



City of Mansfield, Ohio

Finance Report as of June 30, 2025

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Executive Summary

This report provides an overview of the City of Mansfield's financial condition through the first half of the fiscal year, i.e. June 30, 2025. Included in this report are economic information influencing inflows and outflows, budgetary analyses for revenue and expenditures of major funds and income tax levies, and overall financial performance. The benchmark for financial comparisons is 50%, assuming proportional receipts and spending.

Revenue collections for the major funds (General, Safety, and Enterprise funds) are mixed. The General Fund revenue is at 55% of the estimate for the year, largely from the increase in interest income. Safety Fund revenue is performing slightly higher than estimated income for the year. Conversely, revenue in the Water Fund and Sewer Fund are both below estimates. The administration team are aware and are investigating the cause.

Expenditures for all these funds are tracking below the benchmark for this point in the year. As long as we continue this trend, we should end the year in a positive financial position, although we are not expecting the same ending fund balance levels as last year.

The annual audit is complete and has been submitted to the State of Ohio Auditor's Office. They will release it for publication in August.

As we enter the budget season, department heads have been made aware that the process will be different this year as we move closer to the implementation of new financial software. During this transition period, we will regress to budgeting via spreadsheets instead of the current financial system as many account structures have changed. The Finance Department is committed to ensuring that this function proceeds as painlessly as possible during the interim.

Favorable Budget Variances

All categories of income for the General Fund are performing slightly higher than the estimated level and the fund as a whole is at 55% of estimated revenue received. Additionally, revenue categories in the Safety Fund are all higher than estimated except for Lab fees, Parking fines and Permit fees.

Total expenditures in all departments of the major funds are below the benchmark for the budget at the mid-point of the year.

Unfavorable Budget Variances

While the revenue category for local taxes, which includes all real estate taxes and the various sources of income tax, is slightly higher than the estimate at 54% of the budget, the Business Income Tax category remains lower than the estimated level at 43% for this time of year. That affects all funds who rely on income taxes for their operations. Revenue for Lab, Parking, and Permits is lower than expected at 42% of the budget in the Safety Fund. Finally, Commercial Utility Charges in the Water Fund and Sewer Fund are at 42% and 39% of the estimated revenue respectively. This deficiency results in overall revenue collections being depressed by 3% in the Water Fund and 2% in the Sewer Fund.

While there are no unfavorable budget variances with regard to expenditures to report at this time, it is still worth noting that many departments have the majority of their budgeted categories obligated for the balance of the year, leaving little flexibility for unexpected expenses.

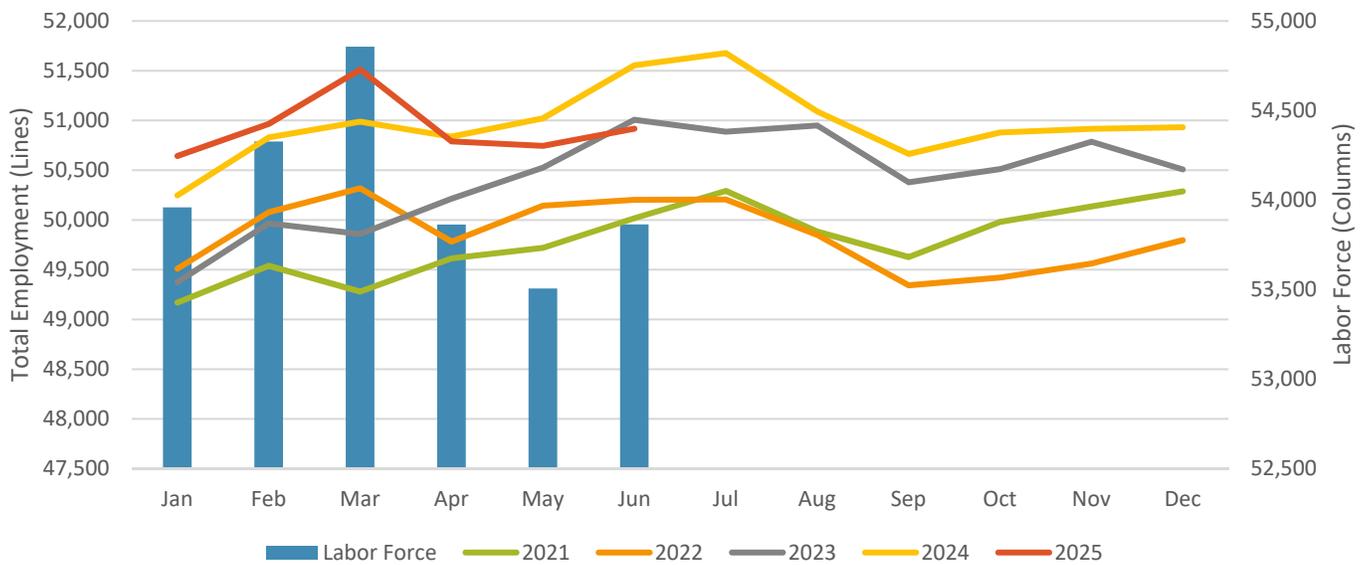
Economic Outlook

The major economic indicators are outlined below. They are used to gauge the overall health of the economy. These indicators are closely monitored as they can influence revenue collection levels and inform resource allocation decisions.

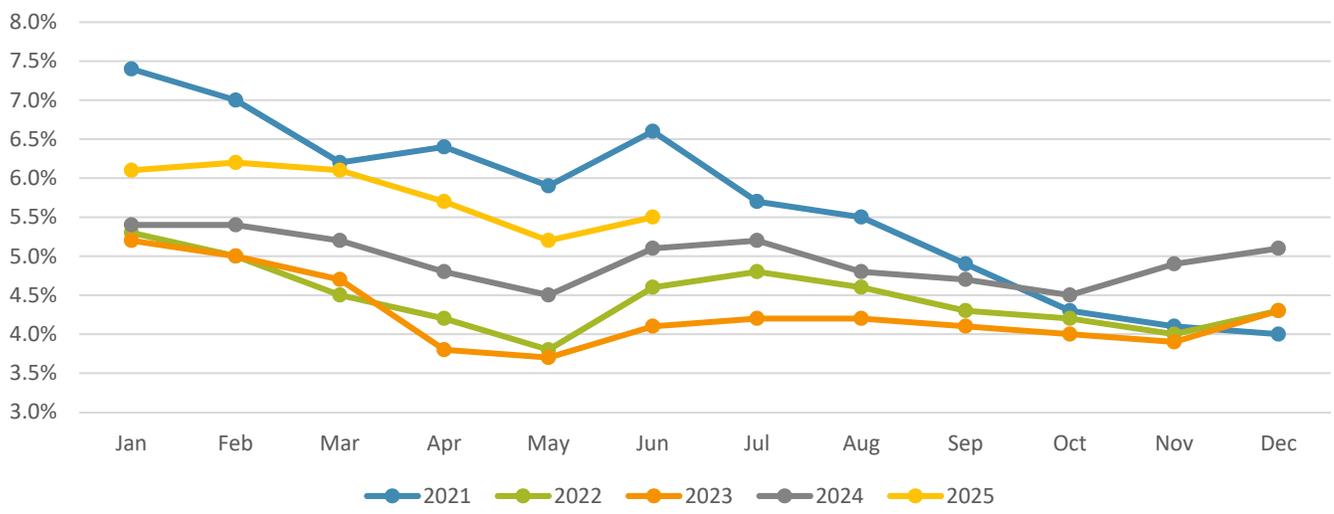
Local Employment

The total employment for the Mansfield Metropolitan Area for the first half of the year has been volatile, mirroring the ups and downs of the total labor force. Overall the labor force is decreasing and as the employment level begins to flatten, we are seeing a decrease in the unemployment rate. However, this rate is still higher than the previous three years. Employment data is derived from the Bureau of Labor Statistics for the charts in this section.

Comparison of 2025 Labor Force to Total Employment Historically

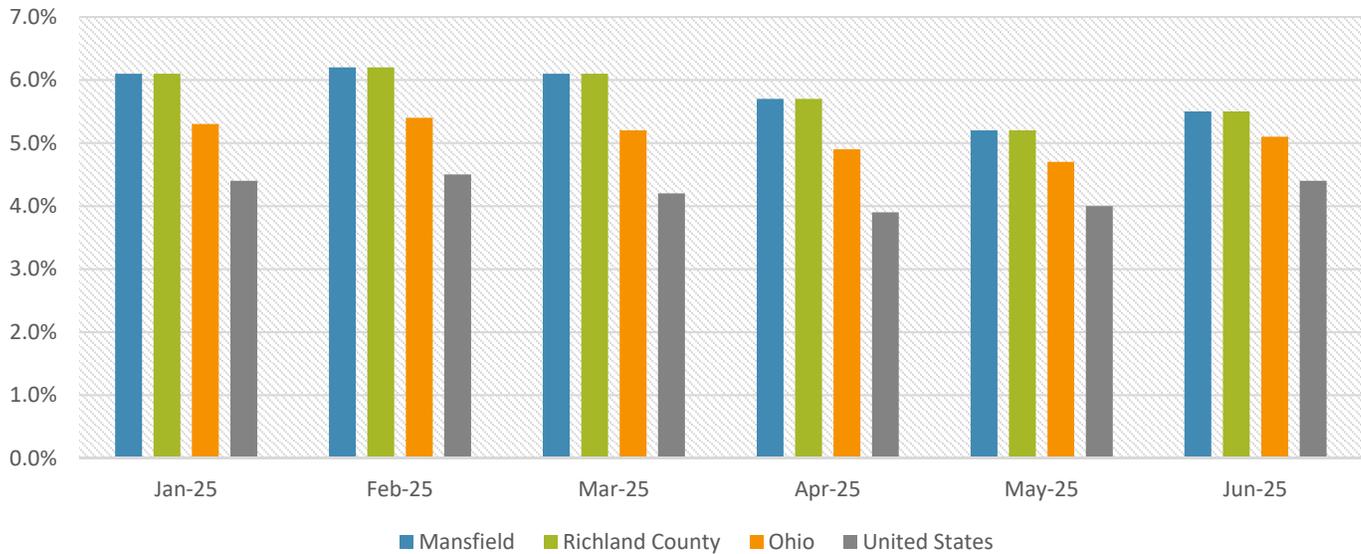


Mansfield Area Unemployment Rate



The chart below shows a comparison of unemployment rates as we move outward geographically.

