

A young boy with short dark hair is smiling broadly, looking slightly off-camera. He is wearing a dark blue polo shirt. In the background, other students are visible, some looking at laptops. The scene is set in a classroom or computer lab with white walls and educational posters.

Financial Review Commission Public Meeting

February 26, 2018

Agenda

DPS Monthly Report

DPSCD Monthly Report

Supplemental Reports

Contracts

Out-of-State Travel

DPS Monthly Report



High level assumptions underlying DPS (Old Co.)

- DPS (Old Co.) is primarily a wind-down entity whose purpose is the satisfaction of legacy debt obligations
- DPS's General Fund receives revenue from two main sources:
 - (i) Local Sources – Property Taxes (18 non-homestead mills) collected and remitted by the City and County
 - (ii) State Sources – Property tax abatements (Renaissance Zone) reimbursed by the State
- DPS's General Fund is budgeted to have the following categories of expenditures:
 - (i) Operating expenditures – Primarily related to legal and audit fees
 - (ii) Debt Service – Payments related to operating bonds, emergency loan, and pension obligations
 - (iii) Transfers out – Reimbursements to DPSCD in connection with legislation
- In addition, DPS collects property taxes related to the 13 mills, which are dedicated to service legacy capital debt. Any shortfall in these collections is backstopped by additional borrowings from the State of Michigan School Loan Revolving Fund (SLRF). Therefore, any activity related to the capital debt does not impact the General Fund, and is reported separately.

Summary statement of revenues and expenditures – budget to actual comparison

- Based on actual results through December 2017, DPS recorded a surplus of revenues over expenditures of \$2.4M
- For the month of December, DPS received \$1.3M in local property tax revenue, which is dedicated to legacy debt service
- Local sources budget to actuals variance due to slower budgeted collection rate of property taxes in the first half of the year

	Budget Month of Dec-17	Actual Month of Dec-17	Variance		Budget YTD Dec-17	Actual YTD Dec-17	Variance	
			\$	%			\$	%
Revenues								
Local sources	990,784	1,272,896	282,112	28%	28,743,305	31,150,313	2,407,008	8%
State sources	361,657	360,894	(763)	0%	2,169,940	2,165,365	(4,575)	0%
Federal sources	-	-	-	-	-	-	-	-
Interdistrict sources	-	-	-	-	-	-	-	-
Other sources	-	-	-	-	-	-	-	-
Total revenue	1,352,441	1,633,791	281,350	21%	30,913,245	33,315,678	2,402,433	8%
Expenditures								
Operating expenditures	-	-	-	-	-	-	-	-
Debt Service	875,178	875,178	-	0%	21,016,100	21,016,100	-	0%
Transfers out	-	-	-	-	-	-	-	-
Total expenditures	875,178	875,178	-	0%	21,016,100	21,016,100	-	0%
Surplus (Deficit)	477,263	758,612	281,350	59%	9,897,145	12,299,578	2,402,433	24%

DPS Cash Forecast to Actuals Variance – Dec. 2017

<i>\$ in thousands</i>	December Forecast	December Actuals	December Variance	Comment
Cash Receipts				
Property Tax (13 Mills)	1,249	1,363	114	
Transfer from DPSCD	-	-	-	
Draw from BONY	-	-	-	
Miscellaneous	6	1,137	1,131	Includes a \$1.1M grant which should have been sent to the BONY account. Monies will be transferred to BONY in January.
Total Cash Receipts	1,255	2,500	1,245	
Cash Disbursements				
Accounts Payable	(458)	(58)	400	Forecast assumed contingency for legal and audit fees
Fringe Benefits	-	-	-	
Property Tax Transfer (1)	(10,188)	-	10,188	Property tax transfer timing coincides with the payment of 13 mil debt service
Transfer to DPSCD	-	-	-	
Other	(2,357)	(2,357)	0	Includes a reimbursement to Wayne County for 2014/2015 overpayment of Act 18 Funds.
Total Cash Disbursements	(13,003)	(2,415)	10,588	
Net Cash Flow	(11,748)	85	11,833	
Beginning Cash Balance	18,215	18,215	-	
Net Cash Flow	(11,748)	85	11,833	
Ending Cash Balance	\$ 6,467	\$ 18,301	\$ 11,833	

DPS FY 2018 monthly cash flows

\$ in thousands

	2017						2018						FY 18 Total
	July Actual	August Actual	September Actual	October Actual	November Actual	December Actual	January Forecast	February Forecast	March Forecast	April Forecast	May Forecast	June Forecast	
Cash Receipts													
State Aid	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 25,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 25,000
Property Tax (13 Mills)	290	2,427	27,530	4,209	1,704	1,363	2,081	3,681	14,802	698	1,891	14,323	75,000
Transfer from DPSCD (1)	-	16,000	-	-	-	-	3,463	-	-	-	-	452	19,915
Draw from BONY	-	16,740	-	-	-	-	-	-	7,577	231	556	3,468	28,573
Miscellaneous (2)	124	112	1,014	137	102	1,137	4	-	-	-	-	-	2,631
Total Cash Receipts	415	35,280	28,543	4,347	1,806	2,500	30,549	3,681	22,379	929	2,448	18,243	151,119
Cash Disbursements													
Payroll Direct Deposit	-	-	-	-	-	-	-	-	(25,000)	-	-	-	(25,000)
Taxes	-	-	-	-	-	-	-	-	-	-	-	-	-
FICA	-	-	-	-	-	-	-	-	(2,100)	-	-	-	(2,100)
Accounts Payable (3)	-	(16,209)	(304)	(58)	(49)	(58)	(72)	(2,050)	(50)	(2,050)	(50)	(50)	(21,001)
Pension (employee portion)	-	-	-	-	-	-	-	-	-	-	-	-	-
Pension (employer portion)	(4)	-	-	-	-	-	-	-	-	-	-	-	(4)
Health	-	-	-	-	-	-	-	-	-	-	-	-	-
Fringe Benefits	-	(0)	-	-	-	-	-	-	-	-	-	-	(0)
Property Tax Transfer	-	(1,472)	(27,530)	-	-	-	(12,382)	(3,681)	(14,802)	(698)	(1,891)	(14,323)	(76,780)
Food Service	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer to DPSCD	-	-	(19,779)	-	-	-	-	-	-	-	-	(13,100)	(32,879)
Other (4)	(24)	(72)	-	(7)	(504)	(2,357)	(1,086)	(73)	(73)	(73)	(73)	(73)	(4,414)
Total Cash Disbursements	(28)	(17,754)	(47,612)	(65)	(553)	(2,415)	(13,541)	(5,804)	(42,025)	(2,821)	(2,014)	(27,546)	(162,178)
Net Cash Flow	386	17,526	(19,069)	4,281	1,253	85	17,008	(2,123)	(19,646)	(1,892)	433	(9,303)	(11,059)
Beginning Cash Balance	13,838	14,225	31,750	12,681	16,963	18,215	18,301	35,309	33,186	13,540	11,648	12,082	13,838
Net Cash Flow	386	17,526	(19,069)	4,281	1,253	85	17,008	(2,123)	(19,646)	(1,892)	433	(9,303)	(11,059)
Ending Cash Balance	\$ 14,225	\$ 31,750	\$ 12,681	\$ 16,963	\$ 18,215	\$ 18,301	\$ 35,309	\$ 33,186	\$ 13,540	\$ 11,648	\$ 12,082	\$ 2,779	\$ 2,779

Forecast includes actuals through January 05, 2018.

