



State of Michigan

DEPARTMENT OF TREASURY

GRETCHEN WHITMER

GOVERNOR


LANSING

RACHAEL EUBANKS

STATE TREASURER

DATE: December 19, 2022

TO: Financial Review Commission

FROM: Patrick Dostine, Executive Director, Departmental Specialist 

SUBJECT: DPSCD and DPS Waiver Continuation

Introduction

The Detroit Public Schools Community District (DPSCD) and the School District of the City of Detroit (DPS) were granted waivers from requirements designated in sections 6 and 7 of the Michigan Financial Review Commission Act, Public Act 181 of 2014, as amended, (the "Act"), October 26, 2020.

A waiver granted to a qualified school district under Section 8(2) of the Act continues in effect unless rescinded by the Financial Review Commission (the "Commission") pursuant to the Section 8(3).

Review

DPSCD and the DPS have been diligent in providing the Commission with timely submissions of information and monthly, quarterly, and annual reports as required in Resolution 2020-23 for DPSCD and Resolution 2020-6 for DPS. Based upon a review of the DPSCD's and DPS' financial information, submitted reports, additional information presented during the finance and contracts subcommittee meetings, and the district's comprehensive presentation to the FRC on November 14, 2022, there is no indication that any of the circumstances requiring rescission under section 8(3) of the Act of the waiver granted to DPSCD or DPS have occurred. Also, based on the above-mentioned information, there is not a substantial likelihood that any circumstance requiring rescission under section 8(3) of the Act of the waiver granted to DPSCD or DPS will imminently occur. Therefore, I recommend the Commission acknowledge that the waivers continue in effect by adopting Resolution 2022-2.

Conclusion

The Commission, during waiver, plays a very limited role in the district's day-to-day finances and operations. The Commission's statutory role is listed in Sec. 8 (3) of the Act.

Going forward, the Commission, utilizing the submissions of financial reports from DPSCD and DPS pursuant to Resolution 2020-23 and Resolution 2020-6, respectively, will review the progress for both entities and verify monthly that they remain in compliance with and do not trigger any conditions in section 8(3)(a) through (h), the waiver rescission section of Act.

SECTION 8(3) OF THE MICHIGAN FINANCIAL REVIEW COMMISSION ACT, PUBLIC ACT 181 OF 2014
PERIOD OF REVIEW
DECEMBER 13, 2021 – DECEMBER 19, 2022

Monitored in wavier	FRC Act Sec. No.	Compliance
The qualified school district fails to pay principal of or interest on any municipal securities when due or payable	8(3)(a)	DPS paid all operating debt and capital debt payments on time, as scheduled. DPSCD, not applicable
The qualified school district incurs a budget deficit in a fiscal year equal to or more than 5% of the total expenditures in that year based on generally accepted accounting principles.	8(3)(b)	Both DPSCD and DPS adhered to balance budgets as demonstrated in the FY '22 audited financial statements. DPS ended FY '22 with a GF surplus of \$19.3 million. DPSCD ended FY '22 with a GF surplus of \$286 million. DPS and DPSCD's FY '22 audits were unmodified, with no questioned costs, no audit findings.
The qualified school district issues municipal securities without the authorization of the commission or in violation of the revised municipal finance act, 2001 PA 34, MCL 141.2101 to 141.2821.	8(3)(c)	No municipal securities were issued by DPSCD during the review period.
The qualified school district violates this act or any mandatory financial controls in a manner that substantially impairs that qualified school district's ability to pay principal of and interest on municipal securities or other debt when due and payable or its ability to adhere to a balanced budget.	8(3)(d)	DPS and DPSCD are in compliance with Michigan Financial Review Commission Act, 2014 PA 181, as amended. DPS and DPSCD's FY '22 audits were unmodified, with no questioned costs, no audit findings. DPS and DPSCD's auditor, Plant Moran, issued letter, both in compliance with PA2, Uniform Budgeting and Accounting Act. DPS paid all operating debt and capital debt payment on time, as scheduled. Both DPSCD and DPS adhered to balance budgets demonstrated in the FY '22 audited financial statements. DPS ended FY '22 with a GF surplus of \$19.3 million. DPSCD ended FY '22 with a GF surplus of \$286 million.
The qualified school district violates any provision of the plan for adjustment, if applicable.	8(3)(e)	Not applicable.
The state treasurer and the qualified school district's chief financial officer, if applicable, fail to certify that the criteria in subsection 8(2)(b) are met.	8(3)(f)	8(2)(b) requirements were certified October 26, 2020 when DPSCD and DPS were granted waivers of the requirements designated in section 6 and section 7 of the Michigan Financial Review Commission Act, 2014 PA 181, as amended.
The qualified school district's chief financial officer has resigned, been terminated, or been removed, or the office has otherwise become vacant and a successor has not been appointed within 180 days of that vacancy.	8(3)(g)	No change in the CFO.
The qualified school district has not satisfied the requirements in subsection (8)(2)(h).	8(3)(h)	DPS made all payments to the public-school employee's retirement system (ORS), per the Master Debt Schedule. DPS made supplemental payments to ORS of \$17.3 million in FY 21 and \$28.2 million in July 2021, and \$13.9 million in FY22. DPSCD is current on all payments to ORS.



State of Michigan
DEPARTMENT OF TREASURY

GRETCHEN WHITMER

RACHAEL EUBANKS

GOVERNOR

LANSING

STATE TREASURER

DATE: December 19, 2022

TO: Financial Review Commission

FROM: Rachael Eubanks, State Treasurer

SUBJECT: DPSCD and DPS Compliance

On October 26, 2020, the Michigan Financial Review Commission (the "Commission") granted both the Detroit Public School Community District ("DPSCD") and the School District for the City of Detroit ("DPS") a waiver of the requirements designated in section 6 and section 7 of the Michigan Financial Review Commission Act, 2014 PA 181, as amended (the "Act"). Under the Act, a waiver granted under section 8(2) of the Act continues in effect unless rescinded by the Financial Review Commission (the "Commission") pursuant to section 8(3) of the Act.

Based upon information provided to the Commission, including information required by Resolutions 2020-23 for DPSCD and Resolution 2020-6 for DPS, over the course of a year, beginning December 13, 2021, there is no indication that any of the circumstances requiring rescission under section 8(3) of the Act of the waiver granted to DPSCD or DPS have occurred. Based upon that information there also is not a substantial likelihood that any circumstance requiring rescission under section 8(3) of the Act of the waiver granted to DPSCD or DPS will imminently occur.



GRETCHEN WHITMER
GOVERNOR

STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

RACHAEL EUBANKS
STATE TREASURER

DETROIT FINANCIAL REVIEW COMMISSION

RESOLUTION 2022-02

RECOGNIZING CONTINUING WAIVER UNDER SECTION 8 OF THE MICHIGAN FINANCIAL REVIEW COMMISSION ACT

WHEREAS, under the Michigan Financial Review Commission Act, Public Act 181 of 2014, as amended, MCL 141.1631 to 141.1643 (the "Act") the Detroit Financial Review Commission (the "Commission") is authorized to review certain financial activities of the School District of the City of Detroit and the Detroit Public Schools Community District;

WHEREAS, on October 26, 2020, acting pursuant to section 8(2) of the Act, the Commission granted a waiver of the requirements of section 6 and 7 of the Act to the School District of the City of Detroit in Resolution 2020-6 and to the Detroit Public Schools Community District in Resolution 2020-23 (each a "Waiver" and together the "Waivers");

WHEREAS, under section 8(2) of the Act the Waivers remains effective unless rescinded by the Commission pursuant to section 8(3) of the Act; and

WHEREAS, conditions requiring the rescission of a Waiver have not arisen and, based upon information reported by the School District of the City of Detroit and the Detroit Public Schools Community District, there is not currently a substantial likelihood that conditions requiring rescission of a Waiver will imminently occur.

