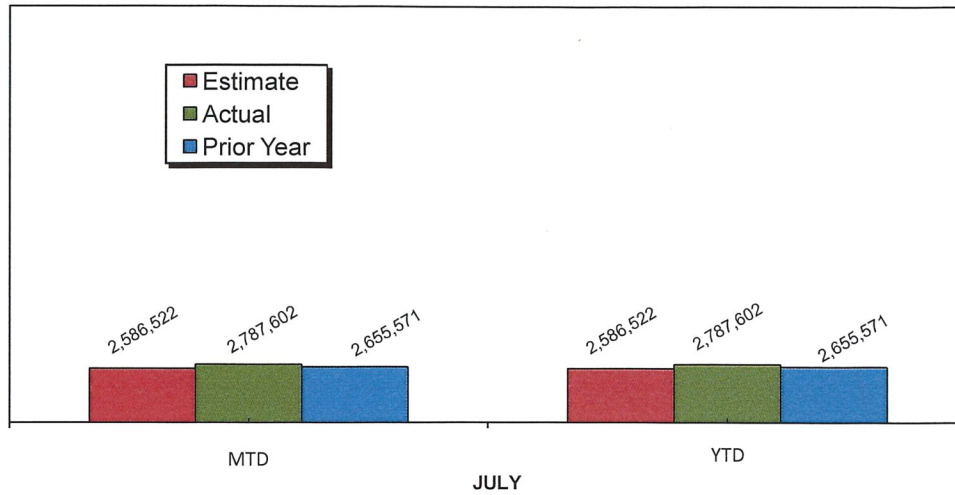
	CURRENT BALANCE		CURRENT ENCUMBRANCES	UNCUMBERED BALANCE
<b>GOVERNMENTAL</b>				
001 GENERAL	\$13,633,466.63	(4)	\$930,332.31	\$12,703,134.32
<b>SPECIAL REVENUE</b>				
018 PRINCIPAL'S	27,557.32		5,059.25	22,498.07
019 LOCAL/WIA YOUTH SERVICES/LGIF	0.00		0.00	0.00
022 AGENCY/PELL	23,594.00		0.00	23,594.00
432 ED MGT INFO SYSTEM	6,277.59		0.00	6,277.59
439 PRE-SCHOOL CHILDHOOD	(4,052.39)		8,000.00	(12,052.39)
451 DATA COMMUNICATION	0.00		0.00	0.00
461 VOCATIONAL ED ENHANCEMENTS	0.00		0.00	0.00
499 MISCELLANEOUS STATE GRANT FUND	0.00		0.00	0.00
524 VOCATIONAL ED/CARL PERKINS	(20,273.74)		7,890.47	(28,164.21)
590 IMPROVING TEACHER QUALITY	0.00		0.00	0.00
<b>DEBT SERVICE</b>				
002 BOND RETIREMENT ( OSFC ESCROW)	790,733.94		0.00	790,733.94
<b>CAPITAL PROJECTS</b>				
003 PERMANENT IMPROVEMENT	937,082.06		55,157.35	881,924.71
004 BUILDING - OSFC/LOCAL	38,996.43		0.00	38,996.43
010 OSFC - STATE/LFI	3,681,026.63		5,704.39	3,675,322.24
034 OSFC - FACILITIES MAINTENANCE	1,543,266.88		29,978.14	1,513,288.74
070 CAPITAL PROJECTS - HB426	431,581.52		0.00	431,581.52
<b>ENTERPRISE</b>				
006 FOOD SERVICES	95,866.25		0.00	95,866.25
009 UNIFORM SCHOOL SUPPLIES	48,329.73		0.00	48,329.73
011 ROTARY - CUSTOMER SERVICE	183,477.02		6,192.22	177,284.80
012 ADULT EDUCATION	290,346.72		33,746.75	256,599.97
<b>INTERNAL SERVICE</b>				
014 ROTARY - INTERNAL SERVICES	27,082.80		0.00	27,082.80
024 SELF INSURANCE FUND	853,303.84		454,214.89	399,088.95
<b>TRUST AND AGENCY</b>				
007 SPECIAL TRUST/SCHOLARSHIP	181,161.84		2,473.59	178,688.25
008 ENDOWMENT	31,881.90		0.00	31,881.90
025 USAS NETWORK - NCOCC	1,178,082.43		454,384.75	723,697.68
200 STUDENT ACTIVITY	69,526.22		6,636.15	62,890.07
<b>TOTAL CASH</b>	<b>\$24,048,315.62</b>	<b>(2)</b>	<b>\$1,999,770.26</b>	<b>\$22,048,545.36</b>
<b>GENERAL - WAREHOUSE INVENTORY</b>	<b>\$75,002.22</b>			