2025 Unemployment Rates



State Considerations

The 136th General Assembly has been busy making decisions which will directly impact local municipalities. House Bill 96, the state’s \$90.5 billion biannual operating budget bill for fiscal years 2026-2027, was passed in its final version by both the House and Senate. Governor DeWine signed the bill after exercising veto power on 67 line items.

The vetoes that are pertinent to Mansfield involve property taxes and the County Budget Commission. The budget bill passed by the Legislature included language to eliminate replacement property tax levies and to allow County Budget Commissions to reduce millage that was passed through voter-passed property tax levies. The replacement property tax language was vetoed, as well as the provision on County Budget Commissions that related to reduced millage. The Governor stated, “The DeWine-Tressel Administration recognizes the great need for property tax reform in Ohio and will convene a working group that will include legislators, agency officials, school officials, community members, and property tax experts to ensure the critical topic is given the attention deserved.” That group is expected to complete its work by September 30. The Ohio House met on July 21 and voted 68-21 to override the line-item veto related to replacement tax levies. The overridden veto is now in the Ohio Senate; however, no date has been set for their vote. They did not act on the County Budget Commission veto of their expanded authority.

Another item of interest in House Bill 96 concerns the Local Government Fund, which was increased to 1.75% of the state’s general revenues from its current level of 1.6%. That will increase our General Fund revenue by roughly \$200,000 or less than 1% of the fund’s anticipated revenue. However, according to the Ohio Municipal League, since the budget implements a flat state income tax of 2.75% for income over \$26,000, this and other changes impacting the General Revenue Fund of the state, the Local Government Fund distributions are approximated to be \$800,000 lower in FY 26 and \$8 million lower in FY 27.

Language in the budget included a provision that requires 36% of all receipts from the adult-use marijuana excise tax to be permanently distributed to municipalities and townships that host dispensaries (same as current law), with the remaining 64% now credited to the General Revenue Fund. No appropriation mechanism for the

tax revenue collected to date was included, though, so there is no way to appropriate the funds already in place even though the taxes are being collated – meaning there is currently no guarantee the funding will be distributed to communities. The topic is expected to be taken up by the Legislature in the fall.

Senate Bill 118, legislation that makes changes related to how municipalities recover unpaid charges for utility services when renters leave a property, received a hearing with opponent testimony in the Senate Local Government Committee. This bill would switch the burden for payment from the property owner to the renter, forcing municipalities to focus collection efforts on a transient population. We are hopeful that it will not leave committee.

Federal Considerations

At the federal level, trade and tariff tensions continue to weigh on business and investment sentiment. Gross Domestic Product, or GDP, is expected to rebound in the second quarter from the tariff-induced decline of -0.5% in the first quarter.

May 2025 marked the 53rd consecutive month of job growth, the second-best streak since the 1960s. With this consistent job growth, average wages have been outpacing inflation for the past two years. However, the Federal Reserve and other economists expect unemployment to increase by the end of 2025.

The most recently released Consumer Price Index (CPI) indicated a year-over-year increase of 2.7%, which is higher than anticipated. Aggregate wage growth has surpassed inflation in recent years. Since 2001, wages have increased by an average of 2.9% annually, while the CPI has averaged about 2.5% per year. Inflation during the COVID-19 period contributed to a total cost increase of roughly 24% over the past five years. The Federal Reserve expects inflation to move higher later this year.

The Federal Reserve monitors both wage trends and inflation expectations when determining monetary policy. One reason for not reducing rates this year is that inflation has remained above the 2% target level set by the Fed. The Fed Funds futures market continually prices where market participants expect the Fed Funds rate to be heading. At the end of June, the futures market was showing about two and half 0.25% Fed cuts by the end of 2025, with the rate ending the year at approximately 3.7%, from its current 4.3%.

The “2025 State of the Cities” report recently published by the National League of Cities identified top priorities for localities in the country. Economic development was the most talked about topic of mayoral speeches as a priority, but infrastructure was the highest ranked in written surveys. The second priority according to the survey, but the least talked-about topic was budget and management.

Sound budgets and effective management are vital in facilitating city services, as they stabilize communities and advance progress. Municipal budgets face uncertainty as the conclusion of federal funding programs (ARPA and IIJA) grows closer. The federal government delivered critical revenue replacement funds to supplement municipal budgets and sustain local service provision throughout the COVID-19 pandemic; however, municipal leaders are bracing for impact. The report states that 69% of mayors responding to the survey indicate the end of ARPA in 2026 is likely to have a negative impact on both budgets and city management.

Additionally, municipalities are facing unique uncertainties associated with the changing federal administration. Given the current administration’s actions to reduce federal spending, local government’s ability to regularly access federal grant funding awarded to them remains uncertain. Thankfully, the National League of Cities is committed to advocating on behalf of cities and strengthening federal-local partnerships, specifically fighting to preserve funding, financing, tax credits and programs that support local governments.

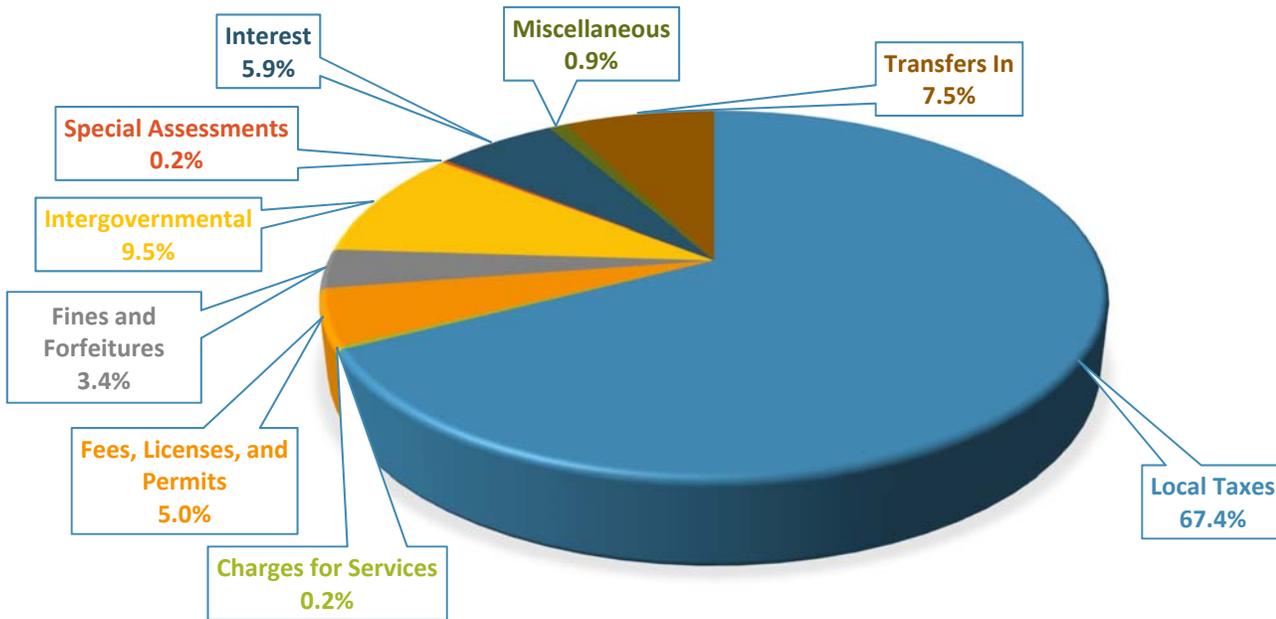
Major Fund Analysis

This report focuses on the budget performance of major funds like the General Fund, Safety Fund, and the enterprise funds, or business-activity funds, such as the Water, Sewer, and Airport Funds. These funds experience the most activity and are the most susceptible to fluctuations in revenue, especially income tax revenue.

General Fund

The pie chart below shows the revenue received in the General Fund through the first half of 2025 by category, with the individual labels and amounts included in the table.