NOW THEREFORE, be it **RESOLVED** by the Detroit Financial Review Commission as follows:

1. That the Commission acknowledges that the waiver granted to the School District of the City of Detroit by Resolution 2020-6 has not been rescinded and remains effective;
2. That the Commission acknowledges that the waiver granted to the Detroit Public Schools Community District by Resolution 2020-23 has not been rescinded and remains effective;
3. That the minutes of the Commission meeting at which this resolution is adopted must indicate the adoption of this resolution; and
4. That this resolution is effective immediately.



RISE UP
with DPSCD

DPSCD FINANCE COMMITTEE PRESENTATION

December 2022

DPS Update – October 2022

RISE UP
with **DPSCD**



Overall Summary – DPS

Revenues and Expenditures – October 2022

- DPS received \$8.9M in 13 mill receipts.
 - Current 13 mill tax receipt reserves are \$38.5M.
 - DPS paid the required debt payments due in November as scheduled.
- DPS received \$1.5M in 18 mill receipts.
 - Total 18 mill account balances total \$27.5M.

Cash Flow

- The ending general fund cash balance at the end June 2023 is projected to be \$4.1M.

DPSCD Update – October 2022

RISE UP
with DPSCD



Overall Summary – DPSCD Revenues and Expenditures

October revenue was ahead of forecast.

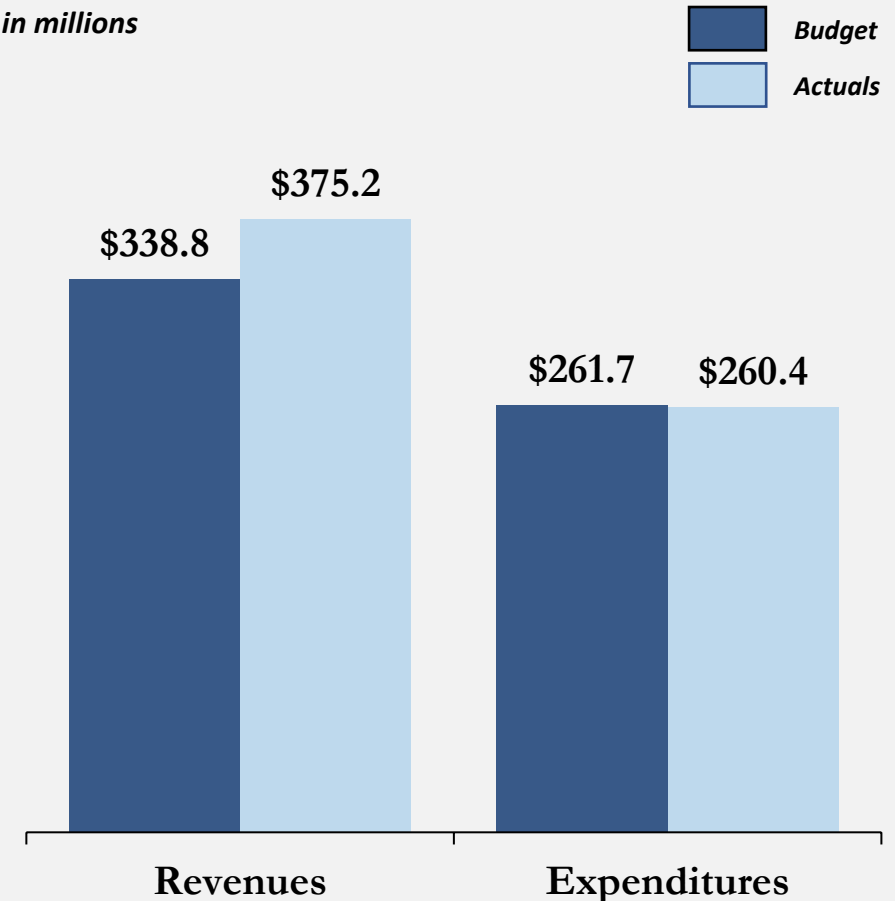
- Local revenue includes Enhancement millage expected in previous months and long-term contract renewal revenues from Cell tower agreements.
- Federal revenue is higher due to increase draw down rates on fiscal year 2022 COVID expenditures.

Overall, expenditures in-line with forecasts.

- While purchased services trails budget forecasts, expenditures are expected in future months as supply chain issues stabilize.

