

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 06/01/1998, original amount: \$69,600,000
CUSIP ID #: 252255

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

Title: 2017 School Building and Site and Refunding Bonds
Date and Amount: dated 11/28/2017, original amount: \$70,615,000
CUSIP ID #: 252255

Number of pages attached: 5 pages, plus June 30, 2020 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: 2704 Baker Road, Dexter, MI 48130
Telephone: 734-424-4100 x1015
FAX: 734-424-4111

Continuing Disclosure Report
December 2020
Dexter Community Schools
Counties of Washtenaw and Livingston, State of Michigan
\$69,600,000 1998 School Building and Site Bonds
\$15,670,000 2012 School Building and Site and Refunding Bonds
\$70,615,000 2017 School Building and Site and Refunding Bonds

Enrollment History

<u>School Year</u>	<u>Enrollment</u>	<u>School Year</u>	<u>Enrollment</u>
2020/21	3,388	2015/16	3,550
2019/20	3,628	2014/15	3,547
2018/19	3,646	2013/14	3,550
2017/18	3,628	2012/13	3,544
2016/17	3,586	2011/12	3,595

The projected K-12 enrollment for 2023/2024 is 3,508, 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, 2025
Chief Financial Officer	1	Non-affiliated	June 30, 2022
Executive Director Human Resources	1	Non-affiliated	June 30, 2022
Administrators	13	Dexter Administrators Association	June 30, 2022
Teachers	245	DEA/MEA/NEA	June 30, 2022
Para-Professionals, Secretarial, Technology, Maintenance, Custodial and Food Service	130	Dexter Educational Support Personnel Association/MEA/NEA	June 30, 2022
Bus Drivers and Bus Monitors	26	West Washtenaw Bus Drivers and Monitors Association	June 30, 2022
Other Non-Affiliated Personnel	<u>54</u>	Non-affiliated	N/A
Total	<u>471</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>	<u>Pension & Pension Plus</u>
October 1, 2020 - September 30, 2021	28.21 – 29.96%	26.25 – 30.16%
October 1, 2019 - September 30, 2020	27.50 – 28.98%	25.55 – 30.16%
October 1, 2018 - September 30, 2019	25.32 – 27.82%	25.39 – 30.16%
February 1, 2018 - September 30, 2018	25.21 – 27.31%	25.28 – 30.16%
October 1, 2017 - January 31, 2018	25.21 – 27.31%	25.28 – 27.03%
October 1, 2016 - September 30, 2017	25.18 – 26.72%	25.31 – 27.09%

<u>Fiscal Year Ending June 30,</u>	<u>Contribution to MPSERS</u>
2021	\$10,381,000 (Estimated)
2020	9,567,000
2019	8,988,000
2018	9,007,000
2017	8,157,000

* For additional information see Note 10 “Pension and Other Postemployment Benefits Plans” in the Financial Statements.

History of Valuations – State Equalized Valuation and Taxable Valuation

	<u>State Equalized Valuation</u>	<u>Taxable Valuation</u>
2020	\$1,850,473,957	\$1,467,217,107
2019	1,722,281,143	1,403,828,573
2018	1,629,979,824	1,332,417,299
2017	1,572,280,747	1,267,390,387
2016	1,492,829,088	1,225,539,135
2015	1,400,798,781	1,201,675,830

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>
2020/21	\$17,790,567	In Process of Collection	In Process of Collection	In Process of Collection
2019/20	17,071,994*	\$16,227,430 94.88%	\$16,793,271 98.19%	\$16,975,662 99.44%
2018/19	16,125,179*	15,381,812 94.91	16,068,449 99.15	15,996,173 99.20
2017/18	15,138,056*	14,748,977 96.14	15,338,990 99.99	15,135,330 99.98
2016/17	14,669,948*	14,333,850 96.25	14,890,512 99.99	14,657,024 99.91
2015/16	14,434,059*	13,929,298 95.20	14,624,089 99.95	14,431,899 99.99

* Total tax levy adjusted in subsequent tax year. March 1 and June 30 tax collections reflect percentages of levies at June 30 of respective tax year.

