

## Annual Filing Continuing Disclosure

Issuer: Dexter Community Schools  
Counties of Washtenaw and Livingston  
State of Michigan

### Details of Issues:

Title: 1998 School Building and Site Bonds  
Date and Amount: dated 06/01/98, original amount: \$69,600,000  
CUSIP ID #: 252255

Title: 2003 Refunding Bonds  
Date and Amount: dated 03/26/03, original amount: \$30,210,000  
CUSIP ID #: 252255

Title: 2008 School Building and Site and Refunding Bonds  
Date and Amount: dated 09/29/08, original amount: \$59,780,000  
CUSIP ID #: 252255

Number of pages attached: 5 pages, plus June 30, 2011 audited  
financial statements.

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I hereby represent that I am authorized by the Issuer or its agent to distribute this information publicly:

Name: Sharon Raschke  
Title: Chief Financial Officer  
School District:: Dexter Community Schools  
Address: 7714 Ann Arbor Street, Dexter, MI 48130  
Telephone: 734-424-4100 x1015  
FAX: 734-424-4111

**Continuing Disclosure Report  
December 2011  
Dexter Community Schools  
Counties of Washtenaw and Livingston, State of Michigan  
\$69,600,000 1998 School Building and Site Bonds  
\$30,210,000 2003 Refunding Bonds  
\$59,780,000 2008 School Building and Site and Refunding Bonds**

**Enrollment History**

<u>School Year</u>	<u>Enrollment</u>	<u>School Year</u>	<u>Enrollment</u>
2011/12	3,595	2006/07	3,614
2010/11	3,624	2005/06	3,534
2009/10	3,647	2004/05	3,489
2008/09	3,641	2003/04	3,481
2007/08	3,642	2002/03	3,349

The projected K-12 enrollment for 2015/2016 is 3,565, as estimated by the School District.

**Labor Relations**

<u>Class</u>	<u>Number</u>	<u>Affiliation</u>	<u>Contract Expires</u>
Superintendent	1	Non-affiliated	June 30, 2013
Chief Financial Officer	1	Non-affiliated	June 30, 2013
Administrators	11	Dexter Administrators Association	June 30, 2013
Teachers	233	DEA/MEA/NEA	June 30, 2013
Para-Professionals, Secretarial, Technology, Maintenance, Custodial and Food Service	121	Dexter Educational Support Personnel Association/MEA/NEA	June 30, 2013
Bus Drivers and Bus Monitors	34	Operating Engineers	June 30, 2013
Other Non-Affiliated Personnel	<u>24</u>	Non-affiliated	N/A
Total	<u>425</u>		

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

**Retirement Plan**

<u>Contribution Period</u>	<u>Contribution Rate</u>
October 1, 2011 – September 30, 2012	24.46 %
November 1, 2010 – September 30, 2011	20.66 %
October 1, 2010 – October 31, 2010	19.41 %
October 1, 2009 – September 30, 2010	16.94 %
October 1, 2008 – September 30, 2009	16.54 %
October 1, 2007 – September 30, 2008	16.72 %

<u>Fiscal Year Ending June 30,</u>	<u>Contribution to MPSERS</u>
2012	\$5,058,000 (Estimated)
2011	\$4,065,000
2010	\$3,760,000
2009	\$3,596,000
2008	\$3,526,000

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

	<u>State Equalized Valuation</u>	<u>Taxable Valuation</u>
2011	\$1,204,027,843	\$1,088,178,418
2010	1,244,205,710	1,098,712,770
2009	1,323,950,351	1,139,135,553
2008	1,421,982,225	1,162,638,417
2007	1,469,346,740	1,152,151,867

Sources: County Equalization Departments.

**Tax Levies and Collections**

<u>School Year</u>	<u>Total Tax Levy</u>	<u>Collections To March 1, Each Year</u>		<u>Collections to June 30 Fiscal Year End</u>		<u>Collections Including Tax Payment Fund*</u>	
2011/12	\$13,374,234	Not Applicable		Not Applicable		Not Applicable	
2010/11	13,418,137	\$12,119,172	90.32%	\$12,623,081	94.07%	13,274,254	98.93%
2009/10	14,030,764	12,292,635	87.61	12,941,303	92.24	14,028,372	99.98
2008/09	14,301,239	12,278,857	85.86	12,869,839	89.99	14,150,903	98.95
2007/08	14,668,464	13,033,768	88.86	14,109,033	96.19	14,569,734	99.33
2006/07	14,009,206	12,230,037	87.30	12,976,016	92.62	13,733,275	98.03

\* Some payments from the Washtenaw County Tax Payment Fund are received after June 30. In 2009/10 payments from Scio and Northfield were received in August, 2010 and September, 2010, respectively.

