

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, 2013 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
Address: 7714 Ann Arbor Street, Dexter, MI 48130
Telephone: 734-424-4100 x1015
FAX: 734-424-4111

Continuing Disclosure Report
December 2013
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>
2013/14	3,550	2008/09	3,641
2012/13	3,544	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

The projected K-12 enrollment for 2017/2018 is 3550, 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, 2016
Chief Financial Officer	1	Non-affiliated	June 30, 2015
Administrators	11	Dexter Administrators Association	June 30, 2016
Teachers	231	DEA/MEA/NEA	June 30, 2016
Para-Professionals, Secretarial, Technology, Maintenance, Custodial and Food Service	132	Dexter Educational Support Personnel Association/MEA/NEA	June 30, 2016
Bus Drivers and Bus Monitors	33	West Washtenaw Bus Drivers and Monitors Association	June 30, 2016
Other Non-Affiliated Personnel	<u>20</u>	Non-affiliated	N/A
Total	<u>429</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, 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 %	
November 1, 2010 – September 30, 2011	20.66 %	
October 1, 2010 – October 31, 2010	19.41 %	
October 1, 2009 – September 30, 2010	16.94 %	

<u>Fiscal Year Ending June 30,</u>	<u>Contribution to MPSERS</u>
2014	\$6,356,000 (Estimated)
2013	\$5,435,000
2012	\$4,911,000
2011	\$4,065,000
2010	\$3,760,000

*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.

History of Valuations – State Equalized Valuation and Taxable Valuation

	<u>State Equalized Valuation</u>	<u>Taxable Valuation</u>
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
2010	1,244,205,710	1,098,712,770
2009	1,323,950,351	1,139,135,553

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>
2013/14	\$13,466,057	Non Applicable	Non Applicable	Non Applicable
2012/13	13,284,549	\$12,278,433 92.43%	\$12,650,471 95.23%	\$13,102,268 98.63%
2011/12	13,337,791	12,331,879 92.46	12,767,112 95.72	13,202,720 98.99
2010/11	13,418,137	12,119,172 90.32	12,623,081 94.07	13,271,411 98.91
2009/10	14,030,764	12,258,768 87.37	12,907,436 91.99	13,999,916 99.78
2008/09	14,301,239	12,278,857 85.86	12,869,839 89.99	14,154,756 98.98

* 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>
2013/14	3523	\$7,519	\$25,601,186 (Estimate)
2012/13	3,550	7,468	25,354,276
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*

* The Foundation allowance above was prorated in 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 \$1,019,273 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>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</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 2013 taxable valuations. The taxpayers listed below represent 7.38% of the School District's 2013 Taxable Valuation of \$1,122,070,648.

<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	Utility	\$22,193,799		\$22,193,799
Dexter Fastners/DexterTFastner Tec	Engine Fastners	21,282,800		21,282,800
International Transmission Company	Utility	7,951,400		7,951,400
Thomson-Shore	Publishing	3,288,841	\$4,524,500	7,813,341
Thetford Corp	Plastic components	4,679,500	154,000	4,833,500
United Methodist Church	Retirement devel.	4,725,300		4,725,300
Sweepster/Sweepster Attachments		3,674,100		3,674,100
Creative Solutions	Computer software	3,611,300		3,611,300
Dapco Industries	Valves and fittings	2,937,100	567,700	3,504,800
Nagel Precisions, Inc.	Honing machines	<u>3,271,800</u>		<u>3,271,800</u>
TOTAL		\$77,615,940	\$5,246,200	\$82,862,140

* 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)	39,635,000
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>14,465,000</u>
NET DIRECT DEBT		<u>\$101,270,000</u>

Legal Debt Margin

2013 State Equalized Valuation		\$1,221,125,562
Debt Limit (15% of 2013 State Equalized Valuation)		\$183,168,834
Debt Outstanding	\$101,270,000	
Less bonds not subject to Debt Limit*	(101,270,000)	
Total Subject to Debt Limit		<u>0</u>
Additional Unlimited Tax Debt Which Could Be Legally Incurred		<u>\$183,168,834</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, 2014

	Amended 11-18-13 <u>2013/14</u>
<u>REVENUES</u>	
Local Sources	\$ 4,336,874
Other Political Subdivisions	2,706
State Sources	25,802,495
Federal Sources	827,292
Transfers and Other Financing Sources	<u>2,775,979</u>
TOTAL REVENUES	\$33,745,346
<u>EXPENDITURES</u>	
Instruction	
Basic Programs	\$ 17,374,403
Added Needs	3,136,677
Support Services	
Pupil Support	3,585,295
Instruction Staff Support	1,911,302
General Administration	802,929
School Administration	2,183,681
Business Services	551,270
Operations and Maintenance	3,138,545
Transportation	1,707,815
Other Central Support	69,638
Community Services	2,553
Outgoing Transfers and Other Financing Uses	<u>624,841</u>
TOTAL EXPENDITURES	<u>\$35,088,949</u>
Revenues Over (Under) Expenditures	\$ (1,343,603)
Fund Balance - July 1	<u>\$ 6,573,443</u>
Estimated Fund Balance - June 30	<u>\$5,229,840</u>