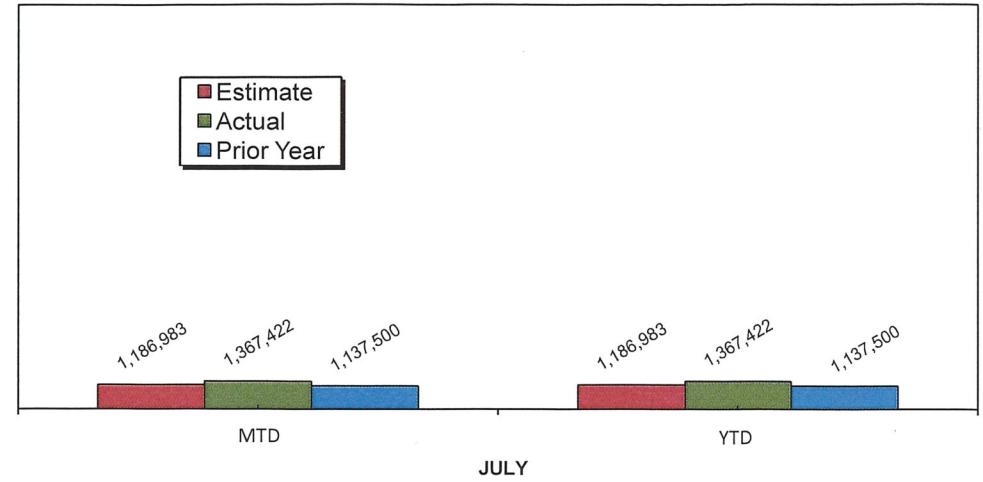
**2017/2018  
GENERAL FUND  
Appropriations/Actual  
Revenues & Expenditures**

		2017/2018 Fiscal Year Appropriations	JULY ACTUAL	YTD ACTUAL	YTD as % of Est
Beginning Balance		12,213,287	12,213,287	12,213,287	
<b>REVENUES</b>					
1.01	General Property-R. E.	5,774,712	1,610,095	1,610,095	27.88%
1.02	Public Utility Personal Property Tax	467,126	70,146	70,146	15.02%
1.035	Unrestricted Grants-In-Aid	7,416,500			7.80%
	General Regular School Foundation		578,361	578,361	
	Other State Funding			0	
1.04	Restricted Grants-In-Aid	3,395,319			8.78%
	Career/Tech Weighted Funding		279,505	279,505	
	Economic Disadvantaged Funding		18,574	18,574	
1.05	Property Tax Allocation	460,532			0.00%
	10% and 2.5% Rollback			0	
	Homestead Exemption			0	
1.06	All Other Operating Revenues	996,026			10.45%
	Open enrollment Adjustment		82,358	82,358	
	Associated Services/Other Adj		11,307	11,307	
	Interest Earned		9,519	9,519 (3)	
	General Fund Misc Receipts		275	275	
	Other Tax (Manufactured Home Tax)		576	576	
2.05	Advances-In	91,500	87,000	87,000	95.08%
	Transfers-In	0		0	
2.06	All Other Financing Resources	50,000			79.77%
	General Ref of Prior Year Exp		39,858	39,858	
	General Sale/Loss of Assets		29	29	
		18,651,715	2,787,602	2,787,602	14.95%
		30,865,002	15,000,889	15,000,889	
<b>EXPENDITURES</b>					
3.01	Personnel Services	9,378,423	725,075	725,075	7.73%
3.02	Employee Retirement/Insurance Benefits	3,891,450	311,674	311,674	8.01%
3.03	Purchased Services	2,140,755	240,216	240,216	11.22%
3.04	Supplies and Materials	551,869	63,188	63,188	11.45%
4.30	Miscellaneous Objects	247,294	27,269	27,269	11.03%
4.02/4.05	Principal Notes	330,000		0	0.00%
4.06	Interest and Fiscal Charges	394,695		0	0.00%
5.01	Operating Transfers Out	825,360		0	0.00%
5.02	Advances Out	75,000		0	0.00%
5.03	All Other Financing Uses	0		0	
	Total Expenditures	17,834,846	1,367,422	1,367,422	7.67%
	Ending Cash Balance	13,030,156	13,633,467	13,633,467 (4)	
	Encumbrances	300,000	930,332	930,332	1/12 8.33%
	Unreserved Balance	12,730,156	12,703,135	12,703,135	

