

The 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. In March 2019, the Board formally approved the **Financial Guidelines and Parameters** documenting the **Best Practices** the district has followed for many years. Those practices include:

- 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 2% base increase 2016 to 2020.
- Received the Auditor of State award for the annual audit for the seventh consecutive year

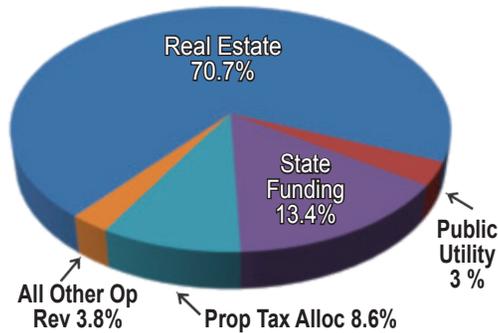
Financial Highlights are included on this page. **Financial Guidelines and Parameters** and other financial information are on www.madeiracityschools.org under the District Office/Treasurer tab.



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2019
FINANCIAL
REPORT

Emily Hauser,
Treasurer

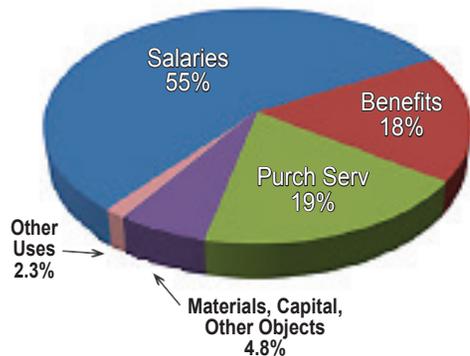
Where the District Money Comes From



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 2018-2019 school year, Madeira City Schools' general operating revenue is estimated at \$21.3M from the following sources.

- **Local Real Property Tax and Public Utility Property Tax** - \$15.8M or 74% of the District's General Fund. Taxes paid by residential, business and public utilities.
- **State Support** - \$4.7M or 22% 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** - \$819K or 3.8% of the District's General Fund. Includes payment in lieu of property taxes on Kenwood Senior Star, Hamilton County Auditor reimbursement of prior year's tax collection fees, 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 2018-2019 school year, Madeira's General Fund operating expenditures estimated at \$20.3M for the following purposes:

- **Staff Salaries and Benefits** - \$14.9M or 73% of the District's general operating expenditures. The Board approved a 2% salary schedule increase for the 2019-2020 school year. Membership in a health consortium helps manage healthcare increases that average 2.4% increase from 2016 through 2020.
- **Contract Services** - \$3.9M or 19% 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 4.8% 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.
- **Other Financing Uses** - \$470K or 2.3% of the District's general fund is transferred to the Permanent Improvement fund to maintain the district's facility asset each year.

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 effectively and efficiently operate the school district according to the board adopted **Best Practices** as reflected in the **Financial Guidelines and Parameters** report. 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 Emily Hauser, Treasurer, at 985.6070 or ehauser@madeiracityschools.org.