

KENOWA HILLS PUBLIC SCHOOLS

Municipal Disclosure Annual Filing

Issuer and/or Obligated Party:

Kenowa Hills Public Schools

CUSIP #: 489890

Titles and Dates of Issues:

2010 School Building & Site Bonds, Series A (QSCBs), Dated: 06/23/10 - Orig. Amount: \$13,815,000

2010 School Bus Bonds, Series B, Dated: 06/23/10 - Original Amount: \$510,000

2015 Refunding Bonds, Dated: 02/04/15 - Original Amount \$14,425,000

2016 School Building & Site Bonds, Series I, Dated: 06/21/16 - Orig. Amount: \$15,490,000

Number of Pages Including Cover:

5

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

Stacy L. Adkins

Signed: _____

Date: December 22, 2016

Name: Stacy L. Adkins

Title: Associate

Employer: Public Financial Management, Inc. (PFM)

Address: 555 Briarwood Circle, Suite 333, Ann Arbor, MI 48108

Phone: (734) 994-9700

*This Annual Disclosure document and the information contained herein are subject to completion and amendment. Information herein has been obtained from the School District and other sources believed to be reliable, but the accuracy or completeness of such information is not guaranteed by, and should not be construed as a representation by, Public Financial Management, Inc., the School District's Financial Advisor.

KENOWA HILLS PUBLIC SCHOOLS

ANNUAL DISCLOSURE DOCUMENT

Kenowa Hills Public Schools

Counties of Kent and Ottawa, State of Michigan

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CUSIP #: 489890

DUE: December 27th Annually

PROPERTY VALUATIONS – HISTORICAL VALUATIONS:

<u>Year</u>	<u>SEV</u>	<u>Change</u>	<u>Total Taxable Value</u>	<u>Change</u>
2016	\$1,232,304,100	1.80%	\$1,099,552,320	-2.32%
2015	1,210,456,700	6.81%	1,125,612,779	4.15%
2014	1,133,263,500	4.44%	1,080,757,202	2.98%
2013	1,085,086,625	-0.49%	1,049,488,905	-0.31%
2012	1,090,443,106	-3.96%	1,052,724,419	-2.91%

Source: Kent and Ottawa Counties Equalization Departments & School District

MAJOR TAXPAYERS:

<u>Taxpayer</u>	<u>Product / Service</u>	<u>2016 Taxable Value</u>
Meijer Inc	Retail/Grocery	\$23,931,432
Consumers Energy	Utility	12,368,342
Kimco Green Orchard	Mall/Retail	11,129,281
Goodwill Co, Inc.	Charity	11,027,919
Betz, Carl & Patricia Family Trust	Trust	9,744,666
Edward Rose & Assoc.	Apartments	8,923,904
Eagle's Landing/Spanish Gate LLC	Apartments	8,343,957
GS II Green Ridge LLC	Shopping Center	8,058,552
Bissell Home Care	Vacuum and Floor Cleaner Manufacturer	7,114,102
Irwin Seating	Commercial Seating Manufacturer	6,466,412
TOTAL		\$107,108,567
2016 Taxable Value		\$1,099,552,320
Total 10 Taxpayers as a % of Total Taxable Value		9.74%

Source: Kent and Ottawa Counties Equalization Departments

KENOWA HILLS PUBLIC SCHOOLS

TAX RATES:

<u>Year</u>	Voted <u>Operating*</u>	<u>Debt</u>	<u>Total</u>
2016	18.0000	4.4100	22.4100
2015	18.0000	3.4200	21.4200
2014	18.0000	3.5500	21.5500
2013	18.0000	3.2700	21.2700
2012	18.0000	2.9700	20.9700

* Levied on non-homestead property only.

