BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

INVESTMENT REPORT · JULY 2026

The district earned over $88,000 from its investments in July to help fund our schools.

EARNED THIS MONTH	TOTAL INVESTED	RETURN RATE
$88,047.11	**$25,636,818.10**	**4.40%**
interest plus gains, both accounts	*as of the end of the month*	*main account, yearly rate*

THE SHORT VERSION

How much did we earn?

We earned $88,047 this month across all accounts from interest and profitable sales. This money goes into the general fund, helping pay for classroom supplies, teachers, and daily school operating costs.

Is the district's money safe?

We protect the district's money by keeping it in insured bank CDs, loans to the U.S. government, and loans to federal agencies. We never put funds into high-risk investments.

Can we get to the money when we need it?

Our money is scheduled to mature gradually over time. We also keep cash ready so the district can pay staff and bills on time without any delay.

Did we follow the board's rules?

We met all Board Policy 6144 rules this month. We kept investments safe, accessible, and properly timed.

WHERE THE MONEY STANDS

JULY 2026	MAIN ACCOUNT day-to-day money	CONSTRUCTION building projects
Interest earned	$64,001.32	$19,030.17
Gain or loss from selling investments	$5,015.62	$0.00
Total earned	**$69,016.94**	**$19,030.17**
Fees paid to manage the money	($1,857.62)	($150.77)
Kept by the district	**$67,159.32**	**$18,879.40**
Total invested at month end	$23,704,978.24	$1,931,839.86
Yearly rate we're earning	4.40%	3.66%
Average wait until money comes back	2.4 years	about 1 month

BUYING AND SELLING THIS MONTH

What we sold, and why — Main Account

We sold a U.S. Treasury note—a loan to the government—after holding it for 31 months, making a $5,015 gain. We moved those funds into two federal agency notes paying 4.25 percent interest instead of 3.125 percent. This swap locks in higher income for future school budgets.

CONFLICT OF INTEREST DISCLOSURE

Ohio law covers more than the companies the district buys from. It also covers where the district *invests*. Under R.C. 2921.42, a public official may not use their position to direct public funds into an investment they, a family member, or a business associate has an interest in. A narrow exception exists for someone who simply owns stock: they must own no more than five percent of the company and file a sworn statement with the district describing their relationship *before* the district invests. Filing after the fact does not fix it.

Nobody expects board members to memorize a list of banks. That is why the district publishes it twice a year. Read the names and see whether any connect to you.

WHERE THE DISTRICT HAS MONEY (51 INSTITUTIONS)

CERTIFICATES OF DEPOSIT · 41

1st Guaranty Bank of Hammond, LA · Ally Bank, UT · Amerant Bank NA, FL · American Express Nat'l Bank, UT · American Nat'l Bank of Minnesota, MN · Bank of America NA, NC · Beal Bank, NV · BMW Bank of North America, UT · BNY Mellon, NA · Capital Community Bank, UT · Celtic Bank, UT · Central B&T Co, KY · City National Bank, CA · Customers Bank, PA · First B&T Brookings, SD · First Bank of Berne, IN · First Bank of Richmond, IN · First Federal Bank, FL · First Merchants Bank NA, IN · Forbright Bank, MD · Guardian Bank, GA · MainStreet Bank, VA · Mauch Chunk Trust Co · Medallion Bank, UT · Morgan Stanley Bank, UT · Morgan Stanley Private Bank, NY · Nano Bank, CA · Optum Bank, UT · Popular Bank, NY · Sallie Mae Bank, UT · Security Bank, WI · Sunwest Bank, CA · Tennessee State Bank, TN · Texas Exchange Bank Crowley · Third Federal Savings & Loan, OH · Toyota Financial Savings Bank, NV · UBS Bank USA, UT · United Fidelity Bank FSB, IN · Univest Bank & Trust Co, PA · Valley National Bank, NJ · Wells Fargo Bank, SD

COMMERCIAL PAPER · 5

Bank of America · Citigroup · Mizuho Securities · MUFG Bank · Natixis NY

MONEY MARKET FUND · 1

First American Treasury Obligations Fund

U.S. GOVERNMENT AGENCY NOTE · 3

Federal Farm Credit Bank · Federal Home Ln Bank · Federal Natl Mtg Assoc

U.S. TREASURY NOTE · 1

U.S. Treasury

FIRMS THAT HANDLE THE DISTRICT'S INVESTMENTS

INVESTMENT ADVISER

RedTree Investment Group

CUSTODIAN OF DISTRICT SECURITIES

U.S. Bank

> **If a name looks familiar, tell the Treasurer's office.** You do not need to be certain, and raising it is not an accusation — most connections turn out to be fine. Worth mentioning: you or a family member works for one of these firms, sits on its board, owns a meaningful piece of it, or does business with it. "Family" here reaches spouses, parents, grandparents, children, grandchildren, siblings, stepchildren and stepparents, and anyone related by blood or marriage living in your household.

Provided for awareness; not legal advice. Specific situations should go to the Board's legal counsel, and the Ohio Ethics Commission issues written advisory opinions on request. Board members in districts under 12,000 students do not file annual financial disclosure

> *statements with the Commission, so this roster is the district's own check rather than a substitute for a state filing. The Treasurer, Superintendent, and Business Manager file regardless of district size.*

WHAT THESE WORDS MEAN

Interest

The regular payment an investment makes for lending out money, like a savings account pays.

Gain or loss from selling

The difference between what we paid and what we received when an investment is sold or comes due. Until we sell, nothing is real.

Yearly rate

What the district's investments earn per year, as a percentage.

Certificate of deposit (CD)

The same kind of CD available at a bank. The district uses insured CDs at banks across the country.

Treasury note

A loan to the United States government. Among the safest investments available.

Called

When the issuer pays an investment back early, which they are sometimes allowed to do.

Protect the Banner!