(1) The draw-down from DPSCD in January is related to the reimbursement of Legal, Worker's Comp, and TIP payments made by DPS on behalf of DPSCD. June includes a reimbursement for P-card payments made by DPS on behalf of DPSCD.

(2) Miscellaneous receipts includes a \$1.1M in property tax abatements (Ren. Zone), which should have been sent to the BONY account. Monies will be transferred to BONY in January.

(3) Includes \$20M in settlement payments to Sodexo (the remaining \$8M will be paid in FY 2019).

(4) December activity includes a reimbursement to Wayne County for 2014/2015 overpayment of Act 18 Funds. January activity includes the pass-through to the BONY account mentioned in footnote 2. The forecast for Feb – June includes the savings from the budgeted legal and audit fees, which are being spread here as contingency.

DPSCD Monthly Report



Financial Update – December 2017

- DPSCD recorded a surplus of revenues over expenditures of \$11.5M in the month of December 2017, compared to a budget deficit of \$10.7M, a \$22.3M variance (see p. 10).
 - Relative to budget, revenues were ahead by \$7.3M for the month of December, or an 13% increase (see p. 10).
 - Local Sources – Local enhancement millage was ahead of budget by \$2.1M.
 - Federal Sources – Budgeted federal sources were behind actuals by \$0.1M (see p. 10).
 - On the expenditure side, actuals were below budget by YTD \$14.9M, or a 23% decrease (see p. 10).
 - Salaries and benefits (object level) – The variance between actuals and budget for salaries and benefits is largely due to budgeted unfilled vacancies. The District will address this with FY 2018 Budget Amendment no. 2 by moving unspent funds to contingency.
 - Contingency (object level) – Additionally, the District has \$15.5M in budgeted contingency, of which \$1.6M was budgeted in December (see p. 10); the remaining amount will be used for unplanned future expenditures from previous year.
 - Instruction (function level) – In the month of December, instructional spend trailed budget by \$5.7M, or 16%, mainly due to unfilled vacancies that are mentioned in salaries and benefits (see p. 11).
 - Support Services (function level) – Support services for the month of December was \$21.2M, or 29%, below budget (see p. 11).
- The net cash flow for December 2017 was \$25.5M, putting the ending cash balance at \$63.8M (\$137.7M including the internal service fund and fiduciary account – see p. 13).

Summary statement of revenues and expenditures (object) – budget to actual comparison

- Based on actual results through December 2017, DPSCD is \$41.9M ahead of budget. However at this point, DPSCD believes much of this favorable variance is due to timing and will reverse before the end of the fiscal year.

	Budget Month of Dec-17	Actual Month of Dec-17	Variance		Budget YTD Dec-17	Actual YTD Dec-17	Variance	
			\$	%			\$	%
Revenues								
Local sources	\$ 6,623,963	\$ 8,723,396	\$ 2,099,433	32%	\$ 31,272,850	\$ 27,609,768	\$ (3,663,082)	(12%)
State sources	35,577,496	40,923,404	5,345,908	15%	237,775,105	248,508,257	10,733,153	5%
Federal sources	12,637,579	12,532,133	(105,446)	(1%)	68,896,197	54,875,614	(14,020,583)	(20%)
Total revenues	54,839,037	62,178,933	7,339,896	13%	337,944,152	330,993,639	(6,950,512)	(2%)
Expenditures								
Salaries	29,122,870	26,575,820	(2,547,051)	(9%)	137,403,893	125,501,906	(11,901,988)	(9%)
Benefits	16,563,074	14,416,591	(2,146,483)	(13%)	77,711,497	71,898,626	(5,812,871)	(7%)
Purchased Services	13,871,468	7,835,430	(6,036,038)	(44%)	71,711,096	53,775,090	(17,936,007)	(25%)
Supplies & Textbooks	2,081,776	409,847	(1,671,929)	(80%)	8,254,006	4,428,237	(3,825,769)	0%
Equipment & Capital	1,003,682	86,934	(916,748)	(91%)	4,011,324	660,597	(3,350,728)	0%
Utilities	1,313,900	1,307,875	(6,025)	(0%)	8,835,600	8,779,295	(56,305)	(1%)
Contingency	1,590,609	-	(1,590,609)	(100%)	6,076,174	143,957	(5,932,218)	100%
Total expenditures	65,547,380	50,632,497	(14,914,883)	(23%)	314,003,592	265,187,707	(48,815,885)	(16%)
Surplus (Deficit)	\$ (10,708,343)	\$ 11,546,436	\$ 22,254,779	N/A	\$ 23,940,561	\$ 65,805,933	\$ 41,865,373	175%