Budget vs. Actuals – As of October 2022

\$ in millions

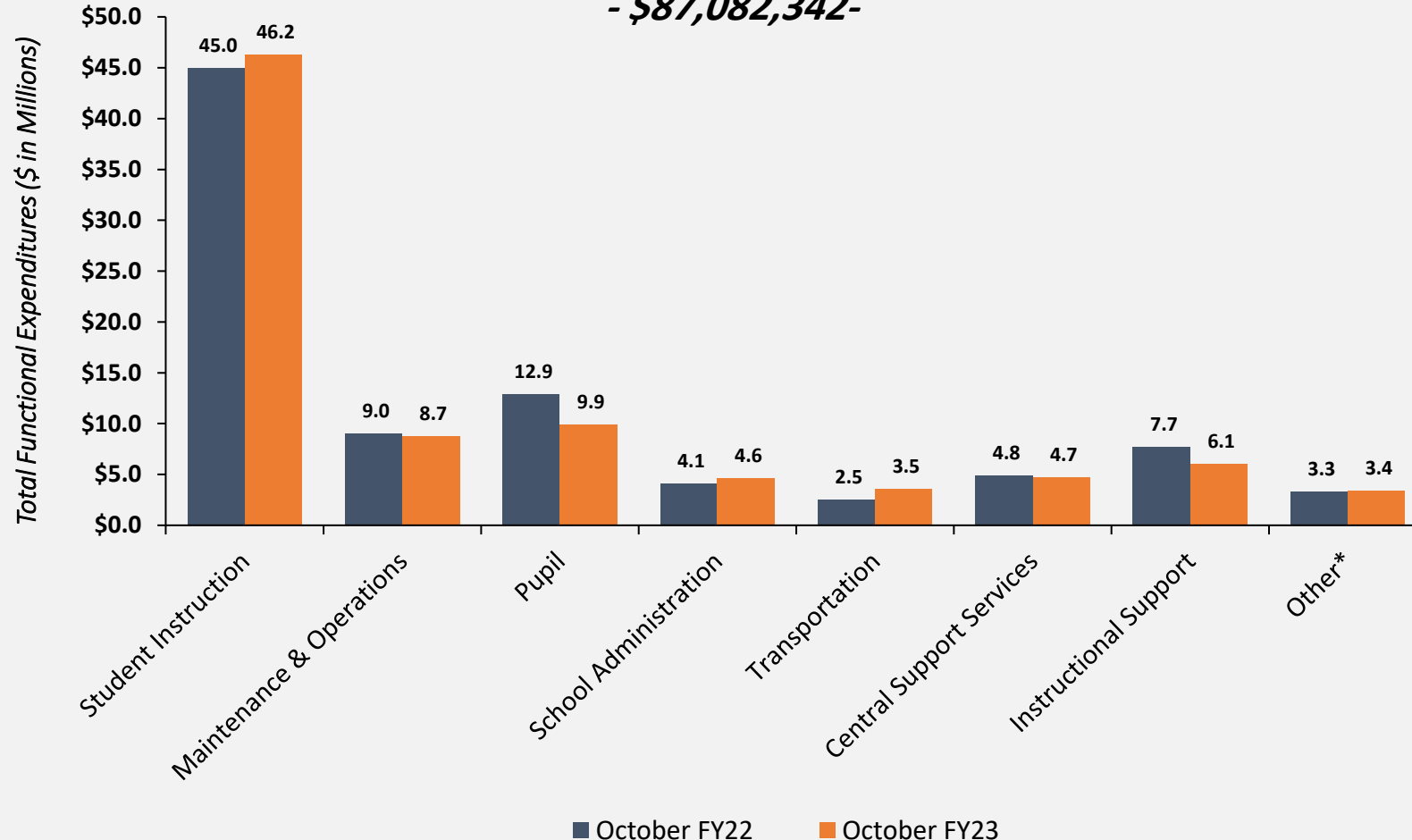


Summary of Revenues and Expenditures

	Budget to Actual Comparison Current Month					Budget to Actual Comparison YTD								
	Budget		Actual		Variance		Budget		Actual		Variance			
	Month of		Month of				YTD		YTD					
	Oct FY 22		Oct FY 22		\$	%	Oct FY 22		Oct FY 22		\$	%		
SUMMARY														
Revenues														
Local sources	\$	\$3,459,082	\$	11,543,503	\$	8,084,420	234%	\$	22,410,759	\$	19,247,329	\$	(3,163,430)	(14%)
State sources		46,766,507		46,455,742		(310,765)	(1%)		186,766,029		186,589,356		(176,673)	(0%)
Federal sources		38,894,650		44,973,795		6,079,145	16%		129,645,585		169,339,670		39,694,085	31%
Total revenues		89,120,239		102,973,040		13,852,801	16%		338,822,372		375,176,355		36,353,982	11%
Expenditures														
Salaries		41,688,096		42,353,197		665,101	2%		120,420,689		123,486,591		3,065,903	3%
Benefits		23,967,096		24,349,473		382,377	2%		69,632,986		72,379,780		2,746,794	4%
Purchased Services		14,815,768		15,210,613		394,845	3%		47,450,905		40,036,642		(7,414,264)	(16%)
Supplies & Textbooks		3,386,311		3,470,081		83,771	2%		12,510,446		12,310,584		(199,862)	(2%)
Equipment & Capital		360,939		366,697		5,759	2%		2,593,826		2,992,694		398,868	15%
Utilities		1,311,359		1,332,280		20,922	2%		9,111,473		9,190,979		79,506	1%
Total expenditures		85,529,568		87,082,342		1,552,774	2%		261,720,325		260,397,270		(1,323,055)	(1%)
Surplus (Deficit)	\$	3,590,671	\$	15,890,698	\$	12,300,027	17%	\$	77,102,049	\$	114,779,085	\$	37,677,037	10%

Expenditures by Function – October FY22 v. FY23

October FY23 Functional Expenditures** - \$87,082,342-



Notes:

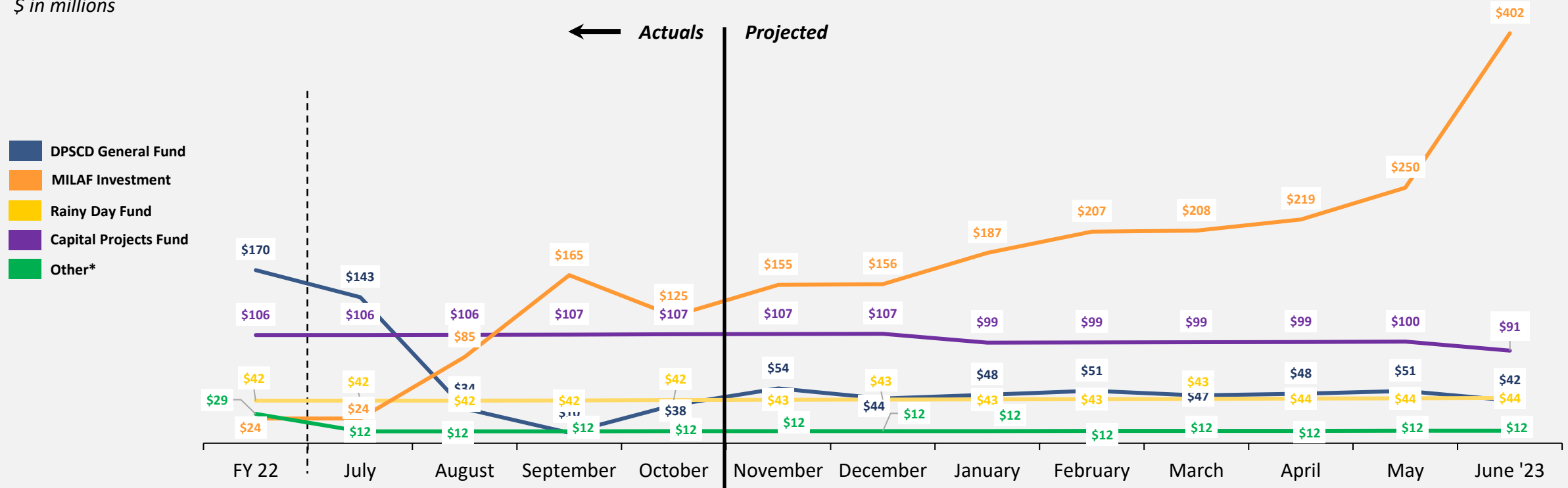
- Expenses were similar in October FY23 to FY22.
- Pupil expenditures were higher in FY22 due to mandatory COVID testing which was recorded in this category.

DPSCD October 2022 Cash Flow Analysis

- At the end of October, DPSCD's ending balances were as follows: General Fund - \$37.5M, Rainy-Day Fund - \$42.4M, Capital Projects Fund - \$106.8M, MILAF Investment Account - \$124.8M and Other* remaining funds - \$11.8M.
- The current cash balances are estimated to be equivalent to 22.3 weeks of average expenditures¹.
- A portion of general fund cash will be assigned to Facility Master Plan per final audited financials with the November update.

Actual Ending Cash Balance – October 31, 2022

\$ in millions



¹) Calculated by taking cash balances of all funds available to the Board as of October 31, 2022, and dividing it by the rolling average actual YTD expenditures per week (excludes extraordinary, one-time items)

*Other Funds include: Internal Service Fund, Legal Reserve Fund and the Food Service Fund

DPSCD Cash Forecast to Actuals – October 2022

9

IN THOUSANDS \$ 0.00

OCTOBER

CASH RECEIPTS

STATE AID
MPSERS (STATE FUNDED)
ENHANCEMENT MILLAGE
GRANTS
TRANSFER FROM MILAF INVESTMENT ACCOUNT
TRANSFER FROM RELATED ACCOUNTS
WCRESA
FOOD SERVICE-REIMBURSEMENT
MISCELLANEOUS

FORECAST	ACTUALS	VARIANCE	COMMENTS :
\$ 44,641	\$ 46,500	\$ 1,860	
-	-	-	
2,818	3,842	1,024	
52,885	7,127	(45,758)	Timing, grant receipts of \$50M expected in November
-	40,000	40,000	Transfer due timing of cash receipts
-	-	-	
3,515	3,515	0	
1,472	1,407	(65)	
\$ 547	\$ 3,352	2,805	
\$ 105,878	\$ 105,743	(135)	

TOTAL CASH RECEIPTS

CASH DISBURSEMENTS

MPSERS (PASS THROUGH)
PAYROLL - DIRECT DEPOSIT, ADDITIONAL, OR IMPREST
EMPLOYER TAXES
EMPLOYEE WITHOLDINGS
FRINGE BENEFITS (GARNS/WORKERS COMP)
HEALTH
PENSION (EMPLOYEE PORTION)
PENSION (EMPLOYER PORTION)
ACCOUNT PAYABLE GENERAL FUNDS
CP ACCOUNTS PAYABLE
FOOD SERVICE
TRANSFER TO INVESTMENT ACCOUNT
TRANSFER TO RELATED ACCOUNTS

-	-	-	
(17,429)	(20,823)	(3,395)	
(5,424)	(7,677)	(2,252)	
(3,029)	(2,642)	388	
(1,260)	(1,242)	18	Timing, the cash for the November 1st payroll was withdrawn in October rather than November
(4,671)	(4,953)	(281)	
(2,497)	(4,612)	(2,115)	
(8,642)	(14,615)	(5,972)	
(29,480)	(17,259)	12,221	Timing, forecast assumed payments for technology items which are delayed as a result of supply chain issues
(1,500)	(3,417)	(1,917)	
(5,221)	(1,271)	3,949	Timing, payments will be processed in future months
-	-	0	
-	(64)	(64)	
\$ (79,154)	\$ (78,574)	\$ 580	

