

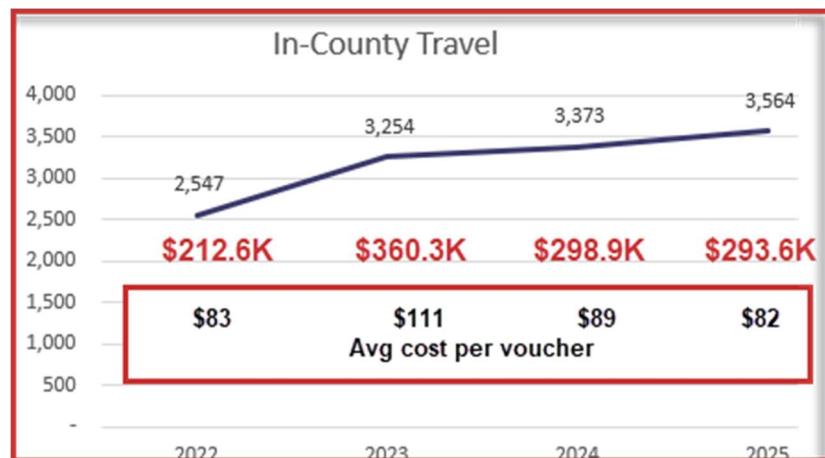
Notes of Interest

July 2025 Financial Report

Fiscal year end is a busy month planning for the new school year while closing out the previous year's financial records and preparing for audit. The audit processes will last for a few months as we work to ensure our financial statements are accurate, reliable, and transparent. Although ending balances will change through this process, we are forecasting a June 30, 2025 General Fund fund balance of approximately \$285 million, or an \$89 million loss for the year.

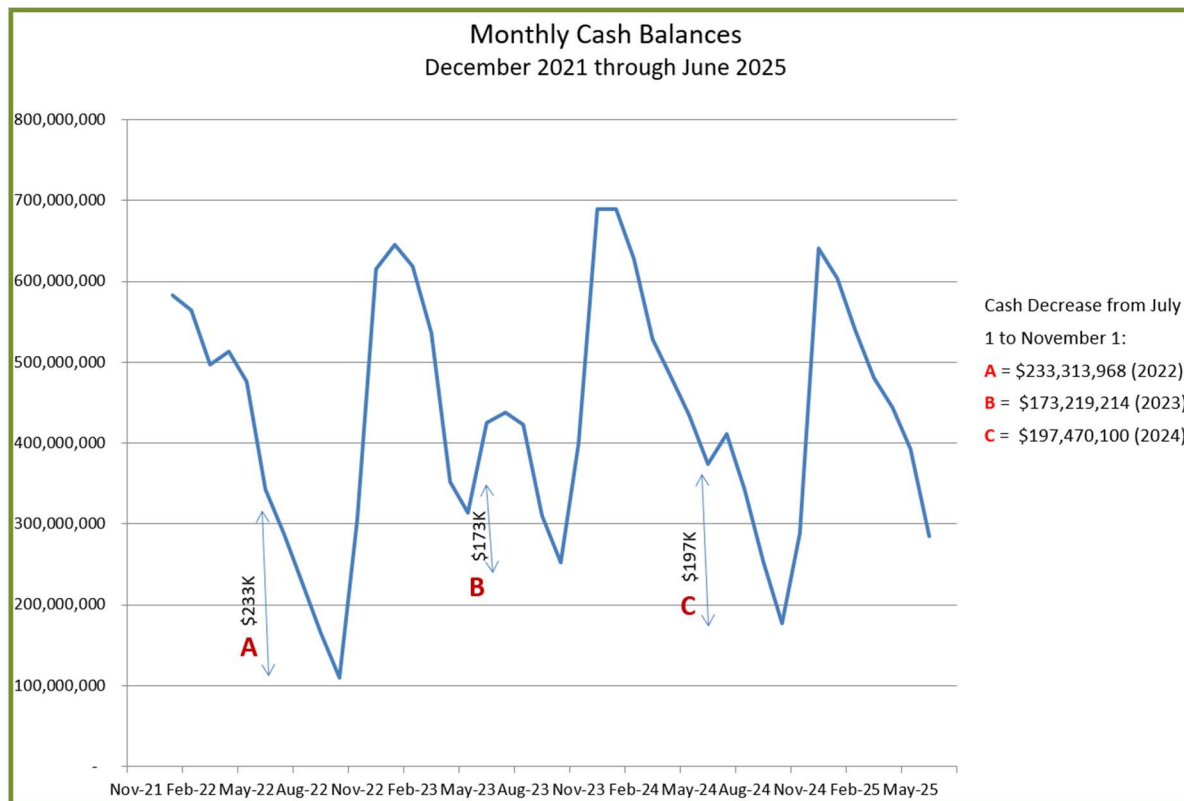
July financial transaction activity is very light. With most of our staff on summer break, our expenses are down significantly. Many of our revenues, including property taxes, have a collection period that begins later in the year or has peaks at later points in the year.

Efficiency WIN with our Employee In-County Travel Reimbursement Site. Partnering with multiple departments throughout the District, especially our friends in IT, we launched our new site where employees can now electronically complete and submit In-County Travel vouchers. This tool will reduce costs of preparing, reviewing, approving, and will expedite payments to our employees.



Amazon Teachers Classroom Allowance is beginning its fourth year. The program has been extremely popular as JCPS has taken an active step to change the narrative that teacher must use their personal money to provide for their classroom. In this program, JCPS provides an Amazon allowance for every teacher to use for their classroom. This allowance doesn't take the place of allocated budget for necessities, such as supplies, paper, and instructional items. Instead, these funds are for anything each teacher feels will make their classroom into the learning atmosphere they desire.

JCPS Cash Flows are a significant factor in our financial planning both annually and long-term. JCPS receives over 50% of its General Fund revenues between November and January each year then operates at a net cash flow deficit the rest of the months. This means we must hit targets of cash balances and fund balances as of June 30 to ensure we are able to properly support our schools.



Budget status update Cabinet is working daily to find the necessary budget reductions to both safeguard JCPS and restore some deferred budget items that must be addressed, such as Chromebook and bus replacement cycles. This is critical and very difficult work that cannot fall short. We will continue to keep the Board notified as we meet this goal.