GENERAL FUND REVENUE AS OF 6.30.25



Local Taxes	\$ 11,237,199	Charges for Services	\$ 39,924	Fees, Licenses and Permits	\$ 829,147
Fines and Forfeitures	\$ 572,556	Intergovernmental	\$ 1,591,777	Special Assessments	\$ 39,572
Interest	\$ 985,103	Miscellaneous	\$ 143,693	Transfers In	\$ 1,242,928

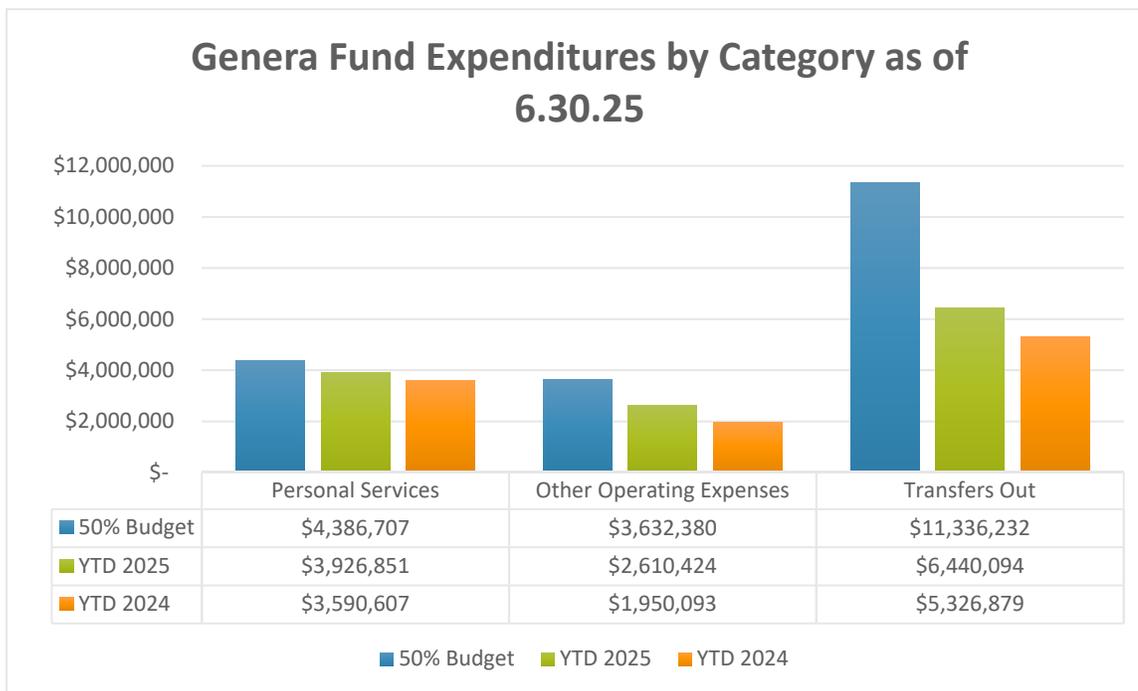
Over 2/3 of General Fund revenue is derived from local taxes. Income taxes make up just over \$10 million of that amount with real estate taxes amounting to just over \$1.2 million. By the end of the first half, the first payment of real estate taxes has been received. This payment is usually larger than the second payment, accounting for those who pay the full year as opposed to only half. At this point, real estate taxes are at 60% of the budgeted amount, yet they are still 5% below last year at this time. The income tax component of local taxes is the lion's share of General Fund revenue. For the first half of the year, income taxes are at 54% of the budget; however, they are 3% less than last year's level.

Intergovernmental revenue consists of pass-through funds from the state for cigarette and liquor licenses, local government share of state general revenue, and Richland County's share of Mansfield Municipal Court

compensation. This entire category of revenue sits at 58% of the budgeted amount and 10% higher than last year.

Interest income and fees, licenses, and permits make up a significant portion of General Fund revenue. Interest income at the end of June was at 68% of the budgeted amount and 42% higher than 2024 levels. This is attributable to our robust investment policy and the current economic climate. As rates continue their downward trend, we will see our investment portfolio decrease in yield as well. Fees, licenses, and permits are at 55% of the amount anticipated, yet they are 1% lower than last year's level.

Total General Fund expenditures, without consideration of encumbrances, are at 34% of the budgeted amount, but they are 19% higher than last year at this point. The chart below shows the expenses divided into categories to show personal services, other operating expenses and transfers out. Much of the transfers out also include resources for the personal services of other funds, rendering the categories misleading.



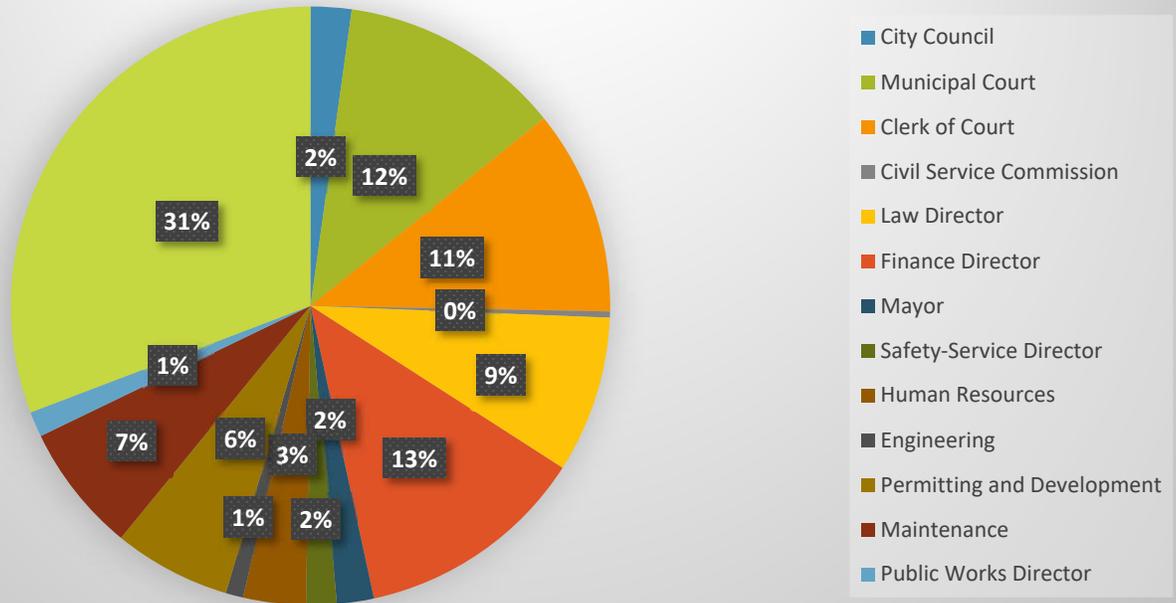
The City has spent 45% of the budget for personal services so far, representing a 9% increase over 2024 levels.

The greatest expense for the General Fund is transfers to other funds to support their activities. This category embodies 50% of the General Fund budget. By the end of the first half of the year, 28% of the anticipated

transfers have been made. This amount is 21% higher than those made by the end of the first half of 2024.

Other operating expenses includes contractual services, supplies, utilities, capital outlay, and income tax refunds allocated to the General Fund proportional to the income tax revenue received. In the other operating expenses category, the City has spent 36% of its budget. This amount is 21% higher than the same time period last year.

General Fund Expenditures by Department as of 6.30.25



DEPARTMENT	EXPENDITURES
City Council	\$ 144,118
Municipal Court	\$ 785,404
Clerk of Court	\$ 723,943
Civil Service Commission	\$ 21,902
Law Director	\$ 553,516
Finance director	\$ 817,814
Mayor	\$ 130,131
Safety-Service Director	\$ 107,505
Human Resources	\$ 221,189
Engineering	\$ 61,728
Permitting and Development	\$ 413,628
Maintenance	\$ 453,922
Public Works Director	\$ 89,075
Non-Departmental	\$ 2,013,399

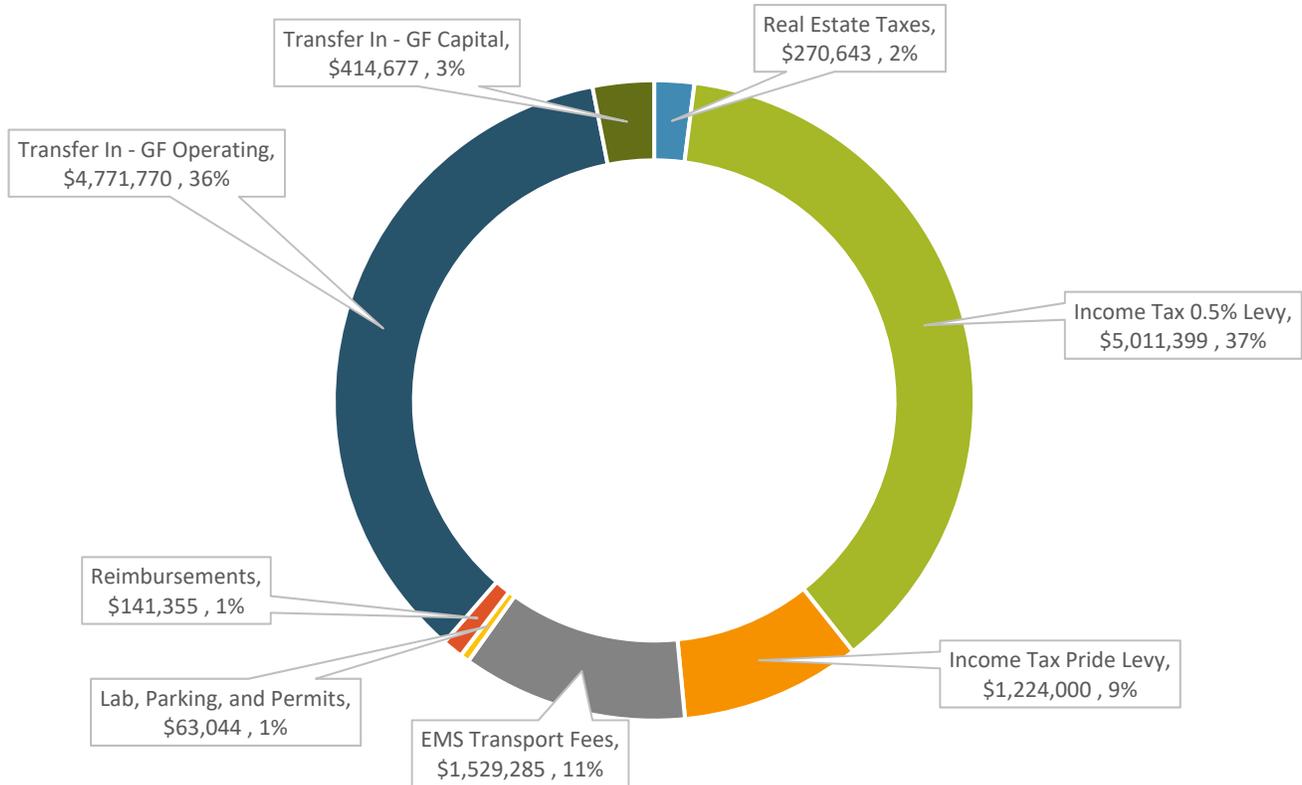
The pie graph above and the accompanying chart show the breakdown of General fund expenditures by department.