TOTAL CASH DISBURSEMENTS

BEGINNING CASH BALANCE
NET CASH FLOW
ENDING CASH BALANCE

\$ 10,350	\$ 10,350	\$ 0
26,724	27,169	445
\$ 37,074	\$ 37,519	\$ 445

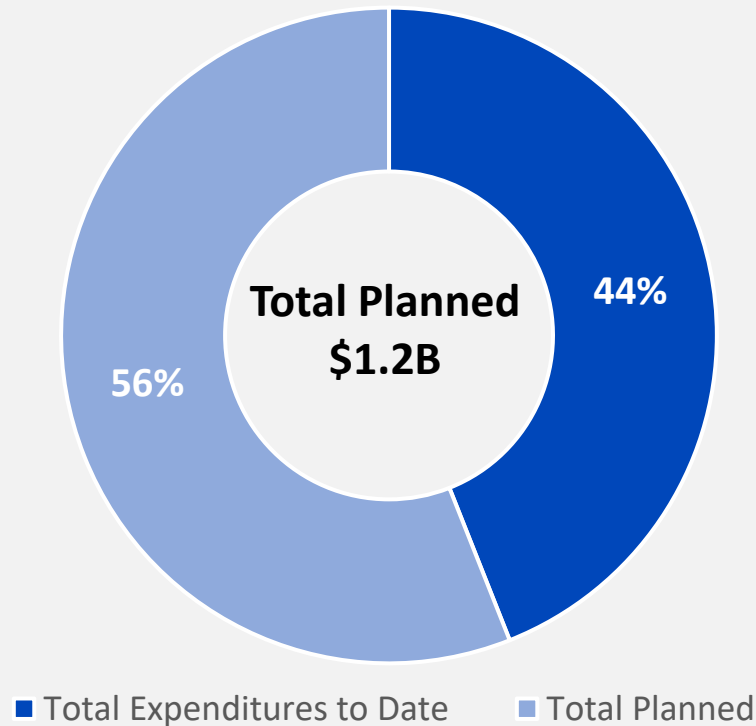
Food Service Revenues and Expenditures - FY23

	Food Service Budget to Actual Comparison Current Month					Food Service Budget to Actual Comparison YTD								
	Budget		Actual		Variance		Budget		Actual		Variance			
	Month of		Month of				YTD		YTD					
	October FY 23	October FY 23	\$	%			October FY 23	October FY 23	\$	%				
SUMMARY														
Revenues														
Local sources	\$	183,744	\$	14,070	\$	(169,674)	(92%)	\$	392,218	\$	52,190	\$	(340,028)	(87%)
State sources		198,884		64,131		(134,752)	(68%)		422,316		231,731		(190,585)	(45%)
Federal sources		4,549,456		5,691,977		1,142,521	25%		9,711,190		9,824,459		113,270	1%
Other sources (Commodities)		296,739		-		(296,739)	(100%)		633,414		-		(633,414)	(100%)
Total revenues	\$	5,228,824	\$	5,770,178	\$	541,355	10%	\$	11,159,138	\$	10,108,380	\$	(1,050,757)	(9%)
Expenditures														
Personnel	\$	2,412,130	\$	1,563,221	\$	(848,910)	(35%)	\$	5,358,891	\$	4,284,683	\$	(1,074,208)	(20%)
Purchased Services		167,429		161,348		(6,081)	(4%)		377,392		294,274		(83,118)	(22%)
Supplies & Equipment		2,322,554		1,903,205		(419,350)	(18%)		5,057,684		3,532,335		(1,525,349)	(30%)
Other Equipment		-		3,403		3,403	0%		65,595		68,998		3,403	5%
Capital Outlay		-		-		-	0%		102,498		186,774		84,276	0%
Misc		10,842		10,470		(372)	(3%)		23,144		19,144		(4,000)	(17%)
Total expenditures	\$	5,181,435	\$	3,641,647	\$	(1,539,787)	(30%)	\$	11,321,878	\$	8,386,207	\$	(2,935,671)	(26%)
Excess of Revenues Over (Under)	\$	47,389	\$	2,128,531	\$	2,081,142	4,392%	\$	(162,740)	\$	1,722,173	\$	1,884,914	(1,158%)
Other Sources (Uses)		-		-		-			-		9,750		9,750	
Surplus (Deficit)	\$	47,389	\$	2,128,531	\$	2,081,142	4,392%	\$	(162,740)	\$	1,731,923	\$	1,894,664	(1,164%)

COVID Expenditure Summary

Through October 31, 2022, the District spent \$15.1M in October on planned COVID expenditures bringing our total for FY23 to \$42.7M. Primary expenditures in FY23 to date are for meeting the academic needs of students and budget transfers to fund the Facilities Master Plan.

COVID Summary
Total District Expenditures



COVID Initiative	FY23 Budgeted	FY23 Expenditures to Date
Bring Students and Families Back to Our Schools	\$ 4,306,976	\$ 973,828
Maximize Safe Face to Face Learning	\$ 20,842,480	\$ 2,276,321
Meet Academic Needs of Students	\$ 51,545,764	\$ 20,606,802
Meet Social-Emotional Needs of Student	\$ 10,743,433	\$ 513,306
Invest in Our Employees	\$ 4,501,230	\$ 1,629,466
Budget Transfer to Fund Our Facilities	\$ 343,629,366	\$ 16,747,218
Total Budgeted Expenditures	\$ 435,569,249	\$ 42,746,941

Audit Results

RISE UP
with DPSCD



DPSCD FY22 Audit Summary

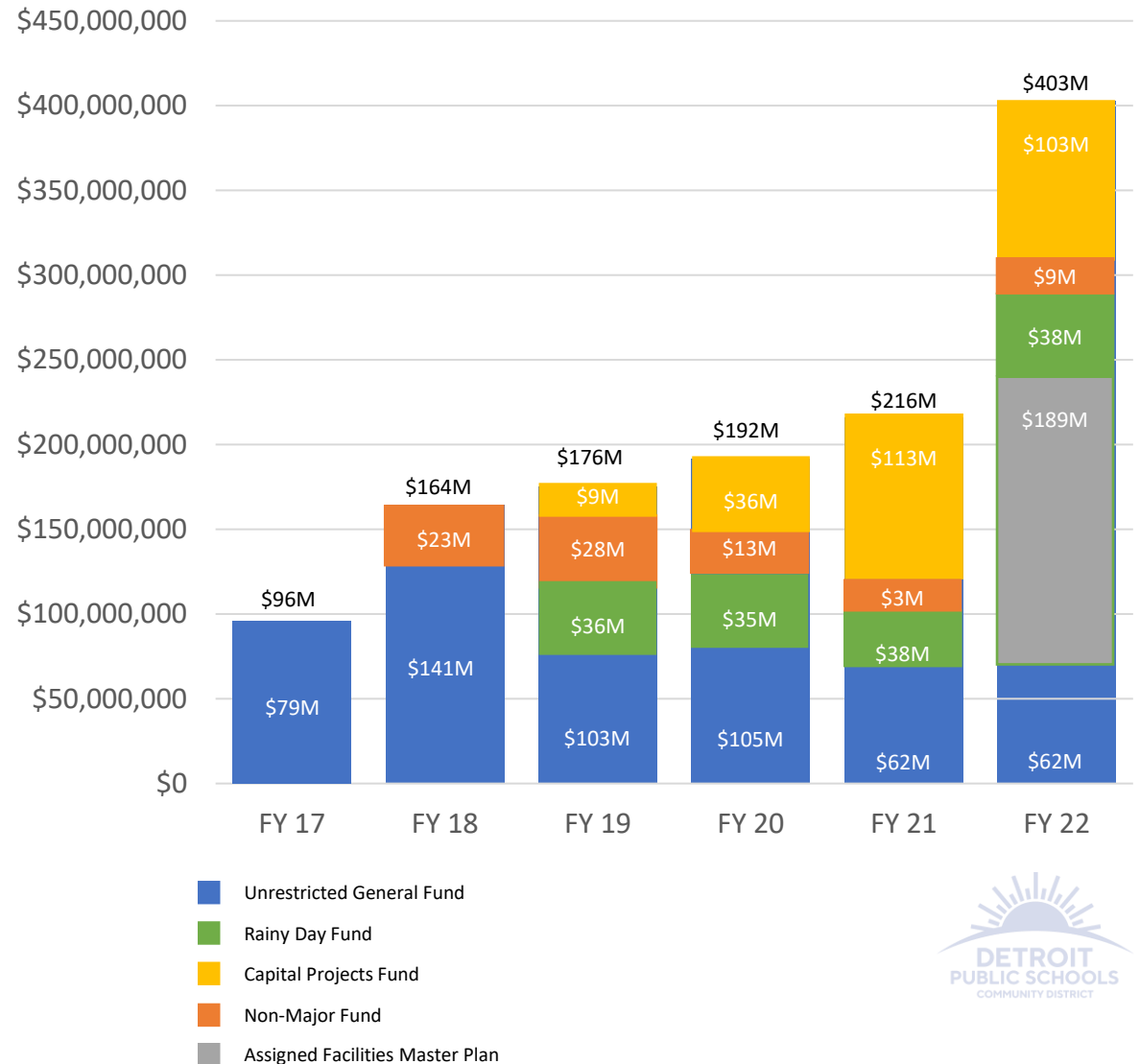
- FY 22 DPSCD audit is complete, was unmodified and submitted on-time with no questioned costs and no audit findings.
- The audited District budget was balanced for the 6th consecutive year and the General Fund balance increased by \$188M from \$101M to \$290M. Primarily due to additional COVID Revenue
- The Nonmajor Fund Balance – Food Service Fund increased by 6M. Largely due to an increase in meals served.