Summary statement of expenditures (function) – budget to actual comparison

	Budget Month of Dec-17	Actual Month of Dec-17	Variance \$	%	Budget YTD Dec-17	Actual YTD Dec-17	Variance \$	%
INSTRUCTION								
Elementary Programs	\$ 13,746,509	\$ 12,033,407	\$ (1,713,102)	(12%)	57,179,221	\$ 52,384,548	\$ (4,794,673)	(8%)
Middle School Programs	1,334,293	1,273,278	(61,014)	(5%)	5,635,863	5,252,318	(383,545)	(7%)
High School & Summer Programs	5,907,328	5,888,356	(18,972)	(0%)	27,920,776	25,227,214	(2,693,562)	(10%)
Special Education	7,654,532	6,863,059	(791,473)	(10%)	33,601,286	29,037,651	(4,563,635)	(14%)
Compensatory Education	5,992,115	2,980,336	(3,011,779)	(50%)	27,020,484	17,677,970	(9,342,514)	(35%)
Career and Technical Education	305,530	211,749	(93,781)	(31%)	1,320,152	938,038	(382,115)	(29%)
Adult/Continuing Education - Basic	77,542	95,700	18,158	23%	676,897	469,825	(207,072)	(31%)
Total Instruction	35,017,848	29,345,885	(5,671,964)	(16%)	153,354,680	130,987,564	(22,367,116)	(15%)
SUPPORTING SERVICES								
Pupil	6,113,142	4,746,538	(1,366,604)	(22%)	26,693,894	19,676,573	(7,017,321)	(26%)
Instructional Support	4,672,562	2,141,170	(2,531,393)	(54%)	24,168,836	14,582,448	(9,586,388)	(40%)
General Administration	422,121	354,097	(68,024)	(16%)	2,860,339	2,248,077	(612,262)	(21%)
School Administration	3,554,997	3,196,685	(358,312)	(10%)	19,053,076	17,444,646	(1,608,429)	(8%)
Business	836,334	724,771	(111,563)	(13%)	4,270,691	3,857,403	(413,288)	(10%)
Maintenance & Operations	8,435,092	1,769,872	(6,665,220)	(79%)	46,408,015	37,713,318	(8,694,697)	(19%)
Transportation	3,075,166	3,130,298	55,132	2%	18,051,498	15,863,042	(2,188,456)	(12%)
Central Support Services (1)	2,781,620	4,969,225	2,187,605	79%	16,534,426	20,781,647	4,247,221	26%
School Activities	158,683	178,164	19,481	12%	634,733	547,737	(86,996)	(14%)
Total Supporting Services	30,049,718	21,210,820	(8,838,898)	(29%)	158,675,507	132,714,891	(25,960,617)	(16%)
COMMUNITY SERVICES	479,813	80,287	(399,527)	(83%)	1,973,404	1,485,252	(488,152)	(25%)
TOTAL EXPENDITURES	65,547,380	50,636,991	(14,910,389)	(23%)	314,003,591	265,187,707	(48,815,884)	(16%)

(1) Central Support Services actuals for the month of October includes a one time MPSERS pass-through to the retirement system, which was funded by State Aid.

DPSCD Cash Forecast to Actuals Variance – Dec. 2017

\$ in thousands

Cash Receipts

	December Forecast	December Actuals	December Variance	Comment
State Aid	\$ 39,491	\$ 39,236	\$ (255)	
MPSERS (State Funded)	2,983	2,983	(0)	
Enhancement Millage	383	1,631	1,248	Timing - forecast assumed lower run rate
Grants	12,793	13,334	541	
Transfer from DPS	-	-	-	
WCRESA	4,052	4,474	422	
Food Service Reimbursement	2,788	9,000	6,212	Timing of grant reimbursements; catch up from previous periods
Capital Asset Sales	-	-	-	
Miscellaneous	804	1,232	428	Forecast assumed straight line collections for JROTC and other misc. Actuals include Outreach Medicaid and grant timing
Total Cash Receipts	63,294	71,890	8,596	

Cash Disbursements

MPSERS (Pass through)	\$ -	\$ -	\$ -	
Payroll Direct Deposit	(15,300)	(15,232)	68	
Taxes	(5,489)	(5,233)	256	
FICA	(1,735)	(1,635)	100	
Accounts Payable	(16,578)	(14,121)	2,457	Timing - disbursements expected in future periods
Pension (employee portion)	(1,891)	(1,875)	16	
Pension (employer portion)	(5,869)	(5,819)	50	
Health	(4,271)	(66)	4,205	Timing - disbursements expected in future periods
Fringe Benefits	(453)	(214)	239	
Food Service	(4,340)	(2,209)	2,131	Timing - forecast assumed higher run rate
Transfer to DPS	-	-	-	
Other	(1,327)	-	1,327	Forecast assumed contingency
Total Cash Disbursements	(57,253)	(46,403)	10,850	

Net Cash Flow

Beginning Cash Balance	63,814	63,814	-
Net Cash Flow	6,041	25,487	19,446
Ending Cash Balance	\$ 69,855	\$ 89,301	\$ 19,446