The transfers out to other funds are excluded. Non-Departmental expenses include such charges as unemployment, auditor/treasurer fees, indigent burials, utilities, waste removal, prisoner housing, support for Downtown Mansfield, Inc. and Destination Mansfield, income tax refunds, and real estate taxes.

All departments have exercised good stewardship over their budgets and are below the benchmark for the first half of the year.

Safety Services Fund

Safety Services Fund Revenue as of 6.30.25

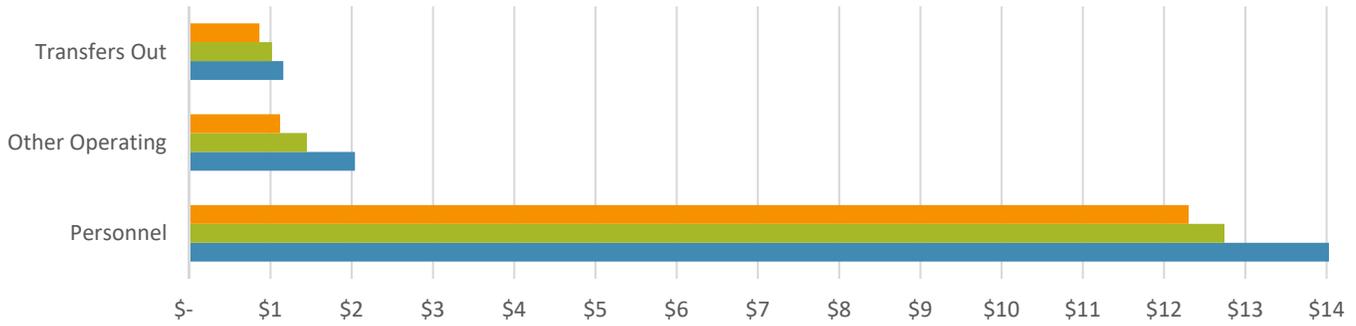


Revenue for the Safety Services Fund is depicted in the graph above. As of the midpoint of the year, real estate taxes have been received and are now included in the categories shown. The major sources of funding for the Safety Fund are derived from the voted tax levies, which make up 46% of the total revenue, and support from the General Fund, which supplies 39% of the revenue.

When compared to budgeted amounts, the income taxes are at 54% of the estimate, Emergency Medical Services Transport Fees are at 61% of the estimate, and real estate taxes are at 59% of the estimate. The transfer from General Fund for capital expenses is 100% of the budget. The other transfer from General Fund revenues is used to balance the Safety Fund as expenditures are made. So far 26% of the amount estimated for the year has been transferred.

Income taxes are down 3% from the same time period last year. Real estate taxes are down 4% from the same time last year; however, EMS transport fees are up 9% over 2024 levels. Assistance from the General Fund for operating expenses is up 14% over last year and the capital transfer is 38% higher than the 2024 level.

Safety Services Fund Expenditures as of 6.30.25 (in millions)



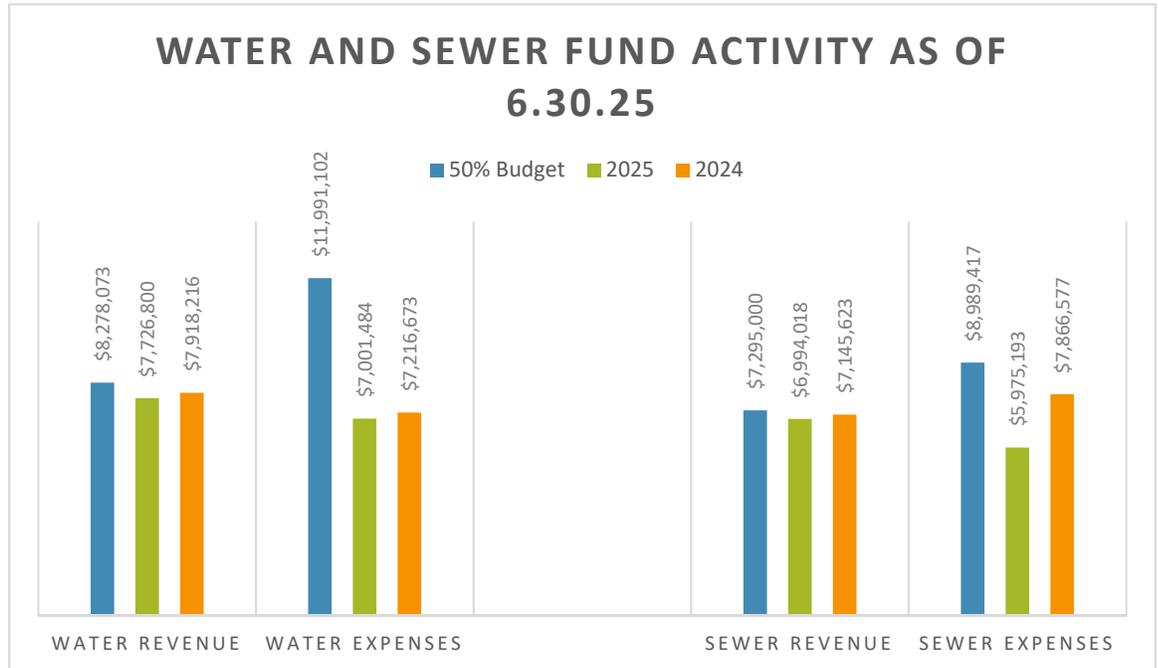
	Personnel	Other Operating	Transfers Out
2024	\$12,303,128	\$1,118,570	\$864,260
2025	\$12,743,189	\$1,449,374	\$1,019,473
50% Budget	\$14,350,780	\$2,040,105	\$1,159,042

2024 2025 50% Budget

Expenditures in the Safety Services Fund include necessary costs to run the Police, Fire, and the Public Safety Communications Center. They are divided into personnel (salaries and benefits), other operating expenses (supplies, contractual services, and capital outlay), and transfers out. The Safety Services Fund makes transfers to the Debt Service Fund, Fire Capital Equipment Fund, Separation Fund, and the internal service funds (Information Technology Fund, Repair Garage Fund and the Utility Collections Fund) for their share of the expenses incurred by these funds. Personnel costs amount to 84% of the whole budget and are 44% spent as of the midpoint of the year. When compared to 2024 levels, personnel costs are 4% higher. Other operating expenses are 36% of the budgeted amount and are 30% higher than last year at this time. Transfers out are coming in at 44% of the amount budgeted and 18% higher than 2024 levels.

Water Fund and Sewer Fund

Revenue for the Water Fund and Sewer Fund is showing cause for concern this year. Since rates are set to increase by 3% annually, we should anticipate a 3% increase in receipts and be able to comfortably budget for that growth. We did increase the revenue estimate for the Water Fund, but since the Sewer Fund had not experienced the



same growth, we maintained the same level as last year. As of the first half of this year, revenue for the Water and Sewer funds was at 47% and 48% of the budget respectively. When compared to 2024 levels, the Water Fund is down by 3% and the Sewer Fund is down 2%. The deficiency is observed in the commercial receipts category.

Expenditures for the Water Fund and Sewer Fund are both well below the benchmark at this point in the year, showing Water expenses at 29% of the budget and down by 3% from this time last year; Sewer expenses are at 33% of the budget and down 24% from this time in 2024.

Comparative Statements

The following section provides comparative statements for each of the levy-supported funds and the city's enterprise funds. These statements report activity using some GAAP (Generally Accepted Accounting Principles) reclassifications, whereas the previous graphs and statistics reflect cash basis accounting.

Actual revenue and expenditures are compared to the amended budget, which is the final budget passed by City Council with all the adjustments that have been made to date. The activity through the first half of 2025 is compared to the same time frame of 2024.

In the General Fund Comparative Statement, transfers out consists of financial support to other funds. Transfers in are included with Charges for services in the Revenue section.

In the Comparative Statements for the remaining funds, transfers out consists of monies moved to the Separation Fund, Debt Service Fund, and the Grant Fund to support those funds' obligations.

For all funds shown, any required transfers to the internal service funds, i.e. Information Technology Fund, Repair Garage Fund, Utility Collections Fund, and Property and Liability Insurance Fund, have been reclassified as Contractual services.