	Audited FY22 Actuals				% of Total
	General Fund	Capital Projects	Nonmajor Funds	Total Government Funds	
Revenue					
Local Sources	\$ 39,581,276	\$ 52,509	\$ 2,382,886	\$ 42,016,671	3%
State Sources	553,459,763	-	988,116	554,447,879	44%
Federal Sources	573,733,513	-	38,174,677	611,908,190	49%
Interdistrict	48,689,874	-	-	48,689,874	4%
Total Revenue	1,215,464,426	52,509	41,545,679	1,257,062,614	100%
Expenditures					
Instruction	491,088,097	1,320,703	-	492,408,800	46%
Support Services	520,529,043	-	2,450,321	522,979,364	48%
Athletics	3,976,175	-	-	3,976,175	0%
Food Services	-	-	31,522,885	31,522,885	3%
Community Services	7,515,430	-	-	7,515,430	1%
Capital Outlay	13,331,679	7,069,045	-	20,400,724	2%
Total Expenditures	1,036,440,424	8,389,748	33,973,206	1,078,803,378	100%
Excess of Revenue Over Expenditures	179,024,002	(8,337,239)	7,572,473	178,259,236	
Other Financing Sources (Uses)					
Proceeds from Insurance	8,473,539	-	-	8,473,539	
Transfers In	1,432,370	-	-	1,432,370	
Transfers Out	-	-	(1,432,370)	(1,432,370)	
Total Other Financing Sources	9,905,909	-	(1,432,370)	8,473,539	
Net Change in Fund Balance	188,929,911	(8,337,239)	6,140,103	186,732,775	
Fund Balance - Beginning of Year	101,591,506	111,612,607	2,768,671	215,972,784	
Fund Balance - End of Year	\$ 290,521,417	\$ 103,275,368	\$ 8,908,774	\$ 402,705,559	

DPSCD Fund Balance

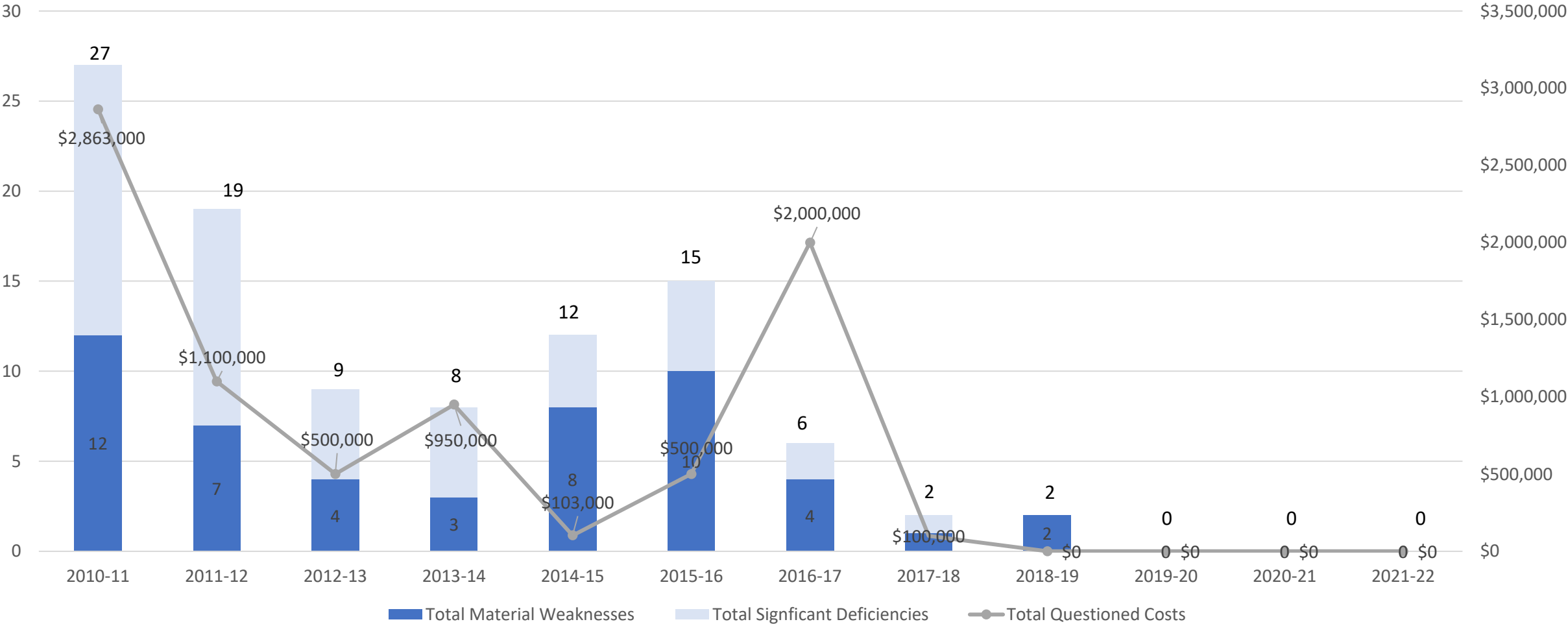
Overall, the District ended FY 22 with \$403M in governmental funds:

- **Capital Projects Fund:** \$103M
- **Non-Major Fund** (Food Service & Other Restricted Funds): \$9M
- **General Fund:**
 - Rainy Day Fund: \$38.2M
 - Facilities Master Plan: \$189M (To Be Assigned)
 - Unrestricted General Fund: \$62M



DPS/DPSCD Financial Audit Results

In FY 22 the District had 0 audit findings and \$0 in questioned costs for the 3rd consecutive year. This continues our trend of financial improvement, and confirmation of the internal controls implemented since 2017.



DPS FY22 Audit Summary

- FY 22 DPS audit is complete, was unmodified and submitted on-time with no questioned costs and no audit findings.
- The audited District budget was balanced and had a general fund surplus of \$19M.
- The overall fund balance decreased from \$34M to 19M due to accelerated operating debt payments.

