

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: 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, 2015 audited
financial statements.

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

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Continuing Disclosure Report
December 2015
Dexter Community Schools
Counties of Washtenaw and Livingston, State of Michigan
\$69,600,000 1998 School Building and Site 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>
2015/16	3,550	2010/11	3,624
2014/15	3,547	2009/10	3,647
2013/14	3,550	2008/09	3,641
2012/13	3,544	2007/08	3,642
2011/12	3,595	2006/07	3,614

The projected K-12 enrollment for 2018/2019 is 3,550, 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, 2018
Chief Financial Officer	1	Non-affiliated	June 30, 2017
Administrators	12	Dexter Administrators Association	June 30, 2016
Teachers	235	DEA/MEA/NEA	June 30, 2016
Para-Professionals, Secretarial, Technology, Maintenance, Custodial and Food Service	153	Dexter Educational Support Personnel Association/MEA/NEA	June 30, 2016
Bus Drivers and Bus Monitors	32	West Washtenaw Bus Drivers and Monitors Association	June 30, 2016
Other Non-Affiliated Personnel	<u>58</u>	Non-affiliated	N/A
Total	<u>492</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>Pension Contribution Rate</u>	<u>Defined Contributions Contribution Rate</u>
October 1, 2015 - September 30, 2016	20.96 – 25.78%	0 - 6%
October 1, 2014 – September 30, 2015	20.96 – 25.78%	0 – 6%
October 1, 2013 – September 30, 2014	20.96 - 24.79 %*	0 – 6%
February 1, 2013 – September 30, 2013	20.96 - 24.32 %*	0 – 6%
October 1, 2012 - January 31, 2013	20.96 - 25.36 %*	
October 1, 2011 – September 30, 2012	24.46 %	

<u>Fiscal Year Ending June 30,</u>	<u>Contribution to MPSERS</u>
2016	\$8,008,000 (Estimated)
2015	\$7,225,000 **
2014	\$6,075,000 **
2013	\$5,435,000 **
2012	\$4,911,000

* Public Act 300 of 2012 (Pension Reform 2012) provided members a choice to increase, maintain or stop their contributions to the pension fund. The employer contribution rate is the full actuarial funding of the pension benefit plus the retiree health care benefit amounts on a cash disbursement basis. In addition the employer contributes to the Defined Contribution plan based on the members election.

** The Contribution to MPSERS above includes supplemental payments that were reimbursed by section 147(c) of State Aid in the amounts of \$392,692, \$1,029,602 and \$1,740,070 in 2012/13, 2013/14 and 2014/15, respectively. The estimated amount to be reimbursed by sections 147(c) and 147(d) of State Aid for 2014/15 is \$2,424,485.

History of Valuations – State Equalized Valuation and Taxable Valuation

	<u>State Equalized Valuation</u>	<u>Taxable Valuation</u>
2015	\$1,400,798,781	\$1,201,675,830
2014	1,290,189,197	1,162,043,625
2013	1,221,125,562	1,122,070,648
2012	1,195,068,757	1,092,947,510
2011	1,204,027,843	1,088,178,418

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>
2015/16	\$14,543,691	In Process of Collection	In Process of Collection	In Process of Collection
2014/15	14,119,507	\$13,291,521 94.14%	\$14,056,646 99.55%	\$14,058,562 99.57%
2013/14	13,562,660	12,500,177 92.17	13,220,063 97.47	13,445,579 99.14
2012/13	13,284,549	12,278,433 92.43	12,650,471 95.23	13,122,576 98.72
2011/12	13,337,791	12,331,879 92.46	12,767,112 95.72	13,212,676 99.06
2010/11	13,418,137	12,119,172 90.32	12,623,081 94.07	13,273,654 98.92

State Aid Payments

<u>Year</u>	<u>Blended Pupil Count</u>	<u>Foundation Allowance Per Pupil</u>	<u>Total State Aid Payments</u>
2015/16	3,550	\$7,569	\$24,289,792 (Estimate)
2014/15	3,552	\$7,569	26,841,302
2013/14	3,523	7,519	25,841,848
2012/13	3,550	7,468	25,354,276
2011/12	3,595	7,468	25,637,859*

* The Foundation allowance above was prorated in 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 amount of \$423,308, and additional funding from the Federal Education Jobs Funding grant in the amounts of \$51,523 in 2011/12.

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

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</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 2033 tax levy.

Largest Taxpayers

Shown below are the ten largest identifiable taxpayers in the School District based on their 2015 taxable valuations. The taxpayers listed below represent 6.49% of the School District's 2015 Taxable Valuation of \$1,201,675,830.

<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	Engine fasteners	\$18,817,600	\$9,058,550	\$27,876,150
DTE Energy Company	Utility	23,192,869		23,192,869
International Transmission Company	Utility	7,962,128		7,962,128
Thomson-Shore	Publishing	3,068,041	4,193,000	7,261,041
Chelsea Health & Wellness	Wellness center	5,254,853		5,254,853
Thetford Corp	Plastic components	4,581,888	310,496	4,892,384
United Methodist Retirement Community	Retirement devel.	4,840,003		4,840,003
Dapco Industries	Valves and fittings	3,612,577		3,612,577
Sweepster/Sweepster Attachments		3,402,350	150,300	3,552,650
Creative Solutions	Computer software	<u>3,199,993</u>		<u>3,199,993</u>
TOTAL		\$77,932,302	\$13,712,346	\$91,644,648

* 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
09/29/08	2008 School Building and Site and Refunding Bonds (UTQ)	30,665,000
05/24/12	2012 School Building and Site and Refunding Bonds (UTQ)	12,090,000
09/20/12	2012 Refunding Bonds, Series B (UTQ)	<u>4,820,000</u>
NET DIRECT DEBT		<u>\$79,075,000</u>

Legal Debt Margin

2015 State Equalized Valuation		\$1,400,798,781
Debt Limit (15% of 2015 State Equalized Valuation)		\$210,119,817
Debt Outstanding	\$79,075,000	
Less bonds not subject to Debt Limit*	(79,075,000)	
Total Subject to Debt Limit		<u>0</u>
Additional Unlimited Tax Debt Which Could Be Legally Incurred		<u>\$210,119,817</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, 2016**

	Amended 11-23-15 <u>2015/16</u>
<u>REVENUES</u>	
Local Sources	\$ 4,875,034
Other Political Subdivisions	3,564
State Sources	27,357,475
Federal Sources	868,055
Transfers and Other Financing Sources	<u>3,949,312</u>
TOTAL REVENUES	\$37,053,440
<u>EXPENDITURES</u>	
Instruction	
Basic Programs	\$ 18,297,426
Added Needs	3,655,127
Support Services	
Pupil Support	3,971,842
Instruction Staff Support	1,924,716
General Administration	720,626
School Administration	2,196,065
Business Services	720,365
Operations and Maintenance	3,365,433
Transportation	1,588,484
Other Central Support	200,287
Community Services	1,706
Outgoing Transfers and Other Financing Uses	<u>910,988</u>
TOTAL EXPENDITURES	<u>\$37,553,065</u>
Revenues Over (Under) Expenditures	\$ (499,625)
Fund Balance - July 1	<u>\$ 6,130,469</u>
Estimated Fund Balance - June 30	<u>\$5,630,844</u>