

**Continuing Disclosure Report  
December 2006**

**Dexter Community Schools  
Counties of Washtenaw and Livingston, State of Michigan  
\$69,600,000 1998 School Building and Site Bonds  
and  
\$30,210,000 2003 Refunding Bonds**

**Enrollment History**

1997/1998	2,780	2002/2003	3,349
1998/1999	2,878	2003/2004	3,481
1999/2000	2,993	2004/2005	3,489
2000/2001	3,090	2005/2006	3,534
2001/2002	3,187	2006/2007	3,614

Projected enrollment for 2010/2011 is 3,914.

**Labor Relations**

<u>Class</u>	<u>No.</u>	<u>Affiliation</u>	<u>Contract Expires</u>
Teachers	225	Michigan Ed. Assoc./National Ed Assoc.	June 30, 2007
Administrators	11	Dexter Administrator's Association	June 30, 2007
Para-Professionals, Secretarial, Technology, Maintenance, Custodial & Food Service	161	Michigan Education Support Personnel Association (MEPSA)	June 30, 2007
Bus Drivers	32	Operating Engineers	June 30, 2007
Superintendent/Assistant	2	Non-Affiliated	June 30, 2007
Executive Directors	1	Non-Affiliated	June 30, 2007
Supervisors	15	Non-Affiliated	June 30, 2007
Child Care	11	Non-Affiliated	No contract
Total	458		

The School District has not experienced a strike by any of its bargaining units in the past ten years.

**Retirement Plan**

<u>Fiscal Year Ending June 30,</u>	<u>Contribution to MPERS</u>
2003	\$ 2,400,000
2004	2,466,000
2005	2,755,000
2006	3,239,000
2007	3,762,000 (estimate)

<u>Contributions Period</u>	<u>Contribution Rate</u>
October 1, 2002 – September 30, 2003	12.99 %
October 1, 2003 – September 30, 2004	12.99
October 1, 2004 – September 30, 2005	14.87
October 1, 2005 – September 30, 2006	16.34
October 1, 2006 – September 30, 2007	17.74

**History of State Equalized Valuations and Taxable Valuations**

	<u>State Equalized Valuation</u>	<u>Taxable Valuation</u>
2002	\$ 970,342,350	\$ 760,627,821
2003	1,035,567,880	833,460,417
2004	1,179,454,000	909,277,264
2005	1,273,700,790	989,587,903
2006	1,377,643,572	1,076,591,873

**Tax Collection Record**

<u>School Year</u>	<u>Total Tax Levy</u>	<u>Current collections to March 1, Each Year</u>		<u>Collections to June 30 Fiscal Year End</u>		<u>Total Tax Collections Including Tax Payment Fund*</u>	
2002/03	\$9,321,696	\$8,436,937	90.51 %	\$9,071,945	97.32%	\$ 9,109,096	97.72 %
2003/04	9,744,988	9,102,784	93.41	9,468,904	97.17	9,712,930	99.67
2004/05	11,657,248	8,429,656	72.31	11,014,153	94.48	11,653,144	99.96
2005/05	12,688,554	11,457,176	90.30	11,646,946	91.79	12,261,851	96.64
2006/07	14,055,124	(In process of collection)					

\*Note: Some payments from the Washtenaw County Tax Payment Fund are received after June 30. In 2005/06 payments from Northfield Twp., Scio Twp. and Webster Twp. were received in July, 2006. In 2004/05 payments from Scio Twp. were received in April, 2005 and DDA and LDFA Taxing Authorities were received in October, 2005.

**School District Tax Rates (Per \$1,000 of Valuation)**

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
School District					
Operating Non-Homestead	18.00	18.00	18.00	18.00	18.00
Debt	<u>8.50</u>	<u>8.50</u>	<u>8.50</u>	<u>8.50</u>	<u>8.50</u>
Total Homestead	8.50	8.50	8.50	8.50	8.50
Total Non-Homestead	26.50	26.50	26.50	26.50	26.50

The School District levies 18.00 mills of voted operating millage on non-homestead property and authorized debt millage on all homestead and non-homestead property. The voted millage expires with the 2013 levy.