DPSCD FY 2018 monthly cash flows

\$ in thousands

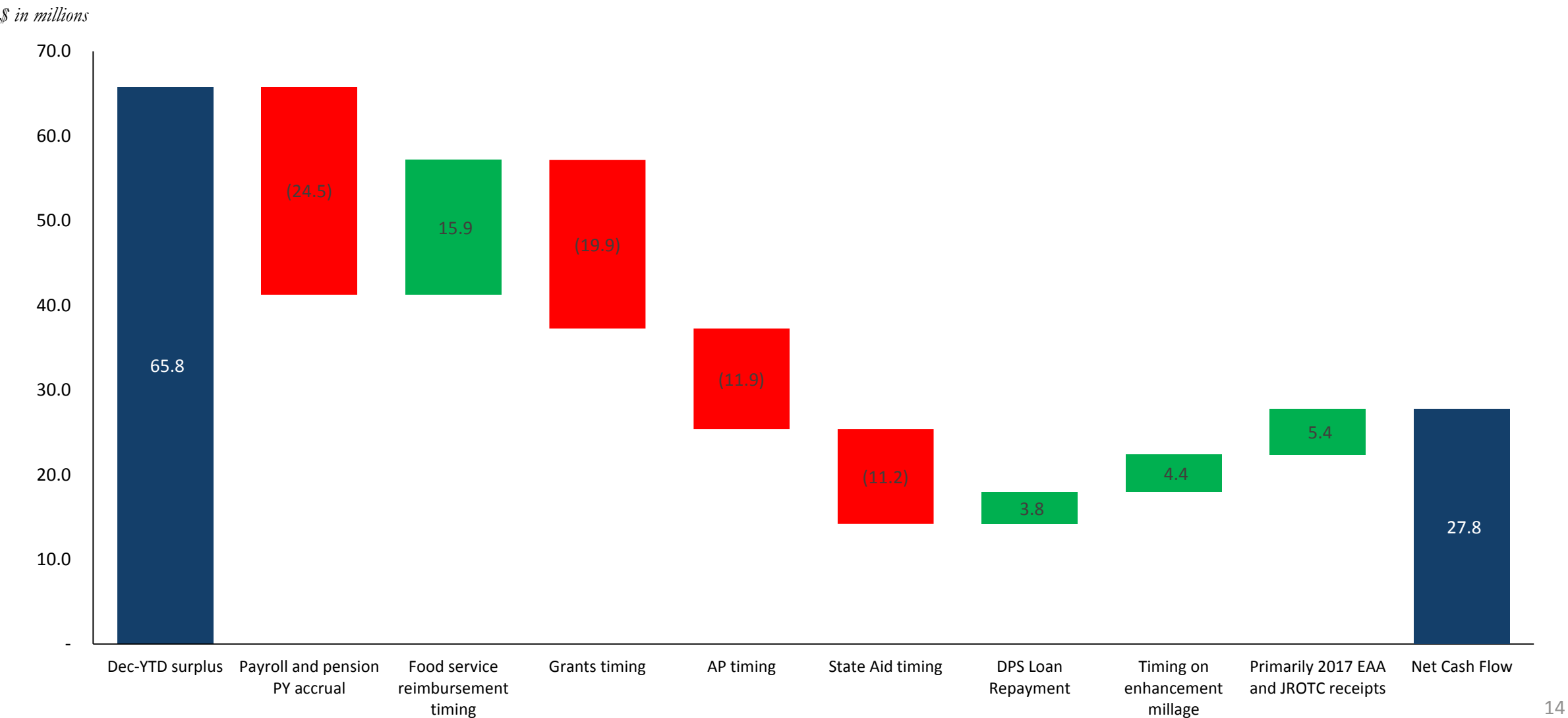
	2017						2018						FY 18 Total
	July	August	September	October	November	December	January	February	March	April	May	June	
	Actual	Actual	Actual	Actual	Actual	Actual	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	
Cash Receipts													
State Aid	\$ 35,012	\$ 35,071	\$ -	\$ 39,508	\$ 40,457	\$ 39,236	\$ 39,491	\$ 39,491	\$ 39,491	\$ 39,491	\$ 39,491	\$ 39,491	\$ 426,230
MPSERS (State Funded)	3,182	3,186	-	6,634	5,966	2,983	2,983	2,983	2,983	2,983	2,983	2,983	39,850
Enhancement Millage	1,078	1,017	2,128	3,342	3,037	1,631	935	1,501	1,501	822	2,656	2,656	22,304
Grants	18,108	12,295	11,226	229	5,854	13,334	10,529	10,226	10,226	10,226	10,226	10,226	122,706
Transfer from DPS	-	-	19,779	-	-	-	-	-	-	-	-	13,100	32,879
WCRESA (1)	-	-	3,848	4,052	6,613	4,474	4,052	4,052	4,052	4,052	4,052	4,052	43,299
Food Service Reimbursement	4,897	2,828	-	2,295	4,260	9,000	1,188	2,428	4,616	4,616	4,616	4,616	45,361
Capital Asset Sales	-	-	-	-	-	-	-	-	-	-	-	-	-
Miscellaneous (2)	2,593	578	588	602	2,985	1,232	4,773	1,258	1,006	3,006	1,258	1,006	20,886
Total Cash Receipts	64,870	54,974	37,569	56,662	69,172	71,890	63,952	61,939	63,876	65,197	65,283	78,132	753,517
Cash Disbursements													
MPSERS (Pass through)	\$ (3,182)	\$ (3,182)	\$ (3,186)	\$ -	\$ (12,600)	\$ -	\$ (2,983)	\$ (2,983)	\$ (2,983)	\$ (2,983)	\$ (2,983)	\$ (2,983)	\$ (40,049)
Payroll Direct Deposit	(14,688)	(15,085)	(16,264)	(14,168)	(14,479)	(15,232)	(14,082)	(22,337)	(14,891)	(14,891)	(14,891)	(14,891)	(185,898)
Taxes	(4,878)	(4,182)	(4,368)	(5,119)	(8,795)	(5,233)	(5,476)	(5,714)	(5,714)	(5,714)	(8,572)	(5,714)	(69,481)
FICA	(2,017)	(1,752)	(1,261)	(1,554)	(1,802)	(1,635)	(1,787)	(1,787)	(1,787)	(1,787)	(2,680)	(1,787)	(21,636)
Accounts Payable	(11,803)	(8,513)	(15,531)	(11,884)	(17,819)	(14,121)	(21,737)	(20,559)	(18,035)	(18,035)	(20,559)	(18,035)	(196,630)
Pension (employee portion)	(1,635)	(1,454)	(1,140)	(1,751)	(2,773)	(1,875)	(1,928)	(2,004)	(2,004)	(2,004)	(3,006)	(2,004)	(23,576)
Pension (employer portion)	(5,029)	(4,622)	(3,459)	(5,504)	(8,660)	(5,819)	(5,977)	(6,206)	(6,206)	(6,206)	(9,308)	(6,206)	(73,202)
Health	(1,218)	(3,042)	(3,920)	(5,639)	(6,740)	(66)	(8,786)	(4,645)	(4,645)	(4,645)	(4,645)	(4,645)	(52,635)
Fringe Benefits	(215)	(937)	(592)	(795)	(177)	(214)	(685)	(785)	(577)	(577)	(657)	(577)	(6,788)
Food Service	(684)	(379)	(338)	(1,533)	(2,229)	(2,209)	(3,401)	(5,496)	(4,397)	(4,397)	(5,496)	(4,397)	(34,954)
Transfer to DPS	-	(16,000)	-	-	-	-	(3,463)	-	-	-	-	(452)	(19,915)
Other (1)	(23)	-	-	-	(2,356)	-	(1,539)	(2,566)	(2,052)	(2,052)	(2,566)	(2,052)	(15,207)
Total Cash Disbursements	(45,374)	(59,148)	(50,059)	(47,948)	(78,429)	(46,403)	(71,844)	(75,081)	(63,291)	(63,291)	(75,362)	(63,743)	(739,973)
Net Cash Flow	19,496	(4,174)	(12,489)	8,714	(9,257)	25,487	(7,893)	(13,142)	585	1,906	(10,079)	14,388	13,544
Beginning Cash Balance	61,523	81,020	76,846	64,357	73,071	63,814	89,301	81,408	68,267	68,852	70,758	60,679	61,523
Net Cash Flow	19,496	(4,174)	(12,489)	8,714	(9,257)	25,487	(7,893)	(13,142)	585	1,906	(10,079)	14,388	13,544
Ending Cash Balance	\$ 81,020	\$ 76,846	\$ 64,357	\$ 73,071	\$ 63,814	\$ 89,301	\$ 81,408	\$ 68,267	\$ 68,852	\$ 70,758	\$ 60,679	\$ 75,067	\$ 75,067
Memo:													
Internal Service Fund and Fiduciary Account													
Beginning Balance	\$ 48,439	\$ 48,439	\$ 48,439	\$ 48,439	\$ 48,439	\$ 48,439	\$ 48,439	\$ 44,976	\$ 44,976	\$ 44,976	\$ 42,976	\$ 42,976	\$ 48,439
(+) Liability Balance Transfer from DPS	-	-	-	-	-	-	-	-	-	-	-	-	-
(-) TIP, Legal, And Workers' Compensation Claims	-	-	-	-	-	-	(3,463)	-	-	(2,000)	-	-	(5,463)
Ending Balance	48,439	48,439	48,439	48,439	48,439	48,439	44,976	44,976	44,976	42,976	42,976	42,976	42,976
Grand Total	\$ 129,459	\$ 125,285	\$ 112,795	\$ 121,510	\$ 112,253	\$ 137,740	\$ 126,384	\$ 113,242	\$ 113,827	\$ 113,734	\$ 103,654	\$ 118,043	\$ 118,043

Forecast includes actuals through January 05, 2018.

