

**Continuing Disclosure Report
December 2007**

**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

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
2002/2003	3,349	2007/2008	3,642

Projected enrollment for 2011/2012 is 3,843.

Labor Relations

<u>Class</u>	<u>No.</u>	<u>Affiliation</u>	<u>Contract Expires</u>
Teachers	235	Michigan Ed. Assoc./National Ed Assoc.	June 30, 2010
Administrators	12	Dexter Administrator's Association	June 30, 2010
Para-Professionals, Secretarial, Technology, Maintenance, Custodial & Food Service	150	Michigan Education Support Personnel Association (MEPSA)	June 30, 2008
Bus Drivers	29	Operating Engineers	June 30, 2007 *
Superintendent	1	Non-Affiliated	June 30, 2010
Assistant Superintendent	1	Non-Affiliated	June 30, 2008
Executive Directors	1	Non-Affiliated	June 30, 2009
Supervisors	14	Non-Affiliated	June 30, 2008
Child Care	13	Non-Affiliated	No contract
Total	456		

* In negotiations

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>
2004	\$ 2,466,000
2005	2,755,000
2006	3,239,000
2007	3,677,000
2008	3,619,000 (estimate)

<u>Contributions Period</u>	<u>Contribution Rate</u>
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
October 1, 2007 – September 30, 2008	16.72

History of State Equalized Valuations and Taxable Valuations

	<u>State Equalized Valuation</u>	<u>Taxable Valuation</u>
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
2007	1,469,346,740	1,152,151,867

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>
2003/04	\$9,744,988	\$ 9,102,784 93.41%	\$ 9,468,904 97.17%	\$ 9,713,998 99.68%
2004/05	11,663,447	8,429,656 72.27	11,014,153 94.43	11,662,327 99.99
2005/06	12,487,437	11,457,176 91.75	11,646,946 93.27	12,314,428 98.61
2006/07	14,009,206	12,230,037 87.30	12,976,016 92.62	13,724,133 97.97
2007/08	14,729,112	(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>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</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>
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	3,595	7,761.00	24,632,344
2007/08 (estimated)	3,615	7,843.00	24,916,525

* Note: Includes \$74 midyear proration enacted in 2003/04.

Largest Taxpayers

Shown below are the ten largest identifiable taxpayers in the School District based on their 2007 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	\$12,367,108	\$ 8,340,004	\$ 20,707,112
DTE Energy Co./MichCon	Utility	15,790,110		15,790,110
Thomson-Shore Inc.	Publishing	3,127,893	4,027,600	7,155,493
Thetford Corporation	Plastic components	5,721,692		5,721,692
Blackhawk Development Corp.	Mall/real estate dev'l	5,312,715		5,312,715
Creative Solutions	Computer software development	5,240,948		5,240,948
Nagel Precision Inc.	Manufacturing	4,110,919		4,110,919
Tri-Bro LLC	Grocery	3,473,197		3,473,197
Dapco Industries	Valves, fittings	2,549,644	705,900	3,255,544
Walkabout Creek I	Real estate dev'l	2,516,748		2,516,748
TOTAL		<u>\$60,210,974</u>	<u>\$13,073,504</u>	<u>\$73,284,478</u>

% of School District's 2007 Taxable Valuation (\$1,152,151,867) 5.23 %

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

Legal Debt Margin

2007 State Equalized Valuation	\$1,469,346,740
Debt Limit (15% of 2007 State Equalized Valuation)	220,402,011
Debt Outstanding	\$74,710,000
Less Bonds excluded from Debt Limit*	<u>74,710,000</u>
Total Subject to Debt Limit	<u>0</u>
Additional Debt which could be Legally Incurred	\$ 220,402,011

* 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)	\$54,030,000
03/26/03 Refunding Bonds (UTQ)	<u>20,680,000</u>
NET DIRECT DEBT	\$74,710,000

DEXTER COMMUNITY SCHOOLS

GENERAL FUND BUDGET

2007/08

Amended November 20, 2007

Revenue:

Local Sources	\$ 5,617,339
Other Political Subdivisions	2,266
State Sources	25,090,037
Federal Sources	775,250
Other Financing Sources	3,567,199
<hr/> Total Revenue	<hr/> \$ 35,052,091

Expenditures:

Instruction	
Basic Programs	\$ 16,090,760
Added Needs	3,329,102
Support Services	
Pupil Support	3,480,651
Instructional Staff Support	2,093,477
General Administration	584,940
School Administration	1,836,633
Business Services	566,356
Operations and Maintenance	3,817,528
Transportation	2,510,410
Other Central Support	64,029
Community Services	141,545
Other Financing Uses	764,412
<hr/> Total Expenditures	<hr/> \$ 35,279,843

Excess of Revenue over (Under) Expenditures \$ (227,752)

Fund Balance, July 1 \$ 5,188,375

Estimated Fund Balance, June 30 \$ 4,960,623