**State Aid Payments**

<u>School Year</u>	<u>Blended Pupil Count</u>	<u>Foundation Allowance Per Pupil</u>	<u>Total State Aid Payments</u>
2002/03	3,316	\$ 7,322.00 *	\$ 22,768,769
2003/04	3,456	7,302.00 *	23,860,409
2004/05	3,483	7,376.00	23,957,051
2005/06	3,518	7,551.00	23,732,027
2006/07 (estimated)	3,536	7,761.00	23,942,740

\* Note: Includes midyear prorations enacted; \$54 in 2002/03 and \$74 in 2003/04

**Largest Taxpayers**

Shown below are the ten largest identifiable taxpayers in the School District based on their 2006 taxable valuations.

<u>Taxpayer</u>	<u>Product or Service</u>	<u>Taxable Valuation</u>	<u>IFT Valuation</u>	<u>Total Valuation Subject to Taxation</u>
Dexter Fastener / Dexter Fastener Technologies	Engine fasteners	\$10,834,869	\$ 10,410,477	\$ 21,245,346
DTE Energy Co./MichCon	Utility	15,642,683		15,642,683
Thomson-Shore Inc.	Publishing	2,723,152	3,502,500	6,753,286
Thetford Corporation	Plastic components	5,827,939		5,827,939
Blackhawk Development Corp.	Mall/real estate dev'l	5,123,185		5,123,185
Creative Solutions	Computer software development	5,053,952		5,053,952
Nagel Precision Inc.	Manufacturing	3,715,615		3,715,615
Dapco Industries	Valves, fittings	2,589,859	790,500	3,380,359
Martinrea Industries Inc.	Automotive supplier	3,248,993	34,300	3,283,293
John Richard Homes	Real estate dev'l	2,608,891		2,608,891
<b>TOTAL</b>		<u>\$57,369,138</u>	<u>\$14,737,777</u>	<u>\$72,634,549</u>

% of School District's 2006 Taxable Valuation (\$1,076,591,873) 5.33 %

Sources: Dexter, Hamburg, Lima, Lodi, Northfield, Scio and Webster Townships

**Legal Debt Margin**

2006 State Equalized Valuation		\$1,377,643,572
Debt Limit (15% of 2006 State Equalized Valuation)		206,646,536
Debt Outstanding	\$79,150,000	
Less Bonds excluded from Debt Limit*	<u>79,150,000</u>	
Total Subject to Debt Limit		<u>0</u>
Additional Debt which could be Legally Incurred		\$ 206,646,536

\* Act 451, Public Acts of Michigan, 1976, provides debt limits as follows:

(a) Section 1351(3) - The bonded indebtedness of a school district shall not exceed 15% of all assessed valuation of the district. Bonds not included in the computation of the legal debt margin, according to Section 1351(3) are: (1) refunding bonds, (2) any bond qualified under Article IX, Section 16, of the 1963 Michigan Constitution, and (3) deficit budget bonds as authorized by Section 1356.

**DIRECT DEBT**

06/01/98	School Building and Site Bonds (UTQ)	\$55,760,000
03/26/03	Refunding Bonds (UTQ)	<u>23,390,000</u>
<b>NET DIRECT DEBT</b>		<b>\$79,150,000</b>

DEXTER COMMUNITY SCHOOLS

GENERAL FUND BUDGET

2006/07

Amended November 20, 2006

Revenue:

Local Sources	\$ 5,500,017
Other Political Subdivisions	2,200
State Sources	24,504,018
Federal Sources	701,221
Other Financing Sources	3,483,371
<u>Total Revenue</u>	<u>\$ 34,190,827</u>

Expenditures:

Instruction	
Basic Programs	\$ 15,545,985
Added Needs	3,155,589
Support Services	
Pupil Support	3,344,725
Instructional Staff Support	2,113,062
General Administration	564,520
School Administration	1,796,520
Business Services	539,361
Operations and Maintenance	3,716,547
Transportation	2,437,683
Other Central Support	84,581
Community Services	148,307
Other Financing Uses	1,171,501
<u>Total Expenditures</u>	<u>\$ 34,618,381</u>

Excess of Revenue over (Under) Expenditures      \$   (427,554)

Fund Balance, July 1                                      \$   4,022,595

Estimated Fund Balance, June 30                      \$   3,595,041