(1) December WCRESA activity includes \$2.4M reimbursement of WCRESA settlement paid by DPSCD, but should have been paid by DPS.


(2) November activity includes Medicaid and Fines and Restitution collections. January includes Outreach Medicaid and grant timing.

Reconciliation of FY18 December YTD general ledger surplus to actual net cash flow





Supplemental Reports

- 3% Healthcare Refund
 - DPSCD Compliance Report
 - Debt Certification
- 
- Four diagonal lines in dark blue, medium blue, light blue, and orange extend from the bottom right towards the top right of the slide.

3% Healthcare Refund

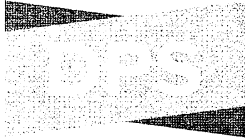
- In December, 2017 the Michigan Supreme Court ruled that the PA 75 3% Healthcare contributions had to be returned to public school employees.
- On January 22, Detroit Public Schools received \$28.9M to repay to 13,416 current and former employees.
- In addition, to repaying the \$28.9M in refunds, the district is responsible for paying the \$2.2M in related employer taxes.
- Refunds will be issued from Detroit Public Schools since the costs were incurred by DPS.
- The district plans to issue refunds on March 19, to all current employees and former employees who have verified their mailing address.
- Former employees who do not verify their mailing address by February 28, will have to pick up their refund checks.

Compliance Reporting – Completed Submissions

Organization	Category	Report/Task	Entity	Submission Date
DPS	Debt	Emergency Loan Performance Evaluation	State of Michigan	22-Jan
DPSCD	Tax	Submit Michigan Unemployment Insurance Agency (UIA) quarterly wage data UIA 1028	State of Michigan	25-Jan
DPS	Tax	1099 Submission	Multiple Entities	31-Jan
DPS	Tax	W-2 Submission	Multiple Entities	31-Jan
DPSCD	Tax	Submit Form 945 Annual Return of Withheld Federal Income Tax	IRS	31-Jan
DPSCD	Grants	Semi-annual certification for 100% federal funded staff	Internal Tracking	31-Jan
DPSCD	Risk Management	OSHA Report	State of Michigan	1-Feb
DPSCD	Tax	Submit payroll State, Federal Tax Payment and Retirement withholdings	Reporting Entity	Bi-weekly
DPS/DPSCD	Reporting	Monthly financial results vs monthly budget and PY	School Board/FRC	Monthly
DPS/DPSCD	Reporting	FTE actuals vs budget and PY	School Board/FRC	Monthly
DPS/DPSCD	Reporting	Bridge cash to budget and actual financial results	School Board/FRC	Monthly
DPS/DPSCD	Reporting	Cash forecast including actuals	School Board/FRC	Monthly
DPSCD	Procurement	FRC Out of State Travel	School Board/FRC	Monthly
DPS/DPSCD	Procurement	Contract approval (>\$750k OR term>2 years)	School Board/FRC	Monthly
DPS/DPSCD	Procurement	Collective bargaining agreements	School Board/FRC	Monthly
DPSCD	Grants	Personnel activity report for split funded staff	Internal Tracking	Monthly

Compliance Reporting – Upcoming Submissions

Organization	Category	Report/Task	Entity	Submission Date
DPS	Debt	Quarterly Debt Certification - DPS Emergency Loan Report	State of Michigan	26-Feb
DPSCD	Risk Management	Silicosis, Dust Disease And Logging Ind Comp Fund Assessment - Report	State of Michigan	28-Feb
DPSCD	Risk Management	Second Injury Fund - Report	State of Michigan	28-Feb
DPSCD	Risk Management	Safety Education And Training Levy - Report	State of Michigan	28-Feb
DPSCD	Risk Management	Annual Medical Payment Report (WC-406)	State of Michigan	28-Feb
DPSCD	Grants	Section 31a Student Report	MSDS	28-Feb
DPSCD	Medicaid	Medicaid Annual Expense Report (MAER Report)	State of Michigan	28-Feb
DPSCD	Tax	Submit electronic forms W-2 (employer copy)	Social Security Administration	31-Mar
DPS	Debt	School Loan Revolving Fund Draw Request	State of Michigan	1-Apr
DPSCD	Tax	Submit payroll State, Federal Tax Payment and Retirement withholdings	Reporting Entity	Bi-weekly
DPS/DPSCD	Reporting	Monthly financial results vs monthly budget and PY	School Board/FRC	Monthly
DPS/DPSCD	Reporting	FTE actuals vs budget and PY	School Board/FRC	Monthly
DPS/DPSCD	Reporting	Bridge cash to budget and actual financial results	School Board/FRC	Monthly
DPS/DPSCD	Reporting	Cash forecast including actuals	School Board/FRC	Monthly
DPSCD	Procurement	FRC Out of State Travel	School Board/FRC	Monthly
DPS/DPSCD	Procurement	Contract approval (>\$750k OR term>2 years)	School Board/FRC	Monthly
DPS/DPSCD	Procurement	Collective bargaining agreements	School Board/FRC	Monthly
DPSCD	Grants	Personnel activity report for split funded staff	Internal Tracking	Monthly



SEE IT BELIEVE IT

DETROIT PUBLIC SCHOOLS

Jeremy Vidito
Senior Executive Director of Finance

Fisher Building, 11th Floor
3011 West Grand Boulevard
Detroit, MI 48202

Phone: (313) 873-4149
Fax: (313) 873-4476
www.detroitk12.org

November 20, 2017

Detroit Financial Review Commission
3062 W. Grand Blvd.
Detroit, Michigan 48202

Re: Detroit Public Schools Debt Service Requirements and Certification Fiscal Year 2018,
Quarter 2

Dear Commissioners:

Enclose with this letter you will find the debt service requirements due on all bonds, leases and other debt of Detroit Public Schools in compliance with section 6 of the Michigan Financial Review Commission Act, Act 181, Public Acts of Michigan, 2014. I hereby certify as of the date of this letter: (1) that the amounts specified herein are accurate statements of Detroit Public Schools' debt service requirements; and (2) that Detroit Public Schools is financially able to meet the debt service requirements through the end of the fiscal year.

Sincerely,

A handwritten signature in black ink, appearing to be "JV", written over a horizontal line.