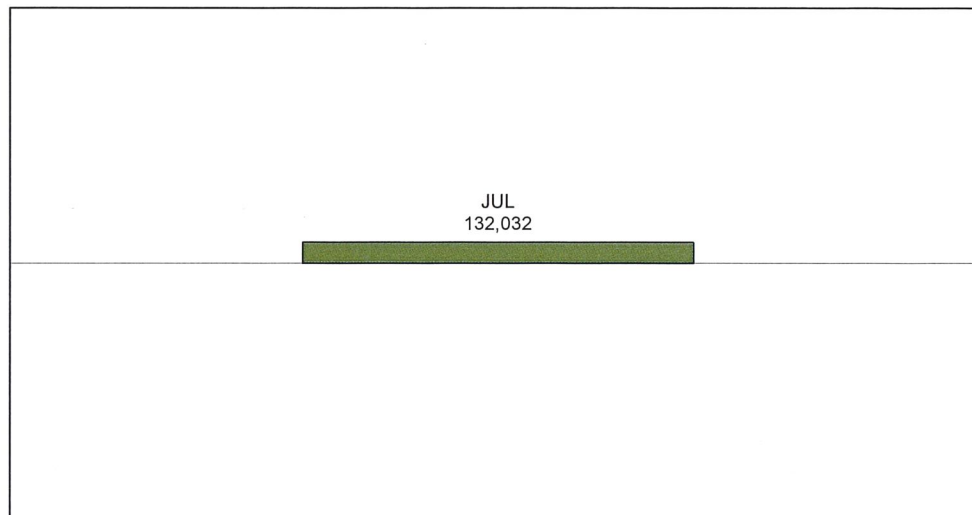
**FY 2017/2018 GENERAL FUND REVENUE**



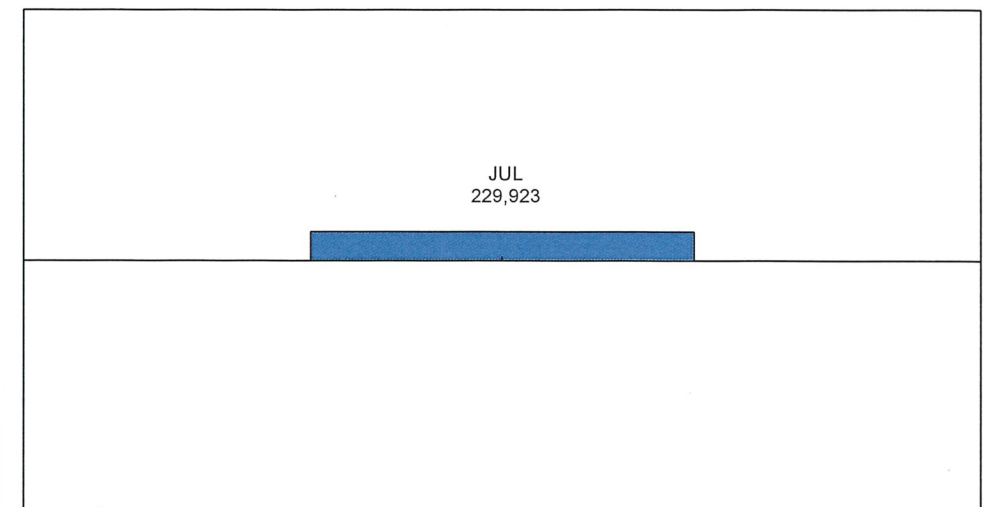
**FY 2017/2018 GENERAL FUND EXPENDITURE**



**YTD REVENUE VARIANCE  
ACTUAL YTD VS PRIOR YTD**



**YTD EXPENDITURE VARIANCE  
ACTUAL YTD VS PRIOR YTD**



JULY 31, 2017

MONTHLY  
ADJUSTMENTS

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YEAR END ADVANCES:	Transfer from Acc't	Transfer to Acc't	
	439.5210.9917 Public School Preschool		12,000.00
	524.5210.9917 Carl Perkins Secondary		75,000.00
		001.7410.921 GENERAL FUND	<hr/> 87,000.00

*To return June 30, 2017 advances (loans) to General fund*





3 North Main Street  
Mansfield, Ohio 44902  
RichlandBank.com  
Phone: 419.525.8700  
Fax: 419.525.8748

## *A Message From...*

Charla A. Irvin  
Vice President & Trust Officer  
Richland Bank

J. Bradley Zellar  
Portfolio Manager  
Richland Bank

Date: July 7, 2017

Subject: Market Comments

Entering the year, expectations in the financial markets were that the incoming administration would be able to affect positive change in the areas of fiscal stimulus, deregulation and tax policy, among other things. Perhaps it should not come as a surprise, given the toxic environment in Washington, that President Trump and his team have hit roadblocks at just about every turn. His own party cannot even agree on an effective means of carrying out one of its biggest campaign promises, repealing and replacing the Affordable Care Act.