City of Mansfield, Ohio
General Fund Comparative Statement
For the Quarter Ended June 30, 2025

	Budget vs Actual				Q2 2025 vs Q2 2024		
	Budgeted Amounts		Q2 Actual	% Budget	Q2 2024	Difference	% YoY
	Original	Q2					
Revenues:							
Real Estate Taxes	\$ 2,027,000	\$ 2,027,000	\$ 1,216,787	60%	\$ 1,280,427	\$ (63,640)	-5%
Income Taxes	18,686,469	18,686,469	10,020,412	54%	10,296,000	(275,588)	-3%
Charges for services	2,605,853	2,605,853	1,282,852	49%	1,254,352	28,500	2%
Licenses, permits and fees	1,495,500	1,495,500	829,148	55%	836,176	(7,028)	-1%
Fines and forfeitures	985,000	985,000	572,556	58%	567,085	5,471	1%
Intergovernmental	2,734,000	2,734,000	1,591,777	58%	1,441,546	150,231	10%
Special assessments	40,000	40,000	39,572	99%	19,748	19,824	100%
Investment income	1,455,000	1,455,000	985,103	68%	695,536	289,567	42%
Other	72,000	72,000	143,693	200%	115,432	28,261	24%
Total revenues	30,100,822	30,100,822	16,681,900	55%	16,506,302	175,598	1%
Expenditures:							
Personal services	5,741,302	5,741,302	2,642,734	46%	2,420,552	222,182	9%
Employee benefits	2,973,162	2,973,162	1,284,117	43%	1,170,055	114,062	10%
Contractual services	5,728,878	6,250,965	2,352,683	38%	1,611,466	741,217	46%
Supplies and materials	246,975	269,882	84,318	31%	112,119	(27,801)	-25%
Utilities	171,150	214,030	113,792	53%	69,709	44,083	63%
Capital outlay	359,900	372,201	25,904	7%	78,402	(52,498)	-67%
Other charges	831,706	840,362	355,261	42%	304,004	51,257	17%
Total expenditures	16,053,073	16,661,904	6,858,809	41%	5,766,307	1,092,502	19%
Excess of revenues over expenditures	14,047,749	13,438,918	9,823,091		10,739,995	(916,904)	
Other financing uses:							
Transfers out	(22,048,733)	(22,048,733)	(6,118,559)	28%	(5,101,272)	(1,017,287)	20%
Net change in fund balance	(8,000,984)	(8,609,815)	3,704,532		5,638,723	(1,934,191)	
Fund balance January 1	9,061,182	9,061,182	9,061,182		9,186,891	(125,709)	
Prior year encumbrances/payables	(893,970)	(38,065)	-		-	-	
Current year encumbrances/payables	-	-	(2,876,053)		(3,510,920)	634,867	
Changes in accounts receivable/payable	-	-	901		2,244	(1,343)	
Fund balance June 30	\$ 166,228	\$ 413,302	\$ 9,890,562		\$ 11,316,938	\$ (1,426,376)	

City of Mansfield, Ohio
Safety Services Fund Comparative Statement
For the Quarter Ended June 30, 2025

	Budget vs Actual				Q2 2025 vs Q2 2024		
	Budgeted Amounts		Q2 Actual	% Budget	Q2 2024	Difference	% YoY
	Original	Q2					
Revenues:							
Real Estate Taxes	\$ 405,000	\$ 405,000	\$ 243,517	60%	\$ 256,258	\$ (12,741)	-5%
Income Taxes	11,603,523	11,603,523	6,235,400	54%	6,403,972	(168,572)	-3%
Charges for services	2,540,000	2,540,000	1,543,531	61%	1,419,452	124,079	9%
Licenses, permits and fees	89,500	89,500	34,873	39%	41,708	(6,835)	-16%
Fines and forfeitures	22,000	22,000	13,925	63%	21,655	(7,730)	-36%
Intergovernmental	50,000	50,000	27,126	54%	27,116	10	0%
Other	115,000	146,956	141,355	96%	109,947	31,408	29%
Total revenues	14,825,023	14,856,979	8,239,727	55%	8,280,108	(40,381)	0%
Expenditures:							
Personal services	17,927,857	17,927,857	8,151,070	45%	7,978,642	172,428	2%
Employee benefits	10,754,402	10,773,703	4,592,120	43%	4,324,486	267,634	6%
Contractual services	2,211,702	2,435,734	767,266	32%	685,401	81,865	12%
Supplies and materials	463,400	519,208	213,053	41%	197,328	15,725	8%
Utilities	82,500	98,138	39,803	41%	30,073	9,730	32%
Capital outlay	4,146,777	1,608,125	615,007	38%	299,526	315,481	105%
Other charges	339,413	339,413	147,801	44%	139,476	8,325	6%
Debt service	213,697	213,697	49,521	23%	217,764	(168,243)	-77%
Total expenditures	32,407,648	33,915,875	14,575,641	43%	13,872,696	702,945	5%
Deficiency of revenues under expenditures	(17,582,625)	(19,058,896)	(6,335,914)		(5,592,588)	(743,326)	
Other financing sources (uses):							
Transfers in	18,777,884	18,777,884	5,186,447	28%	4,488,197	698,250	16%
Transfers out	(1,195,259)	(1,195,259)	(636,395)	53%	(413,261)	(413,260)	100%
Total other financing sources (uses)	17,582,625	17,582,625	4,550,052	26%	4,074,936	284,990	7%
Net change in fund balance	-	(1,476,271)	(1,785,862)		(1,517,652)	(458,336)	
Fund balance January 1	1,796,085	1,796,085	1,796,085		1,504,857	291,228	
Prior year encumbrances/payables	(1,795,960)	(157,353)	-		-	-	
Current year encumbrances/payables	-	-	(1,677,233)		(2,500,115)	822,882	
Changes in accounts receivable/payable	-	-	(10,098)		12,920	(23,018)	
Fund balance June 30	\$ 125	\$ 162,461	\$ (1,677,108)		\$ (2,499,990)	\$ 632,756	

City of Mansfield, Ohio
Parks & Recreation Fund Comparative Statement
For the Quarter Ended June 30, 2025

	Budget vs Actual				Q2 2025 vs Q2 2024		
	Budgeted Amounts		Q2 Actual	% Budget	Q2 2024	Difference	% YoY
	Original	Q2					
Revenues:							
Income Taxes	\$ 1,027,559	\$ 1,027,559	\$ 551,208	54%	\$ 566,200	\$ (14,992)	-3%
Charges for services	8,000	8,000	5,920	74%	5,860	60	1%
Licenses, permits and fees	-	-	-	0%	1,200	(1,200)	-100%
Other	30,000	31,500	107,828	342%	12,785	95,043	743%
Total revenues	1,065,559	1,067,059	664,956	62%	586,045	78,911	13%
Expenditures:							
Personal services	433,958	433,958	165,692	38%	183,812	(18,120)	-10%
Employee benefits	338,420	338,420	128,050	38%	129,001	(951)	-1%
Contractual services	236,424	295,103	151,608	51%	204,768	(53,160)	-26%
Supplies and materials	35,750	69,154	22,045	32%	23,789	(1,744)	-7%
Utilities	33,000	35,517	12,498	35%	14,235	(1,737)	-12%
Capital outlay	171,320	216,876	84,066	39%	311,155	(227,089)	-73%
Other charges	36,465	36,465	15,648	43%	13,873	1,775	13%
Total expenditures	1,285,337	1,425,493	579,607	41%	880,633	(301,026)	-34%
Excess (deficiency) of revenues over (under) expenditures	(219,778)	(358,434)	85,349		(294,588)	379,937	
Other financing sources (uses):							
Transfers in	-	-	-	0%	100,000	(100,000)	0%
Transfers out	(11,538)	(11,538)	(11,538)	100%	(7,505)	(4,033)	54%
Total other financing sources (uses)	(11,538)	(11,538)	(11,538)	100%	92,495	(104,033)	-112%
Net change in fund balance	(231,316)	(369,972)	73,811		(202,093)	275,904	
Fund balance January 1	395,491	395,491	395,491		613,975	(218,484)	
Prior year encumbrances/ payables	(106,882)	(2,442)	-		-	-	
Current year encumbrances/ payables	-	-	(213,301)		(230,037)	16,736	
Changes in accounts receivable/ payable	-	-	1,122		751	371	
Fund balance June 30	\$ 57,293	\$ 23,077	\$ 257,123		\$ 182,596	\$ 74,527	

City of Mansfield, Ohio
Street Lighting Fund Comparative Statement
For the Quarter Ended June 30, 2025

	Budget vs Actual				Q2 2025 vs Q2 2024		
	Budgeted Amounts		Q2 Actual	% Budget	Q2 2024	Difference	% YoY
	Original	Q2					
Revenues:							
Income Taxes	\$ 373,811	\$ 373,811	\$ 200,451	54%	\$ 205,891	\$ (5,440)	-3%
Expenditures:							
Contractual services	15,000	27,000	9,860	37%	628	9,232	1470%
Utilities	610,000	640,046	273,157	43%	286,863	(13,706)	-5%
Capital outlay	3,000	3,000	-	0%	-	-	0%
Other charges	13,083	13,083	5,654	43%	7,935	(2,281)	-29%
Total expenditures	641,083	683,129	288,671	42%	295,426	(6,755)	-2%
Deficiency of revenues under expenditures	(267,272)	(309,318)	(88,220)		(89,535)	1,315	
Other financing sources:							
Transfers in	267,272	267,272	46,453	17%	35,225	11,228	32%
Net change in fund balance	-	(42,046)	(41,767)		(54,310)	12,543	
Fund balance January 1	41,767	41,767	41,767		51,310	(9,543)	
Prior year encumbrances/ payables	(41,767)	-	-		-	-	
Current year encumbrances/ payables	-	-	(298,751)		(303,461)	4,710	
Fund balance June 30	\$ -	\$ (279)	\$ (298,751)		\$ (306,461)	\$ 7,710	

City of Mansfield, Ohio
Demolition Fund Comparative Statement
For the Quarter Ended June 30, 2025

	Budget vs Actual				Q2 2025 vs Q2 2024		
	Budgeted Amounts		Q2 Actual	% Budget	Q2 2024	Difference	% YoY
	Original	Q2					
Revenues:							
Income Taxes	\$ 934,160	\$ 934,160	\$ 501,922	54%	\$ 514,728	\$ (12,806)	-2%
Expenditures:							
Personal services	61,710	61,710	11,679	19%	22,009	(10,330)	-47%
Employee benefits	40,347	40,347	7,847	19%	14,715	(6,868)	-47%
Contractual services	2,108,236	2,301,744	130,851	6%	889,243	(758,392)	-85%
Supplies and materials	2,000	2,000	-	0%	-	-	0%
Other charges	32,696	32,696	14,135	43%	12,339	1,796	15%
Total expenditures	2,244,989	2,438,497	164,512	7%	938,306	(773,794)	-82%
Net change in fund balance	(1,310,829)	(1,504,337)	337,410		(423,578)	760,988	
Fund balance January 1	1,516,317	1,516,317	1,516,317		2,259,702	(743,385)	
Prior year encumbrances/payables	(203,298)	-	-		-	-	
Current year encumbrances/payables	-	-	(374,961)		(833,944)	458,983	
Fund balance June 30	\$ 2,190	\$ 11,980	\$ 1,478,766		\$ 1,002,180	\$ 476,586	

