

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

Title: 2012 School Building and Site and Refunding Bonds
Date and Amount: dated 05/24/12, original amount: \$15,670,000
CUSIP ID #: 252255

Title: 2012 Refunding Bonds, Series B
Date and Amount: dated 09/20/2012, original amount: \$19,290,000
CUSIP ID #: 252255

Number of pages attached: 5 pages, plus June 30, 2012 audited
financial statements.

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
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**Continuing Disclosure Report
December 2012
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
\$15,670,000 2012 School Building and Site and Refunding Bonds
\$19,290,000 2012 Refunding Bonds, Series B**

Enrollment History

<u>School Year</u>	<u>Enrollment</u>	<u>School Year</u>	<u>Enrollment</u>
2012/13	3,543	2007/08	3,642
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

The projected K-12 enrollment for 2016/2017 is 3,543, 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	10	Dexter Administrators Association	June 30, 2013
Teachers	234	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	37	Operating Engineers	June 30, 2013
Other Non-Affiliated Personnel	<u>20</u>	Non-affiliated	N/A
Total	<u>424</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, 2012 – September 30, 2013	25.36 %
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 %

<u>Fiscal Year Ending June 30,</u>	<u>Contribution to MPSERS</u>
2013	\$5,303,000 (Estimated)
2012	\$4,829,000
2011	\$4,065,000
2010	\$3,760,000
2009	\$3,596,000

History of Valuations – State Equalized Valuation and Taxable Valuation

	<u>State Equalized Valuation</u>	<u>Taxable Valuation</u>
2012	\$1,195,068,757	\$1,092,947,510
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

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>	
		<u>Non Applicable</u>		<u>Non Applicable</u>		<u>Non Applicable</u>	
2012/13	\$13,368,674						
2011/12	13,337,791	\$12,331,879	92.46%	\$12,767,112	95.72%	\$13,193,848	98.92%
2010/11	13,418,137	12,119,172	90.32	12,623,081	94.07	13,279,577	98.97
2009/10	14,030,764	12,292,635	87.61	12,941,303	92.24	13,997,802	99.77
2008/09	14,301,239	12,278,857	85.86	12,869,839	89.99	14,154,411	98.97
2007/08	14,668,464	13,033,768	88.86	14,109,033	96.19	14,572,624	99.35

* 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>
2012/13	3,549	\$7,468	\$25,133,478 (Estimate)
2011/12	3,595	7,468	25,637,859*
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*

* The Foundation allowance above was prorated in 2008/09, 2009/10, 2010/11, and 2011/12; 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 amounts of \$682,037 and \$51,523 in 2010/11 and 2011/12, respectively.

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

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</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 2012 taxable valuations. The taxpayers listed below represent 7.22% of the School District's 2012 Taxable Valuation of \$1,092,947,510.

<u>Taxpayer</u>	<u>Product or Service</u>	<u>Taxable Value</u>	<u>Equivalent IFT*</u>	<u>Total Valuation Subject to Taxation</u>
Dexter Fastener/Dexter Fastener Tec	Engine fasteners	\$24,582,357		\$24,582,357
DTE Energy Company/Mich Con	Utility	21,612,396		21,612,396
Thomson-Shore Inc.	Publishing	3,321,641	\$4,913,500	8,235,141
International Transmission Company	Utility	7,380,800		7,380,800
United Methodist Retirement Comm.	Retirement devel.	4,753,317		4,753,317
Thetford Corp	Plastic components	4,701,200		4,701,200
Creative Solutions	Computer software	3,676,200		3,676,200
Nagel Precisions Inc	Honing machines	3,353,300		3,353,300
Blackhawk Development Corp	Mall/real estate dev.	3,227,866		3,227,866
Dapco Industries	Valves and fittings	<u>2,323,600</u>	<u>432,500</u>	<u>2,756,100</u>
TOTAL		\$78,932,677	\$5,346,000	\$84,278,677

* 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)	1,885,000
09/29/08	2008 School Building and Site and Refunding Bonds (UTQ)	44,155,000
05/24/12	2012 School Building and Site and Refunding Bonds (UTQ)	15,670,000
09/20/12	2012 Refunding Bonds, Series B (UTQ)	<u>19,290,000</u>
NET DIRECT DEBT		<u>\$112,500,000</u>

Legal Debt Margin

2012 State Equalized Valuation		\$1,195,068,757
Debt Limit (15% of 2012 State Equalized Valuation)		\$179,260,314
Debt Outstanding	\$112,500,000	
Less bonds not subject to Debt Limit*	(112,500,000)	
Total Subject to Debt Limit		<u>0</u>
Additional Unlimited Tax Debt Which Could Be Legally Incurred		<u>\$179,260,314</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, 2013**

	Amended 11-19-12 <u>2012/13</u>
<u>REVENUES</u>	
Local Sources	\$ 4,256,869
Other Political Subdivisions	2,627
State Sources	24,930,499
Federal Sources	793,287
Transfers and Other Financing Sources	<u>2,669,127</u>
TOTAL REVENUES	\$32,652,409
<u>EXPENDITURES</u>	
Instruction	
Basic Programs	\$ 17,527,231
Added Needs	3,141,213
Support Services	
Pupil Support	3,546,910
Instruction Staff Support	1,773,384
General Administration	525,341
School Administration	2,078,960
Business Services	481,705
Operations and Maintenance	3,142,938
Transportation	1,624,205
Other Central Support	69,897
Community Services	2,554
Outgoing Transfers and Other Financing Uses	<u>541,847</u>
TOTAL EXPENDITURES	<u>\$34,456,185</u>
Revenues Over (Under) Expenditures	\$ (1,803,776)
Fund Balance - July 1	<u>\$ 7,920,217</u>
Estimated Fund Balance - June 30	<u>\$6,116,441</u>