	Audited FY22 Actuals			% of Total
	General Fund	Bond Redemption Fund	Total Government Funds	
Revenue				
Local Sources	\$ 73,910,340	\$ 91,516,379	\$ 165,426,719	90%
State Sources	4,263,957	-	4,263,957	2%
Federal Sources	-	14,968,516	14,968,516	8%
Total Revenue	78,174,297	106,484,895	184,659,192	100%
Expenditures				
Support Services	95,012	-	95,012	0%
Debt Service				
Principal	82,691,288	123,305,000	205,996,288	73%
Interest	4,541,295	72,070,729	76,612,024	27%
Other	-	264,367	264,367	0%
Total Expenditures	87,327,595	195,640,096	282,967,691	100%
Excess of Revenue Over Expenditures	(9,153,298)	(89,155,201)	(98,308,499)	
Other Financing Sources (Uses)				
Face value of debt issued	-	235,970,000	235,970,000	
School Loan Revolving Fund Proceeds	-	85,851,068	85,851,068	
Transfer In	-	5,915,841	5,915,841	
Transfer Out	(5,915,841)	-	(5,915,841)	
Payment to bond escrow agent	-	(235,745,584)	(235,745,584)	
Total Other Financing Sources	(5,915,841)	91,991,325	86,075,484	
Net Change in Fund Balance	(15,069,139)	2,836,124	(12,233,015)	
Fund Balance - Beginning of Year	34,424,167	19,483,761	53,907,928	
Fund Balance - End of Year	19,355,028	22,319,885	41,674,913	

School District's Financial Audit Reporting

The Financial Audit is an independent review of a school district's financial accounting. The audit provides several pieces of important information.

Fund Balance: Final year end revenue and expenditures and corresponding change in available funds.

Opinion: Unmodified or Modified – A modified opinion indicates there were concerns with the audit.

Findings: There are two types of findings Material Weakness and Significant Deficiency.

- **Material Weakness:** A deficiency in internal control over financial reporting, such that there is a reasonable possibility that a material misstatement of the financial statements will not be prevented or detected on a timely basis.
- **Significant Deficiency:** Less severe than a material weakness, yet important enough to merit attention by those responsible for oversight of the company's financial reporting.

Questioned Costs: Grant based expenditures which could not be supported or were not eligible.

Finance Appendix

RISE UP
with DPSCD



DPS FY 2023 Monthly Cash Flows

19

IN THOUSANDS \$ 0.00

	2022						2023						
	July	August	September	October	November	December	January	February	March	April	May	June	
	ACTUALS	ACTUALS	ACTUALS	ACTUALS	FORECAST	FORECAST	FORECAST	FORECAST	FORECAST	FORECAST	FORECAST	FORECAST	FY 22 TOTAL
CASH RECEIPTS													
PROPERTY TAX	\$ 1,348	\$ 27,229	\$ 14,622	\$ 8,940	\$ 9,235	\$ 992	\$ 11,042	\$ 9,618	\$ 1,280	\$ 732	\$ 289	\$ 10,391	\$ 95,720
MISCELLANEOUS		\$ 10	\$ 5	\$ 12	\$ 2	\$ 2	\$ 2	\$ 2	\$ 2	\$ 2	\$ 2	\$ 2	\$ 41
TOTAL CASH RECEIPTS	\$ 1,348	\$ 27,239	\$ 14,627	\$ 8,952	\$ 9,236	\$ 994	\$ 11,044	\$ 9,620	\$ 1,282	\$ 734	\$ 291	\$ 10,393	\$ 95,760
CASH DISBURSEMENTS													
ACCOUNTS PAYABLE GENERAL FUND	-	-	-	-	(20)	(30)	-	-	-	-	-	(50)	(100)
PROPERTY TAX TRANSFERS	-	(28,577)	(14,622)	(652)	(18,175)	(992)	(11,042)	(9,618)	(1,280)	(732)	(289)	(10,391)	(96,372)
OTHER DISBURSEMENTS	(1)	-	-	-	-	-	-	-	-	-	-	-	(1)
TOTAL CASH DISBURSEMENTS	(1)	(28,577)	(14,622)	(652)	(18,195)	(1,022)	(11,042)	(9,618)	(1,280)	(732)	(289)	(10,441)	(96,473)
BEGINNING CASH BALANCE	\$ 4,156	\$ 5,503	\$ 4,165	\$ 4,170	\$ 12,470	\$ 3,512	\$ 3,484	\$ 3,485	\$ 3,487	\$ 3,489	\$ 3,490	\$ 3,492	\$ 4,156
NET CASH FLOW	\$ 1,347	(1,338)	\$ 5	\$ 8,300	(8,958)	(28)	\$ 2	\$ 2	\$ 2	\$ 2	\$ 2	(48)	(712)
ENDING CASH BALANCE	\$ 5,503	\$ 4,165	\$ 4,170	\$ 12,470	\$ 3,512	\$ 3,484	\$ 3,485	\$ 3,487	\$ 3,489	\$ 3,490	\$ 3,492	\$ 3,444	\$ 3,444

IN THOUSANDS \$ 0.00

	2022						2023						
	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	
PROPERTY TAX RESERVE ACCOUNT (13 MILLS)	ACTUALS	ACTUALS	FORECAST	FORECAST	FORECAST	FORECAST	FORECAST	FORECAST	FORECAST	FORECAST	FORECAST	FORECAST	FY 22 TOTAL
BEGINNING BALANCE	\$ 22,320	\$ 22,347	\$ 50,974	\$ 65,663	\$ 38,470	\$ 56,651	\$ 57,650	\$ 68,699	\$ 78,324	\$ 79,611	\$ 25,829	\$ 26,125	\$ 22,320
Property Tax Transfers In	-	\$ 28,577	\$ 14,622	\$ 652	\$ 18,175	\$ 992	\$ 11,042	\$ 9,618	\$ 1,280	\$ 732	\$ 289	\$ 10,391	\$ 96,372
EARNINGS ON INVESTMENTS	\$ 28	\$ 50	\$ 109	\$ 136	\$ 7	\$ 7	\$ 7	\$ 7	\$ 7	\$ 7	\$ 7	\$ 7	\$ 376
Draw from SLRF to meet Obligations	-	-	-	-	-	-	-	-	-	\$ 95,000	-	-	\$ 95,000
Scheduled Bond Payments	(1)	-	(42)	(27,981)	-	-	-	-	-	(149,522)	-	-	(177,545)
ENDING PROPERTY TAX RESERVE	\$ 22,347	\$ 50,974	\$ 65,663	\$ 38,470	\$ 56,651	\$ 57,650	\$ 68,699	\$ 78,324	\$ 79,611	\$ 25,829	\$ 26,125	\$ 36,523	\$ 36,523

DPS DEBT FUND (18 MILLS - BONY)

BEGINNING BALANCE	\$ 16,557	\$ 10,576	\$ 35,643	\$ 26,011	\$ 27,490	\$ 28,424	\$ 29,998	\$ 39,519	\$ 49,821	\$ 22,494	\$ 18,518	\$ 18,325	\$ 16,557
Cash Receipts	\$ 659	\$ 25,066	\$ 14,100	\$ 1,479	\$ 934	\$ 1,575	\$ 9,521	\$ 10,302	\$ 1,807	\$ 630	\$ 230	\$ 11,053	\$ 77,356
Scheduled EL/Bond Payments	-	-	(23,732)	-	-	-	-	-	(23,134)	-	-	-	(46,866)
Supplemental ORS Payments	(6,640)	-	-	-	-	-	-	-	(6,000)	(4,606)	(422)	(7,571)	(25,240)
ENDING BONY BALANCE	\$ 10,576	\$ 35,643	\$ 26,011	\$ 27,490	\$ 28,424	\$ 29,998	\$ 39,519	\$ 49,821	\$ 22,494	\$ 18,518	\$ 18,325	\$ 21,807	\$ 21,807

TOTAL CASH INCLUDING DPS GENERAL FUND,
PROPERTY TAX RESERVE. AND BONY

\$ 38,427	\$ 90,782	\$ 95,844	\$ 78,430	\$ 88,587	\$ 91,132	\$ 111,704	\$ 131,633	\$ 105,594	\$ 47,837	\$ 47,941	\$ 61,773	\$ 61,773
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DPS Cash Forecast to Actuals Variance – October 2022

DPS MONTHLY VARIANCE
IN THOUSANDS \$ 0.00

OCTOBER

CASH RECEIPTS

	FORECAST	ACTUALS	VARIANCE	COMMENTS :
PROPERTY TAX	\$ 3,287	\$ 8,940	\$ 5,653	Tax payments received earlier than forecast
MISCELLANEOUS	2	12	11	
TOTAL CASH RECEIPTS	\$ 3,289	\$ 8,952	\$ 5,663	

CASH DISBURSEMENTS

ACCOUNTS PAYABLE GENERAL FUND	-	-	-	Timing, transfer will be made in November
PROPERTY TAX TRANSFERS	(3,287)	(652)	\$ 2,635	
TRANSFERS TO DPSCD	-	-	-	
OTHER DISBURSEMENTS	-	-	-	
TOTAL CASH DISBURSEMENTS	(3,287)	(652)	\$ 2,635	

BEGINNING CASH BALANCE

NET CASH FLOW

ENDING CASH BALANCE

\$ 4,174	\$ 4,174	-
\$ 2	\$ 8,300	8,299
\$ 4,175	\$ 12,474	\$ 8,299

Property tax transfer relates to 13 Mills property tax receipts collected to cover capital debt service.

