

2018 Financial Report

Madeira School District Board of Education has an on-going commitment of fiscal stewardship to the residents of Madeira. That commitment includes communication with the community concerning financial information. We have many sound practices in place and will continue to take measures to control our expenses. For example, we have:

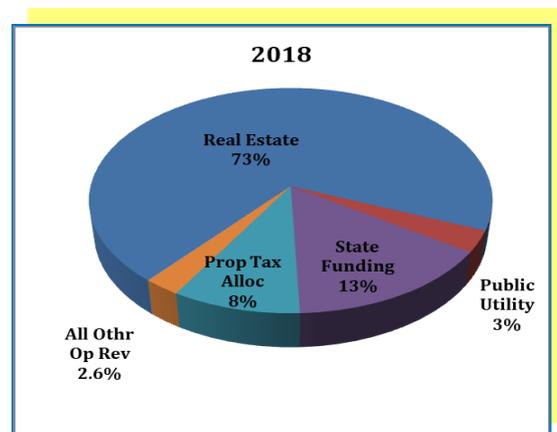
- Continuing privatization of custodial, transportation services and selective staff services
- Continuing partnership with another school district to provide Madeira food service
- Member of a health insurance consortium to better control our health care costs for 20 years
- Memberships in purchasing cooperatives for everything from paper supplies to gas and electricity
- Competitive Teacher salaries that average 1.9% base increase 2015 to 2019.
- Received the Auditor of State award for the annual audit for the sixth consecutive year

Some "Financial Highlights" are included on this page. Additional information can be found on the school district website www.madeiracityschools.org under the District Office-Treasurer tab.

Where the District Money Comes From

In Ohio, the funding of public schools is a shared state and local partnership. Madeira, with a minimal business tax base, relies primarily on its residential property owners for funding. In the 2017-2018 school year, Madeira City Schools' general operating revenue is estimated at **\$21.9M** from the following sources:

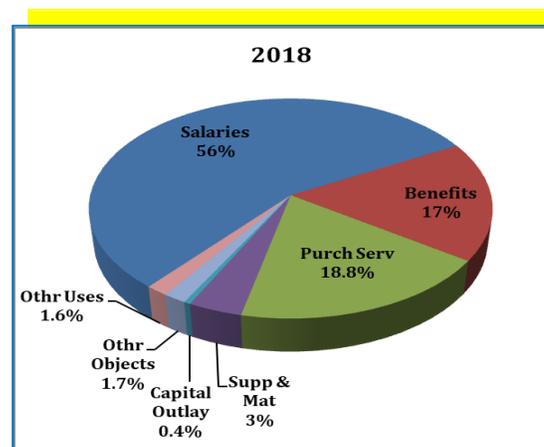
- **LOCAL REAL PROPERTY TAX AND PUBLIC UTILITY PROPERTY TAX - \$16.7M** or **76%** of the *District's General Fund*. Taxes paid by residential, business and public utilities.
- **STATE SUPPORT - \$4.6M** or **21%** of the *District's General Fund*. Ohio provides financial support that has remained consistent over the past 4 years. Ohio reimburses the district for the 12.5% exemption on homeowner property taxes and the homestead exemption provided to eligible property taxpayers.
- **OTHER LOCAL REVENUE - \$564K** or **2.5%** of the *District's General Fund*. Includes payment in lieu of property taxes on Kenwood Senior Star, student fees and investment earnings.



Where the District Money Goes

The General Fund is used to account for the ordinary operations of the district. The majority of all tax dollars collected from voter approved operating levies are accounted for in the *General Fund*. In the 2017-2018 school year, Madeira's General Fund operating expenditures estimated at **\$18.8M** was for the following purposes:

- **STAFF SALARIES AND BENEFITS - \$13.6M** or **74%** of the *District's general operating expenditures*. The Board approved a 2% salary schedule increase for the 2017-2018 school year. Membership in a health consortium has helped manage healthcare increases that average **2.1%** increase over the past 5 years, and 0% premium increase in 2017-2018.
- **CONTRACT SERVICES - \$3.7M** or **19.8%** of the *District's general operating expenditures*. Contract services include transportation services, custodial services, technology support, and staff & pupil support services.
- **MATERIALS, CAPITAL, OTHER COSTS - \$1M** or **6%** of the *District's general operating expenditures*. This category includes instructional materials, technology such as student and teacher computers and servers, facility equipment, Hamilton County tax collection costs, and annual audit fees.



Summary

Madeira School District reviews revenue and expenditure data continually to make sure the community tax dollars are being spent in the most efficient and cost effective manner. The district also monitors the funding sources available to the district to make sure we are up to date on any changes at the state level and are forecasting tax revenues appropriately based on the current economy.

Board of Education Commitment and Action

The Board of Education is committed to controlling costs while preserving an outstanding school system. With the passage of the November, 2016 operating levy the Board committed to making those funds last for 3 years.

Purchasing consortiums and cooperatives and sharing services are also a top priority. The district is a participating member in several of these cooperatives and continues to identify and register where appropriate.

The Board of Education approved a long term permanent improvement schedule that will provide the fiscal resources to maintain the district facilities for the next 25 years; including roof repairs, heating/cooling systems, grounds and building improvements, furniture replacements, security upgrades, parking lot and athletic facility maintenance, as well as many other items to maintain the community investment in the school facilities.

Additional Information can be found at www.madeiracityschools.org under the District Office/Treasurer tab. Questions concerning the financial information presented or any other finance related questions or concerns should be addressed to **Susan Crabill, Treasurer**, at 985-6070 or scrabill@madeiracityschools.org.