Jeremy Vidito
Senior Executive Director of Finance

SCHOOL DISTRICT OF THE CITY OF DETROIT
County of Wayne, State of Michigan
SCHEDULE OF EXISTING UTQ AFTER 2017 REFUNDING BONDS

		Title: 1998C Refunding Bonds					Title: 2001A Building & Site Bonds					Title: 2002A Building & Site Bonds				
		Outstanding Principal: \$40,555,000					Outstanding Principal: \$183,695,000					Outstanding Principal: \$35,785,000				
		Dated: 11/1/1998					Dated: 10/1/2001					Dated: 10/31/2002				
		Call Prov: Non-Optional					Call Prov: 5/1/12 @ 100 (except 2029 term (22-29 maturities))					Call Prov: 5/1/13 @ 100 (except 2019-2021 maturities)				
Levy Year	Fiscal Yr. End 30-Jun	Interest Due 1-Nov	Interest Rates	Principal Due 1-May	Interest Due 1-May	Total Payment	Interest Due 1-Nov	Interest Rates	Principal Due 1-May	Interest Due 1-May	Total Payment	Interest Due 1-Nov	Interest Rates	Principal Due 1-May	Interest Due 1-May	Total Payment
2017	2018	\$1,064,569	5.250%	\$4,210,000	\$1,064,569	\$6,339,138	\$5,510,850	0.000%	\$0	\$5,510,850	\$11,021,700	\$1,073,550	0.000%	\$0	\$1,073,550	\$2,147,100
2018	2019	954,056	5.250%	4,430,000	954,056	6,338,113	5,510,850	-	-	5,510,850	11,021,700	1,073,550	6.000%	11,240,000	1,073,550	13,387,100
2019	2020	837,769	5.250%	4,660,000	837,769	6,335,538	5,510,850	-	-	5,510,850	11,021,700	736,350	6.000%	11,915,000	736,350	13,387,700
2020	2021	715,444	5.250%	4,905,000	715,444	6,335,888	5,510,850	-	-	5,510,850	11,021,700	378,900	6.000%	12,630,000	378,900	13,387,800
2021	2022	586,688	5.250%	5,165,000	586,688	6,338,375	5,510,850	6.000%	14,320,000	5,510,850	25,341,700	-	-	-	-	-
2022	2023	451,106	5.250%	5,440,000	451,106	6,342,213	5,081,250	6.000%	15,180,000	5,081,250	25,342,500	-	-	-	-	-
2023	2024	308,306	5.250%	5,720,000	308,306	6,336,613	4,625,850	6.000%	16,095,000	4,625,850	25,346,700	-	-	-	-	-
2024	2025	158,156	5.250%	6,025,000	158,156	6,341,313	4,143,000	6.000%	17,055,000	4,143,000	25,341,000	-	-	-	-	-
2025	2026	-	-	-	-	-	3,631,350	6.000%	24,420,000	3,631,350	31,682,700	-	-	-	-	-
2026	2027	-	-	-	-	-	2,898,750	6.000%	25,885,000	2,898,750	31,682,500	-	-	-	-	-
2027	2028	-	-	-	-	-	2,122,200	6.000%	27,430,000	2,122,200	31,674,400	-	-	-	-	-
2028	2029	-	-	-	-	-	1,299,300	6.000%	43,310,000	1,299,300	45,908,600	-	-	-	-	-
2029	2030	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2030	2031	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2031	2032	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2032	2033	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2033	2034	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2034	2035	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2035	2036	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2036	2037	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2037	2038	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2038	2039	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2039	2040	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2040	2041	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
		\$5,076,094		\$40,555,000	\$5,076,094	\$50,707,188	\$51,355,950		\$183,695,000	\$51,355,950	\$286,406,900	\$3,262,350		\$35,785,000	\$3,262,350	\$42,309,700



SCHOOL DISTRICT OF THE CITY OF DETROIT
County of Wayne, State of Michigan
SCHEDULE OF EXISTING UTQ AFTER 2017 REFUNDING BONDS