State Aid Payments

<u>Year</u>	<u>Blended Pupil Count*</u>	<u>Foundation Allowance Per Pupil</u>	<u>Total State Aid Payments</u>
2020/21	3,388**	\$8,393***	\$31,250,679 (Estimate)
2019/20	3,628	8,328	32,191,411
2018/19	3,644	8,117	31,261,255
2017/18	3,625	7,905	30,179,925
2016/17	3,585	7,799	28,562,243
2015/16	3,550	7,693	27,719,067

* Blended pupil count is calculated on 10% prior school year spring and 90% current school year fall counts.

** Due to the COVID-19 pandemic, the 2020-21 pupil count was calculated using a “super blend”: 75% 2019-20 student count and 25% 2020-21 student count.

*** \$65 increase from 2019-20, which is a one time categorical payment of \$226,000 based on 50% 2019-20 student count and 50% 2020-21 student count.

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

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</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-PRE	26.5000	26.5000	26.5000	26.5000	26.5000

* The extra voted millage is levied on Non-Principal Residence Exemption 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 2020 taxable valuations. The taxpayers listed below represent 6.55% of the School District’s 2020 Taxable Valuation of \$1,467,217,107.

<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	\$28,062,053		\$28,062,053
International Transmission Company	Utility	14,919,636		14,919,636
Rover Pipeline LLC	Natural gas pipeline	11,703,626		11,703,626
Dexter Fastener	Engine fasteners	8,881,671	\$1,778,620	10,660,291
Enbridge Pipelines	Oil pipeline system	10,039,343		10,039,343
Thetford Corp	Plastic components	5,262,335	256,700	5,519,035
United Methodist Retirement Community	Retirement develop	5,204,170		5,204,170
Power Wellness Management LLC**	Wellness center	4,984,171		4,984,171
Consumers Energy	Utility	3,883,661		3,883,661
Walkabout Creek	Affordable housing	<u>3,140,128</u>		<u>3,140,128</u>
TOTAL		\$96,080,794	\$2,035,320	\$98,116,114

* Equivalent IFT Valuation is half of the property’s total taxable valuation. The School District collects debt tax revenues at one-half rate of the total IFT valuations.

** Taxable status is being protested and is currently in litigation. The owner is a nonprofit, charitable institution. The nonprofit status was upheld by the Michigan Tax Tribunal for 2014 - 2017 tax years.

Direct Debt

06/01/1998	1998 School Building and Site Bonds (UTQ)	\$21,000,000
05/24/2012	2012 School Building and Site and Refunding Bonds (UTQ)	1,975,000
11/28/2017	2017 School Building and Site and Refunding Bonds (UTQ)	<u>70,615,000</u>
NET DIRECT DEBT		<u>\$93,590,000</u>

Legal Debt Margin

2020 State Equalized Valuation		\$1,850,473,957
Debt Limit (15% of 2020 State Equalized Valuation)		277,571,094
Debt Outstanding	\$93,590,000	
Less bonds not subject to Debt Limit*	(93,590,000)	
Total Subject to Debt Limit		<u>0</u>
Additional Unlimited Tax Debt Which Could Be Legally Incurred		<u>\$277,571,094</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, 2021**

Amended
12-7-2020
2020/21

REVENUES

Local Sources	\$ 6,083,876
State Sources	31,121,468
Federal Sources	2,469,000
Transfers and Other Financing Sources	<u>5,643,236</u>
TOTAL REVENUES	\$45,317,580

EXPENDITURES

Instruction	
Basic Programs	\$ 21,347,873
Added Needs	5,400,782
Support Services	
Pupil Support	4,379,977
Instruction Staff Support	2,906,097
General Administration	672,159
School Administration	2,579,668
Business Services	760,885
Operations and Maintenance	4,289,543
Transportation	1,617,755
Other Central Support	416,397
Community Services	279,196
Outgoing Transfers and Other Financing Uses	<u>743,923</u>
TOTAL EXPENDITURES	<u>\$45,394,255</u>

Revenues Over (Under) Expenditures \$ (76,675)

Fund Balance - July 1 \$ 9,854,358

Estimated Fund Balance - June 30 \$ 9,777,683