City of Mansfield, Ohio
Street Resurfacing Fund Comparative Statement
For the Quarter Ended June 30, 2025

	Budget vs Actual				Q2 2025 vs Q2 2024		
	Budgeted Amounts		Q2 Actual	% Budget	Q2 2024	Difference	% YoY
	Original	Q2					
Revenues:							
Income Taxes	\$ 4,671,619	\$ 4,671,619	\$ 2,505,699	54%	\$ 2,574,001	\$ (68,302)	-3%
Expenditures:							
Contractual services	6,299,500	6,362,521	2,357,243	37%	2,230,197	127,046	6%
Supplies and materials	26,000	26,000	3,068	12%	3,119	(51)	-2%
Other charges	163,507	163,507	70,674	43%	61,696	8,978	15%
Total expenditures	6,489,007	6,552,028	2,430,985	37%	2,295,012	135,973	6%
Net change in fund balance	(1,817,388)	(1,880,409)	74,714		278,989	(204,275)	
Fund balance January 1	2,310,538	2,310,538	2,310,538		1,686,982	623,556	
Prior year encumbrances/ payables	(71,839)	-	-		-	-	
Current year encumbrances/ payables	-	-	(3,296,119)		(1,903,085)	(1,393,034)	
Fund balance June 30	\$ 421,311	\$ 430,129	\$ (910,867)		\$ 62,886	\$ (973,753)	

City of Mansfield, Ohio
Water Main Replacement Fund Comparative Statement
For the Quarter Ended June 30, 2025

	Budget vs Actual				Q2 2025 vs Q2 2024		
	Budgeted Amounts		Q2 Actual	% Budget	Q2 2024	Difference	% YoY
	Original	Q2					
Revenues:							
Income Taxes	\$ 3,310,216	\$ 3,310,216	\$ 1,889,331	57%	\$ -	\$ 1,889,331	0%
Expenditures:							
Contractual services	1,500	1,500	-	0%	-	-	0%
Capital outlay	3,192,858	3,192,858	-	0%	-	-	0%
Other charges	115,858	115,858	-	0%	-	-	0%
Total expenditures	3,310,216	3,310,216	-	0%	-	-	0%
Net change in fund balance	-	-	1,889,331		-	1,889,331	
Fund balance January 1	-	-	-		-	-	
Current year encumbrances/payables	-	-	(3,192,858)		-	(3,192,858)	
Fund balance June 30	\$ -	\$ -	\$ (1,303,527)		\$ -	\$ (1,303,527)	

City of Mansfield, Ohio
Water Fund Comparative Statement
For the Quarter Ended June 30, 2025

	Budget vs Actual				Q2 2025 vs Q2 2024		
	Budgeted Amounts		Q2 Actual	% Budget	Q2 2024	Difference	% YoY
	Original	Q2 Amended					
Revenues:							
Charges for services	\$ 16,474,900	\$ 16,474,900	\$ 7,682,822	47%	\$ 7,915,284	\$ (232,462)	-3%
Intergovernmental	-	-	12,500	0%	-	12,500	0%
Other	81,245	81,245	31,478	0%	2,932	28,546	974%
Total revenues	16,556,145	16,556,145	7,726,800	47%	7,918,216	(191,416)	-2%
Expenses:							
Personal services	3,311,941	3,311,941	1,298,642	39%	1,245,983	52,659	4%
Employee benefits	1,946,173	1,947,084	725,470	37%	661,579	63,891	10%
Contractual services	5,204,577	6,123,390	1,964,556	32%	1,534,218	430,338	28%
Supplies and materials	2,043,570	2,287,861	1,053,975	46%	730,887	323,088	44%
Utilities	680,000	795,494	397,773	50%	294,241	103,532	35%
Capital outlay	3,682,071	7,091,147	827,100	12%	466,302	360,798	77%
Other charges	99,000	99,000	18,867	19%	12,866	6,001	47%
Debt service	2,245,162	2,245,162	633,977	28%	2,221,860	(1,587,883)	-71%
Total expenses	19,212,494	23,901,079	6,920,360	29%	7,167,936	(247,576)	-3%
Excess (deficiency) of revenues over (under)	(2,656,349)	(7,344,934)	806,440		750,280	56,160	
Other financing uses:							
Transfers out	(81,124)	(81,124)	(81,124)	100%	(48,736)	(32,388)	66%
Net change in fund equity	(2,737,473)	(7,426,058)	725,316		701,544	23,772	
Fund equity January 1	8,994,554	8,994,554	8,994,554		5,963,204	3,031,350	
Prior year encumbrances/ payables	(5,174,014)	(17,665)	-		-	-	
Current year encumbrances/ payables	-	-	(8,558,370)		(3,584,362)	(4,974,008)	
Changes in accounts receivable/ payable	-	-	77,109		65,533	11,576	
Fund equity June 30	\$ 1,083,067	\$ 1,550,831	\$ 1,238,609		\$ 3,145,919	\$ (1,907,310)	

City of Mansfield, Ohio
Sewer Fund Comparative Statement
For the Quarter Ended June 30, 2025

	Budget vs Actual				Q2 2025 vs Q2 2024		
	Budgeted Amounts		Q2 Actual	% Budget	Q2 2024	Difference	% YoY
	Original	Q2 Amended					
Revenues:							
Charges for services	\$ 14,590,000	\$ 14,590,000	\$ 6,984,946	48%	\$ 7,145,180	\$ (160,234)	-2%
Other	-	-	9,072	0%	443	8,629	1948%
Total revenues	14,590,000	14,590,000	6,994,018	48%	7,145,623	(151,605)	-2%
Expenses:							
Personal services	2,990,251	2,990,251	1,113,516	37%	1,207,783	(94,267)	-8%
Employee benefits	1,792,949	1,792,949	656,582	37%	653,704	2,878	0%
Contractual services	5,520,942	6,492,523	2,289,364	35%	2,397,964	(108,600)	-5%
Supplies and materials	1,078,625	1,191,226	470,483	39%	501,035	(30,552)	-6%
Utilities	720,000	744,457	352,997	47%	299,082	53,915	18%
Capital outlay	2,410,000	2,786,480	687,783	25%	944,015	(256,232)	-27%
Other charges	45,500	53,000	14,984	28%	28,825	(13,841)	-48%
Debt service	1,850,942	1,850,942	312,479	17%	1,789,509	(1,477,030)	-83%
Total expenses	16,409,209	17,901,828	5,898,188	33%	7,821,917	(1,923,729)	-25%
Deficiency of revenues under expenses	(1,819,209)	(3,311,828)	1,095,830		(676,294)	1,772,124	
Other financing uses:							
Transfers out	(77,006)	(77,006)	(77,006)	100%	(44,660)	(32,346)	72%
Net change in fund equity	(1,896,215)	(3,388,834)	1,018,824		(720,954)	1,739,778	
Fund equity January 1	5,180,258	5,180,258	5,180,258		6,707,290	(1,527,032)	
Prior year encumbrances/payables	(2,013,579)	(10,546)	-		-	-	
Current year encumbrances/payables	-	-	(3,124,531)		(5,238,352)	2,113,821	
Changes in accounts receivable/payable	-	-	8,785		9,140	(355)	
Fund equity June 30	\$ 1,270,464	\$ 1,780,878	\$ 3,083,336		\$ 757,124	\$ 2,326,212	

City of Mansfield, Ohio
Airport Fund Comparative Statement
For the Quarter Ended June 30, 2025