Title: 2005A Refunding Bonds Outstanding Principal: \$226,800,000 Dated: 8/17/2005 Call Prov: 5/1/15 @ 100 (only 2016-2029 maturities)							Title: 2009 School Building and Site Bonds (QSCBs), Series A Outstanding Principal: \$90,000,000 Dated: 12/30/2009 Call Prov: None							Title: 2009 School Building and Site Bonds (BABs), Series B Outstanding Principal: \$184,550,000 Dated: 12/30/2009 Call Prov: None						
Levy Year	Fiscal Yr. End 30-Jun	Interest Due 1-Nov	Interest Rates	Principal Due 1-May	Interest Due 1-May	Total Payment	Interest Due 1-Nov	Interest Rates	Set Aside Due 1-May	Interest Due 1-May	Conversion Reserve Fund	Interest Credit	Total Payment	Interest Due 1-Nov	Interest Rates	Principal Due 1-May	Interest Due 1-May	35% Federal Subsidy	6.60% Federal Sequestration	Total Payment
2017	2018	\$5,953,500	0.000%	\$0	\$5,953,500	\$11,907,000	\$1,435,500	0.000%	\$7,055,000	\$1,435,500	\$0	(\$513,768)	\$9,412,232	\$7,123,282	6.252%	\$1,700,000	\$7,123,282	(\$4,986,297)	\$329,096	\$11,289,362
2018	2019	5,953,500	-	-	5,953,500	11,907,000	1,435,500	-	7,700,000	1,435,500	-	(513,768)	10,057,232	7,070,140	6.352%	1,800,000	7,070,140	(4,949,098)	326,640	11,317,822
2019	2020	5,953,500	-	-	5,953,500	11,907,000	1,435,500	-	7,700,000	1,435,500	-	(513,768)	10,057,232	7,012,972	7.747%	1,900,000	7,012,972	(4,909,080)	323,999	11,340,863
2020	2021	5,953,500	-	-	5,953,500	11,907,000	1,435,500	-	7,700,000	1,435,500	-	(513,768)	10,057,232	6,939,375	7.747%	2,300,000	6,939,375	(4,857,563)	320,599	11,641,787
2021	2022	5,953,500	-	-	5,953,500	11,907,000	1,435,500	-	7,700,000	1,435,500	-	(513,768)	10,057,232	6,850,285	7.747%	2,400,000	6,850,285	(4,795,199)	316,483	11,621,853
2022	2023	5,953,500	-	-	5,953,500	11,907,000	1,435,500	-	7,700,000	1,435,500	-	(513,768)	10,057,232	6,757,321	7.747%	2,500,000	6,757,321	(4,730,125)	312,188	11,596,705
2023	2024	5,953,500	-	-	5,953,500	11,907,000	1,435,500	-	7,700,000	1,435,500	-	(513,768)	10,057,232	6,660,483	7.747%	2,600,000	6,660,483	(4,662,338)	307,714	11,566,343
2024	2025	5,953,500	-	-	5,953,500	11,907,000	1,435,500	3.190%	9,745,000	1,435,500	(2,045,250)	(513,768)	10,056,982	6,559,772	7.747%	2,700,000	6,559,772	(4,591,841)	-	11,227,704
2025	2026	5,953,500	5.250%	16,145,000	5,953,500	28,052,000	-	-	-	-	-	-	-	6,455,188	7.747%	3,150,000	6,455,188	(4,518,631)	-	11,541,744
2026	2027	5,529,694	5.250%	16,990,000	5,529,694	28,049,388	-	-	-	-	-	-	-	6,333,173	7.747%	6,275,000	6,333,173	(4,433,221)	-	14,508,124
2027	2028	5,083,706	5.250%	17,890,000	5,083,706	28,057,413	-	-	-	-	-	-	-	6,090,110	7.747%	6,525,000	6,090,110	(4,263,077)	-	14,442,143
2028	2029	4,614,094	5.250%	18,825,000	4,614,094	28,053,188	-	-	-	-	-	-	-	5,837,365	7.747%	6,625,000	5,837,365	(4,086,155)	-	14,213,574
2029	2030	4,119,938	5.250%	65,715,000	4,119,938	73,954,875	-	-	-	-	-	-	-	5,580,745	7.747%	6,925,000	5,580,745	(3,906,522)	-	14,179,969
2030	2031	2,394,919	5.250%	69,165,000	2,394,919	73,954,838	-	-	-	-	-	-	-	5,312,505	7.747%	6,925,000	5,312,505	(3,718,754)	-	13,831,257
2031	2032	579,338	5.250%	22,070,000	579,338	23,228,675	-	-	-	-	-	-	-	5,044,265	7.747%	8,925,000	5,044,265	(3,530,986)	-	15,482,545
2032	2033	-	-	-	-	-	-	-	-	-	-	-	-	4,698,556	7.747%	9,550,000	4,698,556	(3,288,989)	-	15,658,122
2033	2034	-	-	-	-	-	-	-	-	-	-	-	-	4,328,636	7.747%	18,625,000	4,328,636	(3,030,045)	-	24,252,227
2034	2035	-	-	-	-	-	-	-	-	-	-	-	-	3,607,197	7.747%	18,625,000	3,607,197	(2,525,038)	-	23,314,356
2035	2036	-	-	-	-	-	-	-	-	-	-	-	-	2,885,758	7.747%	18,625,000	2,885,758	(2,020,030)	-	22,376,485
2036	2037	-	-	-	-	-	-	-	-	-	-	-	-	2,164,318	7.747%	18,625,000	2,164,318	(1,515,023)	-	21,438,614
2037	2038	-	-	-	-	-	-	-	-	-	-	-	-	1,442,879	7.747%	18,625,000	1,442,879	(1,010,015)	-	20,500,742
2038	2039	-	-	-	-	-	-	-	-	-	-	-	-	721,439	7.747%	18,625,000	721,439	(505,008)	-	19,562,871
2039	2040	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2040	2041	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
		\$75,903,188		\$226,800,000	\$75,903,188	\$378,606,375	\$11,484,000		\$63,000,000	\$11,484,000	(\$2,045,250)	(\$4,110,146)	\$79,812,604	\$115,475,763		\$184,550,000	\$115,475,763	(\$80,833,034)	\$2,236,720	\$336,905,212



SCHOOL DISTRICT OF THE CITY OF DETROIT
County of Wayne, State of Michigan
SCHEDULE OF EXISTING UTQ AFTER 2017 REFUNDING BONDS

Title: School Building and Site Bonds, Series 2010A (QSCBs) Outstanding Principal: \$160,910,000 Dated: 10/28/2010 Call Prov: None										Title: School Building and Site Bonds, Series 2010B (BABs) Outstanding Principal: \$49,630,000 Dated: 10/28/2010 Call Prov: 5/1/2020 @ Par						
Levy Year	Fiscal Yr. End 30-Jun	Interest Due 1-Nov	Interest Rates	Set Aside Due 1-May	Interest Due 1-May	Less: 5.01% Federal Subsidy	6.60% Federal Sequestration	Interest Credit	Total Payment	Interest Due 1-Nov	Interest Rates	Principal Due 1-May	Interest Due 1-May	35% Federal Subsidy	6.60% Federal Sequestration	Total Payment
2017	2018	\$5,346,235	6.645%	\$7,895,000	\$5,346,235	(\$8,061,591)	\$532,065	(\$509,026)	\$10,548,917	\$1,698,587	0.000%	\$0	\$1,698,587	(\$1,189,011)	\$78,475	\$2,286,637
2018	2019	5,346,235	6.645%	7,620,000	5,346,235	(8,061,591)	532,065	(509,026)	10,273,917	1,698,587	-	-	1,698,587	(1,189,011)	78,475	2,286,637
2019	2020	5,346,235	6.645%	7,985,000	5,346,235	(8,061,591)	532,065	(509,026)	10,638,917	1,698,587	-	-	1,698,587	(1,189,011)	78,475	2,286,637
2020	2021	5,346,235	6.645%	8,095,000	5,346,235	(8,061,591)	532,065	(509,026)	10,748,917	1,698,587	-	-	1,698,587	(1,189,011)	78,475	2,286,637
2021	2022	5,346,235	6.645%	8,525,000	5,346,235	(8,061,591)	532,065	(509,026)	11,178,917	1,698,587	-	-	1,698,587	(1,189,011)	78,475	2,286,637
2022	2023	5,346,235	6.645%	8,960,000	5,346,235	(8,061,591)	532,065	(509,026)	11,613,917	1,698,587	-	-	1,698,587	(1,189,011)	78,475	2,286,637
2023	2024	5,346,235	6.645%	9,415,000	5,346,235	(8,061,591)	532,065	(509,026)	12,068,917	1,698,587	-	-	1,698,587	(1,189,011)	78,475	2,286,637
2024	2025	5,346,235	6.645%	9,885,000	5,346,235	(8,061,591)	-	(509,026)	12,006,852	1,698,587	-	-	1,698,587	(1,189,011)	-	2,208,163
2025	2026	5,346,235	6.645%	16,850,000	5,346,235	(8,061,591)	-	(509,026)	18,971,852	1,698,587	-	-	1,698,587	(1,189,011)	-	2,208,163
2026	2027	5,346,235	6.645%	14,265,000	5,346,235	(8,061,591)	-	(509,026)	16,386,852	1,698,587	-	-	1,698,587	(1,189,011)	-	2,208,163
2027	2028	5,346,235	6.645%	14,650,000	5,346,235	(8,061,591)	-	(509,026)	16,771,852	1,698,587	-	-	1,698,587	(1,189,011)	-	2,208,163
2028	2029	5,346,235	6.645%	15,280,000	5,346,235	(8,061,591)	-	(509,026)	17,401,852	1,698,587	-	-	1,698,587	(1,189,011)	-	2,208,163
2029	2030	-	-	-	-	-	-	-	-	1,698,587	6.845%	4,510,000	1,698,587	(1,189,011)	-	6,718,163
2030	2031	-	-	-	-	-	-	-	-	1,544,232	6.845%	4,510,000	1,544,232	(1,080,962)	-	6,517,502
2031	2032	-	-	-	-	-	-	-	-	1,389,877	6.845%	4,510,000	1,389,877	(972,914)	-	6,316,840
2032	2033	-	-	-	-	-	-	-	-	1,235,523	6.845%	4,510,000	1,235,523	(864,866)	-	6,116,179
2033	2034	-	-	-	-	-	-	-	-	1,081,168	6.845%	4,510,000	1,081,168	(756,817)	-	5,915,518
2034	2035	-	-	-	-	-	-	-	-	926,813	6.845%	4,510,000	926,813	(648,769)	-	5,714,857
2035	2036	-	-	-	-	-	-	-	-	772,458	6.845%	4,510,000	772,458	(540,721)	-	5,514,196
2036	2037	-	-	-	-	-	-	-	-	618,104	6.845%	4,515,000	618,104	(432,672)	-	5,318,535
2037	2038	-	-	-	-	-	-	-	-	463,578	6.845%	4,515,000	463,578	(324,504)	-	5,117,651
2038	2039	-	-	-	-	-	-	-	-	309,052	6.845%	4,515,000	309,052	(216,336)	-	4,916,767
2039	2040	-	-	-	-	-	-	-	-	154,526	6.845%	4,515,000	154,526	(108,168)	-	4,715,884
2040	2041	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
		\$64,154,817		\$129,425,000	\$64,154,817	(\$96,739,092)	\$3,724,455	(\$6,108,313)	\$158,611,684	\$30,576,957		\$49,630,000	\$30,576,957	(\$21,403,870)	\$549,323	\$89,929,367