DPSCD FY 2023 Monthly Cash Flows

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IN THOUSANDS \$ 0.00

CASH RECEIPTS

	2022						2023						
	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	FY 23 TOTAL
	ACTUALS	ACTUALS	ACTUALS	ACTUALS	FORECAST	FORECAST	FORECAST	FORECAST	FORECAST	FORECAST	FORECAST	FORECAST	
STATE AID	\$ 41,881	\$ 46,304	-	\$ 46,500	\$ 46,283	\$ 45,403	\$ 44,746	\$ 47,959	\$ 46,420	\$ 46,385	\$ 48,330	\$ 44,914	\$ 505,126
MPSERS (STATE FUNDED)	\$ 5,918	\$ 5,924	-	-	\$ 12,135	\$ 6,068	\$ 6,068	\$ 6,068	\$ 6,068	\$ 6,068	\$ 6,068	\$ 6,068	\$ 66,451
ENHANCEMENT MILLAGE	\$ 837	-	-	\$ 3,842	\$ 5,378	\$ 906	\$ 387	\$ 1,826	\$ 1,518	\$ 1,296	\$ 776	\$ 11	\$ 16,777
GRANTS	\$ 2,231	\$ 11,626	\$ 137,751	\$ 7,127	\$ 34,155	\$ 54,155	\$ 34,155	\$ 30,000	\$ 40,000	\$ 30,000	\$ 30,000	\$ 190,434	\$ 601,633
TRANSFER FROM MILAF INVESTMENT ACCOUNT	-	\$ 20,000	\$ 20,000	\$ 40,000	-	-	\$ 8,867	-	-	-	-	\$ 9,000	\$ 97,867
WCRESA	-	\$ 4,693	\$ 3,515	\$ 3,515	\$ 3,515	\$ 3,515	\$ 3,515	\$ 3,515	\$ 3,515	\$ 3,515	\$ 3,515	\$ 3,515	\$ 39,847
FOOD SERVICE-REIMBURSEMENT	\$ 3,692	\$ 6,406	\$ 193	\$ 1,407	\$ 49	\$ 4,270	\$ 7,936	\$ 6,744	\$ 3,960	\$ 3,086	\$ 6,746	\$ 2,067	\$ 46,554
MISCELLANEOUS	\$ 2,089	\$ 209	\$ 239	\$ 3,352	\$ 1,129	\$ 552	\$ 510	\$ 531	\$ 1,525	\$ 400	\$ 545	\$ 611	\$ 11,691
TOTAL CASH RECEIPTS	\$ 56,648	\$ 95,162	\$ 161,699	\$ 105,743	\$ 102,645	\$ 114,868	\$ 106,184	\$ 96,643	\$ 103,005	\$ 90,750	\$ 95,980	\$ 256,620	\$ 1,385,946

CASH DISBURSEMENTS

MPSERS (PASS THROUGH)	-	(5,918)	(5,924)	-	-	(12,135)	(6,068)	(6,068)	(6,068)	(6,068)	(6,068)	(6,068)	(60,383)
PAYROLL - DIRECT DEPOSIT, ADDITIONAL, OR IMPREST	(26,523)	(22,442)	(33,533)	(20,823)	(13,559)	(26,492)	(22,659)	(21,515)	(41,701)	(18,750)	(15,022)	(23,730)	(286,749)
EMPLOYEE WITHOLDINGS	(8,414)	(8,348)	(6,354)	(7,677)	(3,392)	(8,939)	(5,901)	(5,500)	(8,632)	(5,838)	(3,904)	(8,228)	(81,126)
EMPLOYER TAXES	(2,880)	(2,554)	(2,214)	(2,642)	(1,457)	(4,678)	(2,915)	(3,043)	(1,901)	(2,989)	(1,465)	(3,943)	(32,683)
FRINGE BENEFITS (GARNS/WORKERS COMP)	(1,255)	(1,085)	(1,115)	(1,242)	(827)	(2,257)	(1,486)	(1,321)	(1,421)	(1,312)	(833)	(2,199)	(16,353)
HEALTH	(5,552)	(5,284)	(4,801)	(4,953)	(4,277)	(4,246)	(4,478)	(4,745)	(4,795)	(4,746)	(4,481)	(4,443)	(56,800)
PENSION (EMPLOYEE PORTION)	(3,184)	(2,269)	(2,982)	(4,612)	(1,738)	(5,627)	(2,516)	(2,729)	(2,387)	(2,786)	(1,886)	(5,109)	(37,827)
PENSION (EMPLOYER PORTION)	(10,793)	(7,781)	(9,720)	(14,615)	(5,888)	(18,857)	(8,489)	(9,051)	(7,932)	(8,956)	(6,062)	(16,388)	(124,530)
ACCOUNT PAYABLE GENERAL FUNDS	(23,009)	(65,476)	(14,882)	(17,259)	(19,970)	(36,819)	(11,812)	(13,759)	(26,501)	(21,700)	(17,427)	(39,918)	(308,533)
CP ACCOUNTS PAYABLE	(1,367)	(960)	(3,276)	(3,417)	(1,500)	(1,500)	(1,500)	(1,500)	(1,500)	(1,500)	(1,500)	(1,500)	(21,020)
FOOD SERVICE	(67)	(2,029)	(570)	(1,271)	(3,797)	(3,322)	(4,509)	(3,560)	(4,624)	(4,624)	(4,624)	(4,271)	(37,269)
TRANSFER TO INVESTMENT ACCOUNT	-	(80,000)	(100,000)	-	(30,000)	-	(30,000)	(20,000)	-	(10,000)	(30,000)	(150,000)	(450,000)
TRANSFER TO RELATED ACCOUNTS	-	(73)	(28)	(64)	-	-	-	-	-	-	-	-	(165)
TOTAL CASH DISBURSEMENTS	(83,044)	(204,218)	(185,400)	(78,574)	(86,406)	(124,874)	(102,332)	(92,791)	(107,461)	(89,270)	(93,273)	(265,796)	(1,513,438)

BEGINNING CASH BALANCE

NET CASH FLOW

ENDING CASH BALANCE

\$ 169,504	\$ 143,108	\$ 34,052	\$ 10,350	\$ 37,519	\$ 53,758	\$ 43,753	\$ 47,604	\$ 51,456	\$ 47,001	\$ 48,481	\$ 51,188	\$ 169,504
(26,396)	(109,056)	(23,702)	\$ 27,169	\$ 16,239	(10,006)	\$ 3,851	\$ 3,852	(4,455)	\$ 1,480	\$ 2,707	(9,176)	(127,492)
\$ 143,108	\$ 34,052	\$ 10,350	\$ 37,519	\$ 53,758	\$ 43,753	\$ 47,604	\$ 51,456	\$ 47,001	\$ 48,481	\$ 51,188	\$ 42,012	\$ 42,012