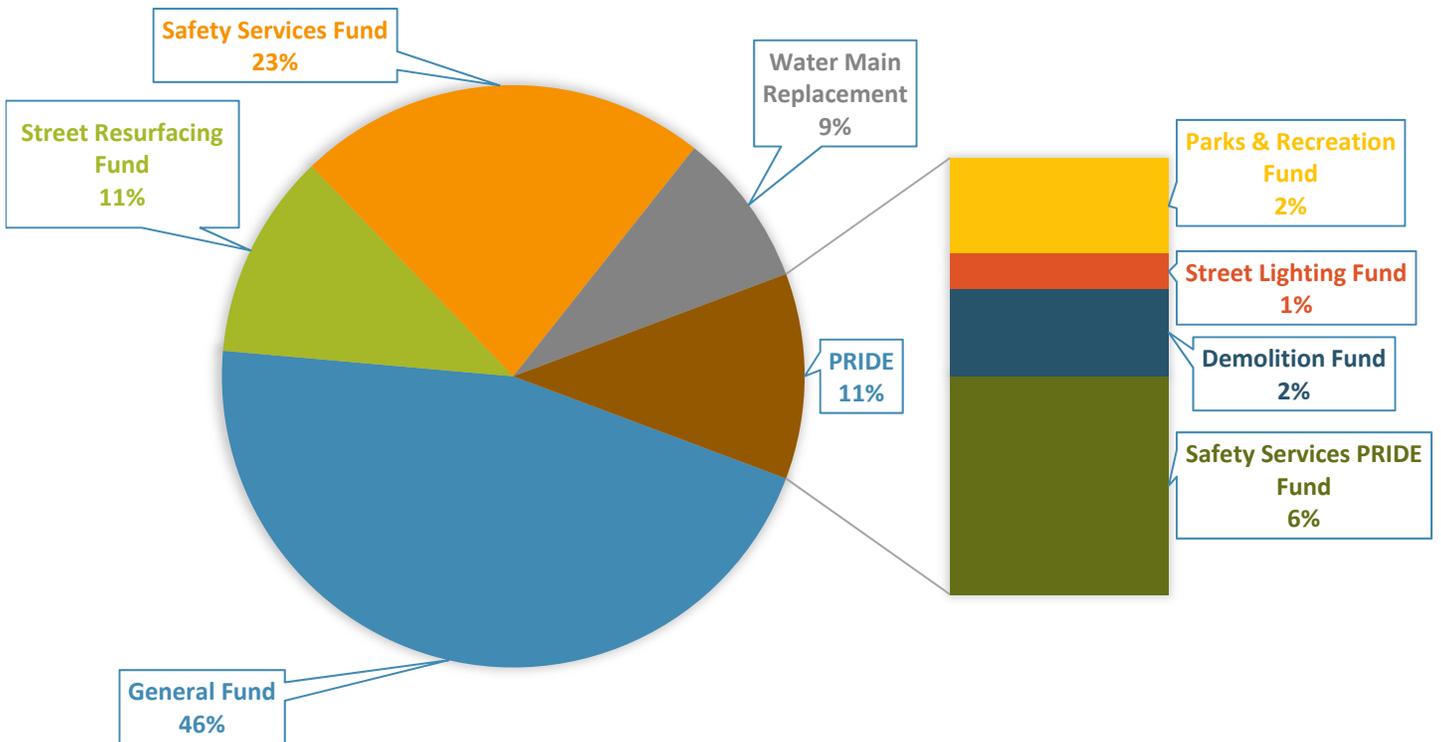
	Budget vs Actual				Q2 2025 vs Q2 2024		
	Budgeted Amounts		Q2 Actual	% Budget	Q2 2024	Difference	% YoY
	Original	Q2					
Revenues:							
Charges for services	\$ 158,950	\$ 158,950	\$ 44,552	28%	\$ 35,156	\$ 9,396	27%
Other	100	100	2,600	2600%	240	2,360	983%
Total revenues	159,050	159,050	47,152	30%	35,396	11,756	33%
Expenses:							
Personal services	330,852	330,852	152,031	46%	142,213	9,818	7%
Employee benefits	202,954	202,954	89,543	44%	83,385	6,158	7%
Contractual services	458,441	497,669	154,838	31%	134,376	20,462	15%
Supplies and materials	107,700	115,543	39,081	34%	36,936	2,145	6%
Utilities	57,000	57,000	31,325	55%	20,263	11,062	55%
Capital outlay	15,000	15,000	-	0%	168,945	(168,945)	-100%
Other charges	5,600	5,600	2,677	48%	-	2,677	0%
Debt service	127,990	127,990	-	0%	-	-	0%
Total expenses	1,305,537	1,352,608	469,495	35%	586,118	(116,623)	-20%
Deficiency of revenues under expenses	(1,146,487)	(1,193,558)	(422,343)		(550,722)	128,379	
Other financing sources (uses):							
Sale of Assets	-	-	-	0%	69,970	(69,970)	-100%
Transfers in	1,975,082	1,975,082	257,503	13%	153,858	103,645	67%
Transfers out	(828,595)	(828,595)	(8,595)	1%	(2,498)	(6,097)	244%
Total other financing sources (uses)	1,146,487	1,146,487	248,908	22%	221,330	27,578	12%
Net change in fund equity	-	(47,071)	(173,435)		(329,392)	155,957	
Fund equity January 1	96,042	96,042	96,042		318,261	(222,219)	
Prior year encumbrances/ payables	(95,992)	(2,176)	-		-	-	
Current year encumbrances/ payables	-	-	(282,405)		(394,138)	111,733	
Changes in accounts receivable/ payable	-	-	77,443		11,181	66,262	
Fund balance June 30	\$ 50	\$ 46,795	\$ (282,355)		\$ (394,088)	\$ 111,733	

Income Tax Revenue

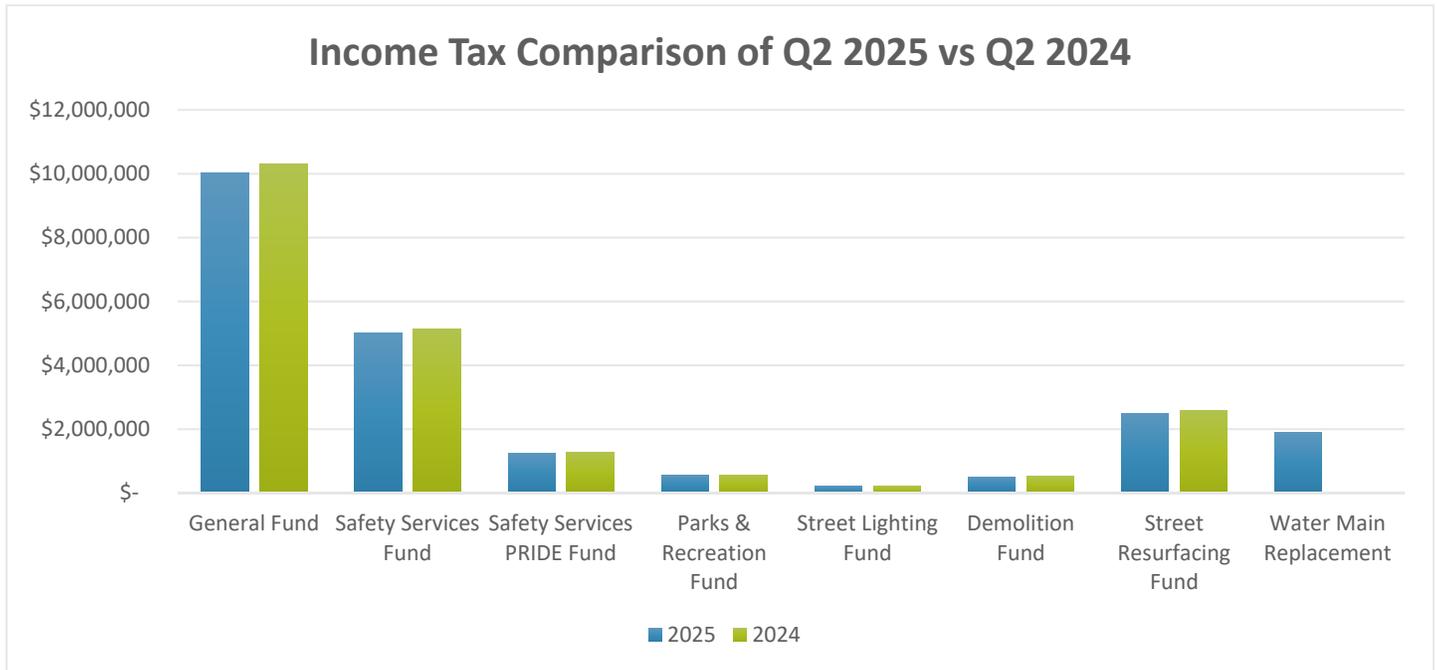
Mansfield's local income tax rate is currently 2.25% of all income earned while living or working in the municipality. The first 1% of income tax is a permanent levy deposited in the General Fund. An additional 0.25% levy was passed by voters and assigned to the Street Resurfacing Fund. That levy was recently renewed in May for another four years. The Safety Services Fund receives a voted levy of 0.5% and it's scheduled to expire on December 31, 2027. The 0.25% PRIDE levy was also renewed in May for another four years. That tax is distributed to: Parks and Recreation Fund (22%), Street Lighting Fund (8%), Demolition Fund (20%), and the Safety Services Fund (50%). In 2024 voters approved a 0.25% levy specifically for the replacement of aging water lines in the city. It will expire in four years. This is the first year of collections for this new tax and due to the timing of those collections, we do not expect to receive a full year of revenue until 2026.

As of June 30, 2025, the City has collected \$21,933,128 in total income tax revenue.

INCOME TAX REVENUE AS OF 6.30.25



The comparison of 2025 receipts to 2024 at this point in time is shown below. Total collections without regard to the water main tax are 3% less than last year's collections.