Source: School District

STATE AID PAYMENTS:

Fiscal Year End <u>30-Jun</u>	Total <u>Received</u>	Blended Pupil <u>Count</u>	Amount Received <u>per Pupil</u>	Foundation Allowance <u>per Pupil</u>
2016	\$18,412,545	3,247.44	\$5,670	\$7,399
2015	17,661,844	3,264.96	5,410	7,259
2014	16,347,876	3,328.47	4,912	7,209
2013	17,072,809	3,310.83	5,157	7,152
2012	16,364,878	3,342.59	4,896	7,152

Source: State of Michigan Department of Education website

TAX LEVIES AND COLLECTIONS:

<u>Levy Year</u>	<u>Operating Tax Levy</u>	<u>Collections to March 1st</u>		<u>Collections to June 30th</u>	
		<u>Dollar Amt</u>	<u>Percent</u>	<u>Dollar Amt</u>	<u>Percent</u>
2015	\$9,048,091	\$8,956,400	98.99%	\$9,039,673	99.91%
2014	8,842,417	8,725,694	98.68%	8,830,005	99.86%
2013	8,596,767	8,429,171	98.05%	8,592,035	99.94%
2012	8,829,591	8,696,991	98.50%	8,822,325	99.92%
2011	9,272,208	9,028,329	97.37%	9,254,209	99.81%

Source: School District

KENOWA HILLS PUBLIC SCHOOLS

LABOR RELATIONS:

<u>Class</u>	<u>No. of Employees</u>	<u>Contract Exp. Date</u>
Superintendent	1	06/30/19
Assistant Superintendent	1	06/30/18
Finance/HR Director	1	06/30/18
Maintenance Director	1	06/30/18
Directors	2	06/30/17
Building Administrators	8	06/30/17
Dean of Students	1	06/30/17
Supervisors	2	06/30/17
Kenowa Hills Education Association	188	08/15/18
Kenowa Hills Support Staff Association	72	08/15/18
Non-Union Support Staff	79	N/A
TOTALS	<u><u>356</u></u>	

Source: School District

SCHOOL ENROLLMENT:

Historical Enrollment

<u>School Year</u>	<u>Fall Enrollment</u>
2016/17	3,144
2015/16	3,258
2014/15	3,282
2013/14	3,340
2012/13	3,330

2016/17 Fall Enrollment

Projected Enrollment

Pre-K (Sp. Ed.)	32	6th	236
Kindergarten	261	7th	251
1st	199	8th	232
2nd	219	9th	278
3rd	215	10th	259
4th	243	11th	232
5th	231	12th	256
		Total	<u><u>3,144</u></u>

Projected enrollment is not available. Forward looking projections are not required to be a part of annual disclosure filings, and it was not the District's intent to provide updates on projected enrollments.

Source: School District

KENOWA HILLS PUBLIC SCHOOLS

RETIREMENT PLAN:

Fiscal Year End	Contribution	
<u>30-Jun</u>	<u>Amount</u>	<u>Contribution Period:</u>
2016	\$4,964,321	Oct. 1, 2015-Sept. 30, 2016
2015	4,601,016	<u>Standard Contribution Rate:</u>
2014	4,696,235	25.39 - 27.35%
2013	4,371,720	<u>Pension Plus Contribution Rate:</u>
2012	3,876,112	25.56 - 27.13%

Source: School District / Audited Financial Statements

DEBT STATEMENT - DIRECT DEBT:

As of November 30, 2016

<u>Bonds</u>		<u>Final</u>	<u>Amount</u>
<u>Dated</u>	<u>Description</u>	<u>Maturity Date</u>	<u>Outstanding</u>
06/23/10	Building & Site, UTQ	05/01/26	\$11,890,000
06/23/10	Bus Bonds, UTQ	05/01/17	75,000
02/04/15	Refunding, UTQ	05/01/26	13,365,000
06/21/16	Building & Site, Series I, UTQ	05/01/45	15,490,000
TOTAL DIRECT DEBT			<u><u>\$40,820,000</u></u>

Source: Municipal Advisory Council of Michigan

SCHOOL LOAN REVOLVING FUND

The District did not have an outstanding SLRF/SBLF balance as of November 30, 2016.

Source: Michigan Department of Treasury

GENERAL FUND- BUDGET SUMMARY:

	<u>2016/2017</u>
Revenues:	<u>\$32,814,172</u>
Expenditures	<u>33,525,257</u>
Excess Revenues Over (Under) Expenses	<u>(\$711,085)</u>
Fund Balance - July 1, 2016	<u>4,208,068</u>
Estimated Fund Balance - June 30, 2017	<u><u>\$3,496,983</u></u>

Detailed budgets may be found on the following site:
<http://www.khps.org/district/budget-and-salary-compensation>

Source: School District