The lack of legislative victories does not appear to have slowed down economic growth too much. Last week the U.S. Department of Commerce announced that its third and final estimate of first quarter GDP growth was 1.4%, a slight increase from its previous estimate of 1.2%. Primary drivers of the growth were capital investment in equipment, housing and intellectual property products. Exports improved as well. Lagging segments included government spending at all levels (federal, state and local) and personal-consumption expenditures. The first estimate of second quarter GDP will be announced later this month. We've now entered the ninth year of economic expansion. Market conditions reflect that the last recession, which ended in June 2009, may be a distant memory in the minds of stock investors, at least by one measure. The Chicago Board Options Exchange (CBOE) Volatility Index, or VIX, traded near all-time lows for much of the first half of the year. The VIX, sometimes referred to as the "fear gauge," measures expectations of near-term volatility being conveyed in S&P 500 Index option prices. The lack of volatility might suggest investors are becoming complacent the longer this expansion lasts.

The jobs report released today showed non-farm payrolls increased 222,000 in June, exceeding both consensus estimates (170,000 jobs gains) *and* the 12-month average (180,000 jobs gains). The unemployment rate increased slightly to 4.4%, as workers who had previously given up searching for employment rejoined the workforce. The labor force participation rate improved to 62.8%, but remains below its 10-year average of around 65%. Average hourly wages increased and now stand 2.5% higher, year-over-year, through June. The positive employment report will likely help the Federal Open Market Committee (FOMC) justify continuing with interest rate normalization. Last month the FOMC raised the federal-funds target rate to a range between 1% and 1.25%, the third quarter-percentage-point increase dating back to December. Expectations are for one more rate increase this year, perhaps in December.

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Initial thoughts were that the Fed would raise rates again in September, before taking a break from tightening to begin the process of slowly reducing the size of its balance sheet. The balance sheet stands at around \$4.5 trillion. However, because chairwoman Janet Yellen's term expires in February, and since there has been no indication from President Trump he intends to nominate her for a second term, many now believe the unwinding could begin before another rate increase to allow proper evaluation of its impact on markets ahead of a potential change in Fed leadership.

In describing last month how it would begin reducing assets, the Fed suggested it will start very slowly by allowing small amounts of bonds to mature each month (up to \$6 billion in Treasury securities and \$4 billion in mortgage-backed securities) without reinvestment. If the process does not cause market disruption, those amounts will gradually rise to a maximum of \$30 billion a month in Treasuries and \$20 billion a month in mortgage bonds. Officials are indicating this process could begin as early as September.

A concern of some FOMC members is weakening inflation. The most recent year-over-year personal-consumption expenditures (PCE) index reading, through May, was just 1.4%. As recently as February, the Fed's preferred inflation measure had surpassed its 2% annual target. Because the Fed does not want its operations to be damaging to economic progress, any inflation reports released before the Fed commences its balance sheet reduction, or considers another rate increase, will be of great interest.

Given both economic and political uncertainty, stocks performed well through the first half of the year. Total returns of the Dow Jones Industrial Average and S&P 500 Index through the first six months were 9.4% and 9.3%, respectively. The tech-heavy NASDAQ Composite Index was even better, returning 14.8% through June 30. Small company stocks did not fare as well, with the Russell 2000 Index returning 5% year-to-date through the first six months.

Domestic stocks were not alone in performing well. Globally, of the largest thirty stock market indices (by market value), all but four had positive returns through the first half of the year. The only exceptions were stock market indices in Russia, China, Canada and Israel. According to a Wall Street Journal article published July 3, this was just the fourth time in the last 20 years so few of the major stock market indices were in the red through six months. Emerging markets performed very well, with the MSCI Emerging Markets Index returning 18.6% through June 30.

By just about any measure, stocks are fully valued. With second quarter earnings season now upon us, the direction stock prices go the remainder of the year will be largely dependent on whether or not earnings expectations are met. While many experts foresee a slowdown from the collective 14% earnings increase by S&P 500 companies in the first quarter, it is widely believed double-digit growth, or something close to it, is possible the remainder of the year.