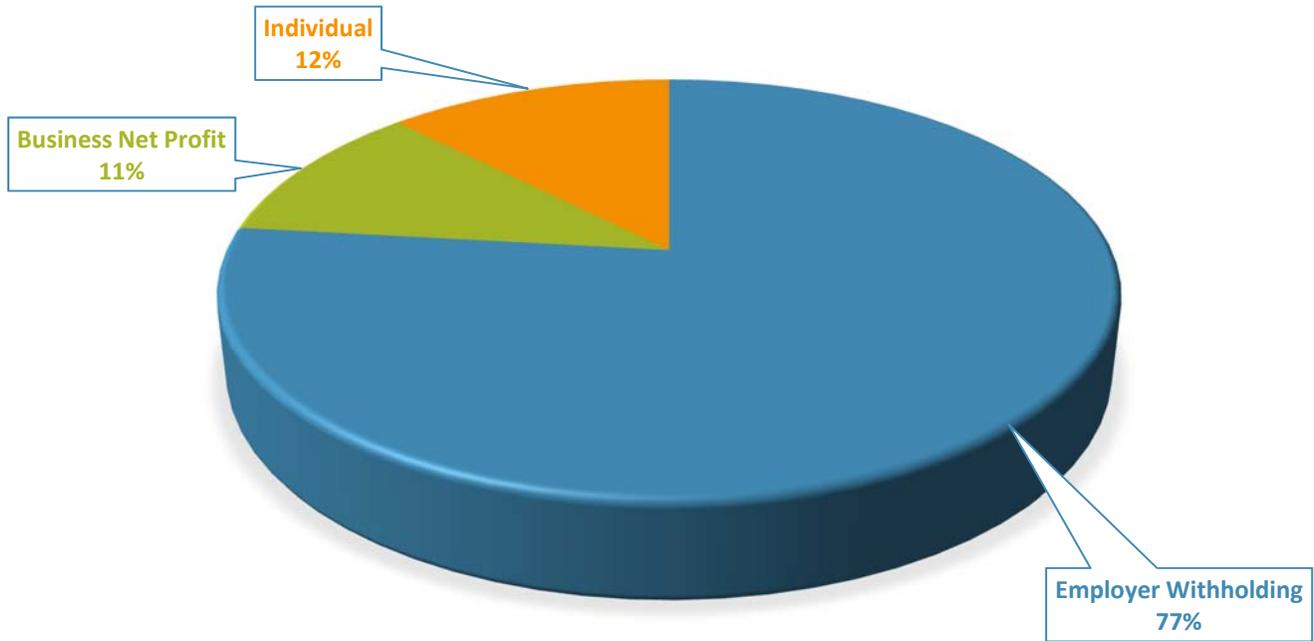


Income Tax Revenue Comparison by Fund 2025 vs. 2024

Fund	2025 as of 6.30.25	2024 as of 6.30.24	Increase/(Decrease)
General Fund	\$ 10,020,412	\$ 10,296,000	\$ (275,588)
Safety Services Fund	\$ 5,011,399	\$ 5,148,001	\$ (136,602)
Safety Services PRIDE Fund	\$ 1,252,706	\$ 1,286,819	\$ (34,113)
Parks & Recreation Fund	\$ 551,208	\$ 566,200	\$ (14,992)
Street Lighting Fund	\$ 200,451	\$ 205,891	\$ (5,440)
Demolition Fund	\$ 501,922	\$ 514,728	\$ (12,806)
Street Resurfacing Fund	\$ 2,505,699	\$ 2,574,001	\$ (68,302)
Water Main Replacement	\$ 1,889,331		
TOTAL	\$ 21,933,128	\$ 20,591,641	\$ (547,843)

The numbers shown above represent gross collections. Income tax refunds are reported as expenses and apportioned to the funds receiving the tax revenue. Total refunds for the first half of 2024 are \$565,390. This is 40% of what was budgeted and 15% more than last year.

INCOME TAX COLLECTIONS BY CATEGORY AS OF 6.30.25



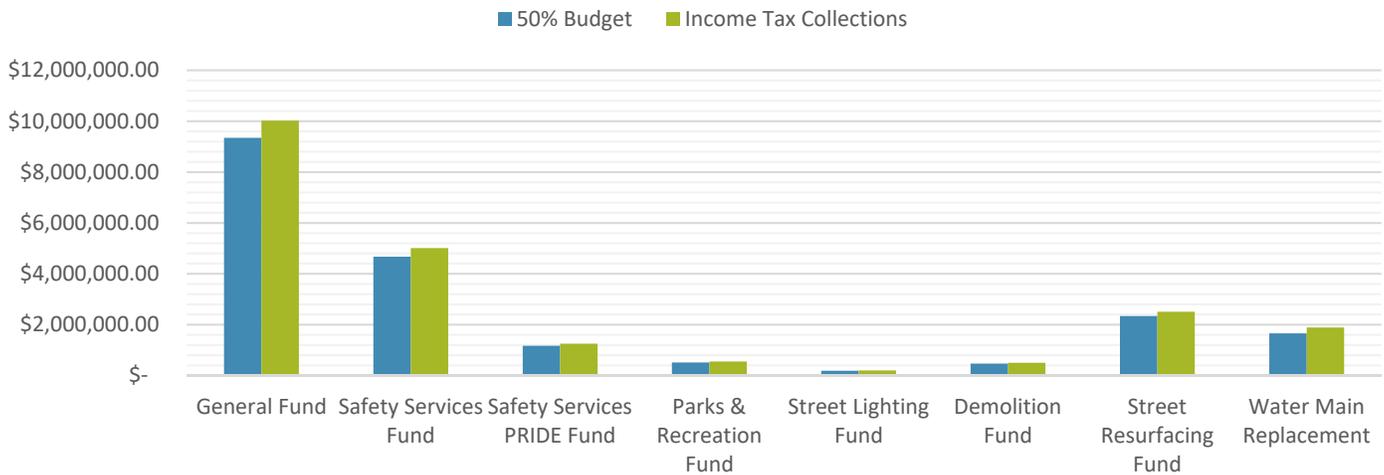
While the pie graph above shows current collections by category, the chart below compares the collections within these categories to the same time period last year. The increase in withholding and individual levels is largely due to the new water main tax. The business net profit decrease is an ongoing result of the change in state statute, which went into effect for tax year 2023 that now allows businesses to carry forward losses without the restrictions we once had in place that acted as a throttle to slow the hit we took at a local level.

Income Tax Revenue Comparison by Type for 2025 vs 2024

	Collections as of 6.30.25	Collections as of 6.30.24	Increase/(Decrease)
Employer Withholding	\$ 16,841,880	\$ 14,937,611	\$ 1,904,270
Business Net Profit	\$ 2,392,914	\$ 3,174,053	\$ (781,140)
Individual	\$ 2,698,334	\$ 2,479,977	\$ 218,358
TOTAL	\$ 21,933,128	\$ 20,591,641	\$ 1,341,488

The following charts compare the income tax receipts for the second quarter to the budgeted levels. While collections without regard to the new water main tax are slightly less than last year’s level, they are slightly above the expected amounts for this point in the year.

Estimated Income Tax vs Actual Collections as of 6.30.25



Estimated Income Tax Revenue vs Actual Collections by Fund as of 6.30.25

Fund	2025 Estimated Income Tax Revenue	Income Tax Collections as of 6.30.25	Percentage Received
General Fund	\$ 18,686,469	\$ 10,020,412	54%
Safety Services Fund	\$ 9,343,237	\$ 5,011,399	54%
Safety Services PRIDE Fund	\$ 2,335,395	\$ 1,252,706	54%
Parks & Recreation Fund	\$ 1,027,559	\$ 551,208	54%
Street Lighting Fund	\$ 373,811	\$ 200,451	54%
Demolition Fund	\$ 934,160	\$ 501,922	54%
Street Resurfacing Fund	\$ 4,671,619	\$ 2,505,699	54%
Water Main Replacement	\$ 3,310,216	\$ 1,889,331	57%
TOTAL	\$ 40,682,466	\$ 21,933,128	54%

The current policy on estimating revenue states, “It is not prudent to allocate income tax revenue that exceeds the average income tax revenue for the previous five years to ongoing programs.” Since that five-year lookback includes the unprecedented shortfalls of the COVID-19 pandemic, we used instead a three-year history for more relevance.

Cash and Investment Analysis

The City consolidates monies in order to invest idle funds while balancing cash flow needs. We maintain an account at Park National Bank for our immediate needs and invest the remaining funds according to our investment policy and with the guidance of Meeder Public Funds investment advisors. The snapshot of our position at the end of the second quarter is below.

Consolidated Investment Portfolio		
Cash	\$	1,650,808
Investments		
PFX	\$	815,629
STAR Ohio - General	\$	5,857,568
STAR Ohio - Water	\$	4,462,635
Meeder - General	\$	51,089,629
Meeder - Water Bonds	\$	-
Subtotal Investments	\$	<u>62,225,461</u>
Grand Total	\$	<u>63,876,269</u>

The investments with Meeder for the Water Bonds have been moved to more liquid accounts as they matured because the project is nearing completion and the funds are expected to be used this year.

As the Fed Funds rate continues its slow decline, the STAR Ohio rates follow suit. We are maintaining the stance that in this declining market the prudent decision with regard to investing is to continue investing in longer-term securities to capture the highest rate of return as long as liquidity needs are being met.

The current investment statement for the General account from Meeder Public Funds completes this report.

City of Mansfield General Funds Account
PORTFOLIO SUMMARY
 As of June 30, 2025



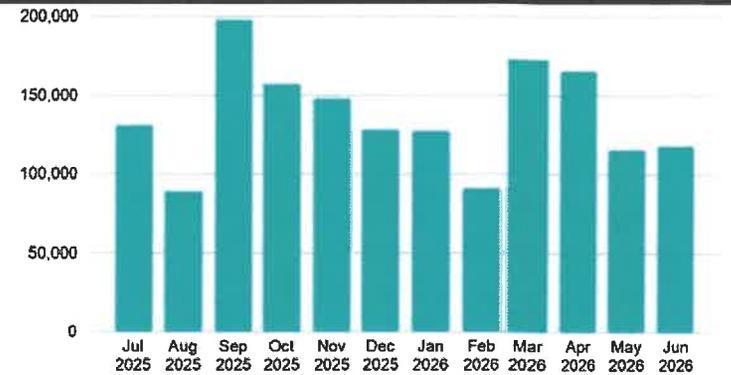
MONTHLY RECONCILIATION

Beginning Book Value	50,932,031.88
Contributions	
Withdrawals	
Prior Month Management Fees	(3,404.70)
Prior Month Custodian Fees	(427.74)
Realized Gains/Losses	(37.88)
Amortization/Accretion	(1,328.61)
Gross Interest Earnings	162,796.18
Ending Book Value	51,089,629.13

PORTFOLIO CHARACTERISTICS

Portfolio Yield to Maturity	3.68%
Portfolio Effective Duration	2.23 yrs
Weighted Average Maturity	2.37 yrs

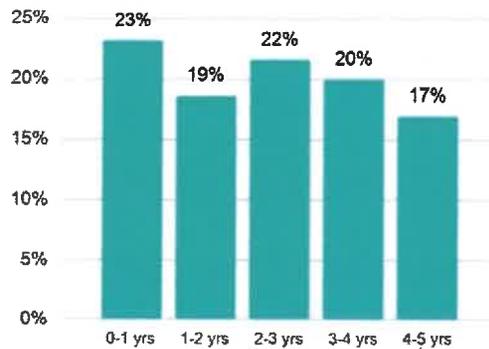
PROJECTED MONTHLY INCOME SCHEDULE



SECTOR ALLOCATION



MATURITY DISTRIBUTION



CREDIT QUALITY