**State Aid Payments**

<u>Year</u>	<u>Blended Pupil Count</u>	<u>Foundation Allowance Per Pupil</u>	<u>Total State Aid Payments</u>
2011/12	3,595	\$7,468	\$25,578,710 (Estimate)
2010/11	3,629	7,938	25,461,834*
2009/10	3,645	7,938	24,871,502*
2008/09	3,635	7,938	25,066,162*
2007/08	3,636	7,843	25,545,476

\* The Foundation allowance above was prorated in 2008/09, 2009/10, and 2010/11; the total state aid payments above do not include additional funding the district received from the Federal American Recovery and Reinvestment Act of 2009 (ARRA) stabilization funds in the amounts of \$1,351,675, \$1,019,273, and \$423,308, respectively, and additional funding from the Federal Education Jobs Funding grant in the amount of \$682,037 in 2010/11.

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

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Operating – Extra Voted*	18.0000	18.0000	18.0000	18.0000	18.0000
Debt	<u>8.5000</u>	<u>8.5000</u>	<u>8.5000</u>	<u>8.5000</u>	<u>8.5000</u>
Total Homestead	8.5000	8.5000	8.5000	8.5000	8.5000
Total Non-Homestead	26.5000	26.5000	26.5000	26.5000	26.5000

\* The extra voted millage is levied on Non-Homestead property only and expires with the December 2013 tax levy.

**Largest Taxpayers**

Shown below are the ten largest identifiable taxpayers in the School District based on their 2011 taxable valuations. The taxpayers listed below represent 6.06% of the School District's 2011 Taxable Valuation of \$1,088,178,418.

<u>Taxpayer</u>	<u>Product or Service</u>	<u>Taxable Value</u>	<u>Equivalent IFT*</u>	<u>Total Valuation Subject to Taxation</u>
DTE Energy Company/Mich Con	Utility	\$21,042,410		\$21,042,410
Dexter Fastener Technologies	Engine fasteners	16,675,378	\$1,861,600	18,536,978
Thomson-Shore Inc.	Publishing	3,618,765	5,101,400	8,720,165
Thetford Corporation	Plastic components	4,672,500		4,672,500
Creative Solutions	Computer software	3,962,200		3,962,200
United Methodist Retirement Comm.	Retirement devel.	3,915,700		3,915,700
Nagel Precision Inc.	Honing machines	3,681,000		3,681,000
Blackhawk Development Corp.	Mall/real estate dev.	3,505,144		3,505,144
Dapco Industries	Valves and fittings	2,484,700		2,484,700
Tri-Bro LLC	Grocery	<u>2,410,500</u>		<u>2,410,500</u>
TOTAL		\$65,968,297	\$6,963,000	\$72,931,297

\* The School District collects debt tax revenues at one-half rate of the total IFT valuations  
Sources: County Equalization Departments and Township Assessors.

**Direct Debt**

06/01/98	1998 School Building and Site Bonds (UTQ)	\$ 31,500,000
03/26/03	2003 Refunding Bonds (UTQ)	13,335,000
09/29/08	2008 School Building and Site and Refunding Bonds (UTQ)	<u>48,720,000</u>
NET DIRECT DEBT		<u>\$93,555,000</u>

**Legal Debt Margin**

2011 State Equalized Valuation		\$1,204,027,843
Debt Limit (15% of 2011 State Equalized Valuation)		\$180,604,176
Debt Outstanding	\$93,555,000	
Less bonds not subject to Debt Limit*	(93,555,000)	
Total Subject to Debt Limit		<u>0</u>
Additional Unlimited Tax Debt Which Could Be Legally Incurred		<u>\$180,604,176</u>

\* Section 1351(3) of Act 451, Public Acts of Michigan, 1976, as amended, provides that bonds not included in the computation of the legal debt margin are (1) any bond qualified under Article IX, Section 16, of the Michigan Constitution of 1963, and (2) deficit budget bonds authorized under Section 1356. In addition, Section 605 of Act 34, Public Acts of Michigan, 2001, as amended, provides, in relevant part, that debt evidenced by a refunding security shall not be deemed to be within any statutory or charter limitation of outstanding debt limit.

**DEXTER COMMUNITY SCHOOLS**

**General Fund Budget Summary  
Fiscal Year Ending June 30, 2012**

	Amended 11-21-11 <u>2011/12</u>
<b><u>REVENUES</u></b>	
Local Sources	\$ 4,650,404
Other Political Subdivisions	2,550
State Sources	25,261,015
Federal Sources	768,579
Transfers and Other Financing Sources	<u>3,127,354</u>
<b>TOTAL REVENUES</b>	<b>\$33,809,902</b>
<b><u>EXPENDITURES</u></b>	
Instruction	
Basic Programs	\$ 17,288,754
Added Needs	3,163,990
Support Services	
Pupil Support	3,810,514
Instruction Staff Support	1,854,559
General Administration	541,358
School Administration	2,072,912
Business Services	482,982
Operations and Maintenance	3,233,212
Transportation	1,704,424
Other Central Support	71,393
Community Services	206,073
Outgoing Transfers and Other Financing Uses	<u>339,127</u>
<b>TOTAL EXPENDITURES</b>	<b><u>\$34,769,298</u></b>
Revenues Over (Under) Expenditures	\$ (959,396)
Fund Balance - July 1	<u>\$ 7,750,690</u>
Estimated Fund Balance - June 30	<u>\$ 6,791,294</u>