Charles

Brad

July 01, 2017 To July 31, 2017

Account Name : Pioneer Career Tech Voc School Agcy

Account No : 5788

## Summary Of Investment Holdings

Quantity	Description			Unit Value	Market Value	Tax Cost	Estimated Ann Inc	Yield To Mkt
<b><u>Money Market/Savings - Taxable</u></b>								
37,229.65	Park National Bank FDIC Account (P250)			1.0000	37,229.65	37,229.65	335.07	0.90%
<b><i>Totals</i></b>					<b>37,229.65</b>	<b>37,229.65</b>	<b>335.07</b>	<b>0.90%</b>
<b><u>Marketable CD</u></b>								
150,000	USNY Bank	0.700%	08/15/2017	99.9879	149,981.85	150,000.00	0.00	0.00%
145,000	Southern Bank Pop Bluff MO	0.800%	09/29/2017	99.9467	144,922.72	145,000.00	1,160.00	0.80%
150,000	Bank of Baroda NY	1.000%	11/30/2017	99.9280	149,892.00	150,000.00	1,500.00	1.00%
150,000	Brookline Bank MA	0.850%	12/29/2017	99.8128	149,719.20	150,000.00	1,275.00	0.85%
200,000	First Bank NC	1.000%	03/29/2018	99.6776	199,355.20	200,000.00	2,000.00	1.00%
150,000	Wex Bank	1.200%	06/08/2018	99.8386	149,757.90	150,000.00	1,800.00	1.20%
200,000	First Merchants Bank NA	1.091%	09/28/2018	99.3690	198,738.00	200,000.00	2,181.92	1.10%
150,000	Home Savings Bank UT	1.200%	12/14/2018	99.5737	149,360.55	150,000.00	1,800.00	1.21%
150,000	Ally Bank Midvale UT	1.200%	03/29/2019	99.1234	148,685.10	150,000.00	1,800.00	1.21%
200,000	FirstBank Puerto Rico	1.450%	06/03/2019	99.7311	199,462.20	200,000.00	2,900.00	1.45%
150,000	Wells Fargo Bank NA	1.300%	09/30/2019	98.7567	148,135.05	150,000.00	1,950.00	1.32%
200,000	Morton Community Bank	1.500%	12/16/2019	99.4983	198,996.60	200,000.00	3,000.00	1.51%
150,000	First Financial Bank AR	1.450%	06/23/2020	98.9097	148,364.55	150,000.00	2,175.00	1.47%
50,000	Lakeside Bank	1.650%	07/13/2020	99.4271	49,713.55	50,000.00	825.00	1.66%
150,000	Comenity Capital Bank	1.350%	08/31/2020	98.1961	147,294.15	150,000.00	2,025.00	1.37%
150,000	Beneficial Bank Phil PA	1.350%	10/07/2020	98.1016	147,152.40	150,000.00	2,025.00	1.38%
200,000	American Express Centurion	1.795%	12/01/2020	99.3821	198,764.20	200,000.00	3,590.14	1.81%
195,000	JP MorganChase Bk Step Up 1	1.512%	12/30/2020	100.1133	195,220.94	195,000.00	2,949.04	1.51%
200,000	American City Bank TN	1.450%	03/30/2021	98.0460	196,092.00	200,000.00	2,900.00	1.48%
200,000	Capital One Bank USA NA	1.700%	09/28/2021	97.6560	195,312.00	200,000.00	3,400.00	1.74%
200,000	Mercantil Commercebank	2.050%	12/09/2021	99.8087	199,617.40	200,000.00	4,100.00	2.05%
200,000	State Bank India	2.100%	12/13/2021	100.0040	200,008.00	200,000.00	4,200.00	2.10%



July 01, 2017 To July 31, 2017

Account Name : Pioneer Career Tech Voc School Agcy

Account No : 5788

## Summary Of Investment Holdings

Quantity	Description			Unit Value	Market Value	Tax Cost	Estimated Ann Inc To Mkt	Yield
<i>Totals</i>					3,664,545.56	3,690,000.00	49,556.10	1.35%
<u>U.S. Govt Agy/Nonexempt State</u>								
100,000	FHLMC	1.000%	09/28/2018	99.7105	99,710.50	100,010.00	1,000.00	1.00%
100,000	FNMA	1.150%	08/23/2019	98.7851	98,785.10	99,985.00	1,150.00	1.16%
100,000	FNMA	1.300%	06/30/2020	98.9126	98,912.60	100,000.00	1,300.00	1.31%
<i>Totals</i>					297,408.20	299,995.00	3,450.00	1.16%
<i>Grand Total</i>					3,999,183.41	4,027,224.65	53,341.17	1.33%