DPS&CD FY 2023 Other Cash Accounts

IN THOUSANDS \$ 0.00

INTERNAL SERVICE FUND					
JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER
\$ 10,565	\$ 10,579	\$ 10,621	\$ 10,649	\$ 10,687	\$ 10,731
-	-	-	-	-	-
(+) Liability Balance Transfer from DPS	\$ 20	\$ 22	\$ 28	\$ 38	\$ 44
(-) Workers' Compensation Claims	\$ 14	\$ 20	\$ 28	\$ 38	\$ 44
Ending Balance	\$ 10,579	\$ 10,621	\$ 10,649	\$ 10,687	\$ 10,731
\$ 11,123					
Beginning Balance	\$ 1,175	\$ 1,176	\$ 1,181	\$ 1,184	\$ 1,185
(+) Transfers in	-	-	-	-	-
(+) Dividends/Interest	\$ 2	\$ 2	\$ 3	\$ 2	\$ 2
(-) Transfers out	-	-	-	-	-
Ending Balance	\$ 1,176	\$ 1,178	\$ 1,181	\$ 1,184	\$ 1,185
\$ 1,196					
Beginning Balance	\$ 41,699	\$ 41,754	\$ 42,061	\$ 42,433	\$ 42,768
(+) Transfers in	-	-	-	-	-
(+) Dividends/Interest	\$ 55	\$ 80	\$ 226	\$ 372	\$ 155
(-) Transfers out	-	-	-	-	-
Ending Balance	\$ 41,754	\$ 41,834	\$ 42,061	\$ 42,433	\$ 42,768
\$ 44,374					
Beginning Balance	\$ 24,341	\$ 24,370	\$ 84,525	\$ 164,688	\$ 124,771
(+) Transfers in	\$ 80,000	\$ 155	\$ 163	\$ 83	\$ 500
(+) Dividends/Interest	\$ 29	\$ 155	\$ 163	\$ 83	\$ 500
(-) Transfers out	-	(20,000)	(20,000)	(40,000)	-
Ending Balance	\$ 24,370	\$ 84,525	\$ 164,688	\$ 124,771	\$ 155,271
\$ 186,571					
Beginning Balance	\$ 186,571	\$ 207,371	\$ 208,271	\$ 219,271	\$ 250,371
(+) Transfers in	\$ 10,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000
(+) Dividends/Interest	\$ 30,000	\$ 30,000	\$ 30,000	\$ 30,000	\$ 30,000
(-) Transfers out	\$ 1,200	\$ 1,100	\$ 1,200	\$ 1,200	\$ 1,200
Ending Balance	\$ 250,371	\$ 250,371	\$ 250,371	\$ 250,371	\$ 250,371
\$ 401,571					
TOTAL GENERAL FUND BALANCE					
\$ 220,987	\$ 172,188	\$ 228,900	\$ 216,556	\$ 263,490	\$ 254,310
\$ 289,119	\$ 310,822	\$ 323,652	\$ 357,840	\$ 500,276	\$ 500,276
\$ 500,276					
Beginning Balance	\$ 105,976	\$ 106,102	\$ 106,518	\$ 106,794	\$ 107,003
(+) Transfers in	-	-	-	-	-
(+) Dividends/Interest	\$ 126	\$ 195	\$ 221	\$ 276	\$ 209
(-) Transfers out	-	-	-	-	-
Ending Balance	\$ 106,102	\$ 106,297	\$ 106,518	\$ 106,794	\$ 107,003
\$ 107,218					
Beginning Balance	\$ 98,804	\$ 99,042	\$ 99,286	\$ 99,537	\$ 99,796
(+) Transfers in	-	-	-	-	-
(+) Dividends/Interest	\$ 259	\$ 251	\$ 251	\$ 251	\$ 251
(-) Transfers out	-	-	-	-	-
Ending Balance	\$ 99,537	\$ 99,796	\$ 99,796	\$ 99,796	\$ 99,796
\$ 90,796					
Beginning Balance	(0)	(0)	(0)	(0)	(0)
(+) Transfers in	-	-	-	-	-
(+) Dividends/Interest	\$ 0	-	-	-	-
(-) Transfers out	-	-	-	-	-
Ending Balance	(0)	(0)	(0)	(0)	(0)
(0)					
FOOD SERVICE					
Beginning Balance	(0)	(0)	(0)	(0)	(0)
(+) Transfers in	-	-	-	-	-
(+) Dividends/Interest	\$ 0	-	-	-	-
(-) Transfers out	-	-	-	-	-
Ending Balance	(0)	(0)	(0)	(0)	(0)
(0)					
Beginning Balance	\$ 327,089	\$ 278,485	\$ 335,418	\$ 323,350	\$ 370,492
(+) Transfers in	-	-	-	-	-
(+) Dividends/Interest	\$ 0	\$ 0	-	-	-
(-) Transfers out	-	-	-	-	-
Ending Balance	\$ 327,089	\$ 278,485	\$ 335,418	\$ 323,350	\$ 370,492
\$ 361,529					
Beginning Balance	\$ 361,529	\$ 387,693	\$ 412,863	\$ 409,863	\$ 422,938
(+) Transfers in	-	-	-	-	-
(+) Dividends/Interest	-	-	-	-	-
(-) Transfers out	-	-	-	-	-
Ending Balance	\$ 387,693	\$ 412,863	\$ 409,863	\$ 422,938	\$ 457,377
\$ 457,377					
Beginning Balance	\$ 591,072	\$ 591,072	\$ 591,072	\$ 591,072	\$ 591,072
(+) Transfers in	-	-	-	-	-
(+) Dividends/Interest	-	-	-	-	-
(-) Transfers out	-	-	-	-	-
Ending Balance	\$ 591,072	\$ 591,072	\$ 591,072	\$ 591,072	\$ 591,072
\$ 591,072					
Total General Fund, ISF, Legal, Rainy Day Fund, MILAF Investment, Capital Projects and Food Service					
\$ 591,072					



Expenditures by Function – October 2022

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	Budget to Actual Comparison Current Month				Budget to Actual Comparison YTD			
	Budget Month of Oct FY 22	Actual Month of Oct FY 22	Variance		Budget YTD Oct FY 22	Actual YTD Oct FY 22	Variance	
			\$	%			\$	%
FUNCTION LEVEL EXPENDITURES								
Instruction	46,226,557	46,236,664	10,107	0%	130,143,946	129,382,653	(761,293)	(1%)
Pupil	9,769,726	9,858,720	88,994	1%	29,209,799	29,104,292	(105,507)	(0%)
Instructional Support	5,601,581	6,056,002	454,421	8%	20,329,470	19,066,696	(1,262,774)	(6%)
General Administration	785,266	772,590	(12,676)	(2%)	2,920,467	2,573,971	(346,496)	(12%)
School Administration	4,489,281	4,569,617	80,335	2%	18,320,386	17,362,070	(958,317)	(5%)
Business	1,019,226	1,418,778	399,552	39%	4,012,987	3,890,130	(122,857)	(3%)
Maintenance & Operations	8,925,149	8,707,482	(217,667)	(2%)	26,330,425	32,194,355	5,863,930	22%
Transportation	3,468,522	3,548,247	79,725	2%	10,314,978	8,208,859	(2,106,119)	(20%)
Central Support Services	4,130,258	4,730,118	599,860	15%	16,859,952	15,561,989	(1,297,963)	(8%)
School Activities	394,455	474,455	80,000	20%	1,069,753	965,733	(104,020)	(10%)
Total Instruction and Supporting Services	38,583,463	40,136,008	1,552,544	4%	129,368,218	128,928,095	(440,122)	(0%)
Community Service	719,548	709,670	(9,878)	(1%)	2,208,161	2,086,521	(121,640)	(6%)
TOTAL EXPENDITURES	\$ 85,529,568	\$ 87,082,342	\$ 1,552,774	2%	\$ 261,720,325	\$ 260,397,270	\$ (1,323,055)	(1%)

DPSCD FY 2023 Student Activity Fund

DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT STUDENT ACTIVITIES FUND MONTH ENDING October 30, 2022

	<u>FY 2023 Budget</u>	<u>YTD Actuals</u>
Revenue:		
Local Sources	\$ 2,200,000	\$ 440,000
Total Revenue	<u>2,200,000</u>	<u>440,000</u>
Expenditures:		
Community Service	1,850,000	\$ 370,000
Total Expenditures	<u>1,850,000</u>	<u>370,000</u>
Excess of Revenue over Expenditures	350,000	70,000
Beginning Fund Balance	1,666,433	1,666,433
Ending Fund Balance	<u>\$ 2,016,433</u>	<u>\$ 1,736,433</u>