SCHOOL DISTRICT OF THE CITY OF DETROIT
County of Wayne, State of Michigan

SCHEDULE OF EXISTING UTQ AFTER 2017 REFUNDING BONDS

Title: 2012 Refunding Bonds Outstanding Principal: \$287,735,000 Dated: 3/27/2012 Call Prov: 05/01/2022 @ Par							Title: 2015 Refunding Bonds Outstanding Principal: \$140,870,000 Dated: 3/12/2015 Call Prov: 05/01/2025 @ Par					Title: 2017 Refunding Bonds Outstanding Principal: \$291,755,000 Dated: 9/14/17 Call Prov: non-callable					TOTAL UTQ DEBT	
Levy Year	Fiscal Yr. End 30-Jun	Interest Due 1-Nov	Interest Rates	Principal Due 1-May	Interest Due 1-May	Total Payment	Interest Due 1-Nov	Interest Rates	Principal Due 1-May	Interest Due 1-May	Total Payment	Interest Due 1-Nov	Interest Rates	Principal Due 1-May	Interest Due 1-May	Total Payment	SET ASIDE / PRINCIPAL	TOTAL PAYMENT
2017	2018	\$7,193,375	5.000%	\$8,725,000	\$7,193,375	\$23,111,750	\$3,486,750	5.000%	\$29,410,000	\$3,486,750	\$36,383,500	\$1,108,426	0.000%	\$0	\$4,245,035	\$5,353,461	\$58,995,000	\$129,800,797
2018	2019	6,975,250	5.000%	9,100,000	6,975,250	23,050,500	2,751,500	5.000%	19,635,000	2,751,500	25,138,000	4,245,035	2.910%	49,645,000	4,245,035	58,135,071	111,170,000	182,913,092
2019	2020	6,747,750	5.000%	9,500,000	6,747,750	22,995,500	2,260,625	5.000%	20,625,000	2,260,625	25,146,250	3,522,701	2.910%	50,750,000	3,522,701	57,795,401	115,035,000	182,912,738
2020	2021	6,510,250	5.000%	9,910,000	6,510,250	22,930,500	1,745,000	5.000%	21,655,000	1,745,000	25,145,000	2,784,288	2.910%	51,885,000	2,784,288	57,453,576	119,080,000	182,916,037
2021	2022	6,262,500	5.000%	20,505,000	6,262,500	33,030,000	1,203,625	5.000%	11,520,000	1,203,625	13,927,250	2,029,361	2.910%	53,170,000	2,029,361	57,228,723	123,305,000	182,917,687
2022	2023	5,749,875	5.000%	21,465,000	5,749,875	32,964,750	915,625	**	12,105,000	915,625	13,936,250	1,255,738	2.910%	54,360,000	1,255,738	56,871,476	127,710,000	182,918,680
2023	2024	5,213,250	5.000%	22,480,000	5,213,250	32,906,500	648,000	5.000%	12,645,000	648,000	13,941,000	464,800	2.910%	31,945,000	464,800	32,874,600	108,600,000	159,291,541
2024	2025	4,651,250	5.000%	23,655,000	4,651,250	32,957,500	331,875	5.000%	13,275,000	331,875	13,938,750	-	-	-	-	-	82,340,000	125,985,263
2025	2026	4,059,875	5.000%	24,905,000	4,059,875	33,024,750	-	-	-	-	-	-	-	-	-	-	85,470,000	125,481,209
2026	2027	3,437,250	5.000%	26,145,000	3,437,250	33,019,500	-	-	-	-	-	-	-	-	-	-	89,560,000	125,854,527
2027	2028	2,783,625	5.000%	27,450,000	2,783,625	33,017,250	-	-	-	-	-	-	-	-	-	-	93,945,000	126,171,221
2028	2029	2,097,375	5.000%	14,520,000	2,097,375	18,714,750	-	-	-	-	-	-	-	-	-	-	98,560,000	126,500,127
2029	2030	1,734,375	5.000%	16,095,000	1,734,375	19,563,750	-	-	-	-	-	-	-	-	-	-	93,245,000	114,416,756
2030	2031	1,332,000	5.000%	16,900,000	1,332,000	19,564,000	-	-	-	-	-	-	-	-	-	-	97,500,000	113,867,596
2031	2032	909,500	5.000%	17,745,000	909,500	19,564,000	-	-	-	-	-	-	-	-	-	-	53,250,000	64,592,060
2032	2033	465,875	5.000%	18,635,000	465,875	19,566,750	-	-	-	-	-	-	-	-	-	-	32,695,000	41,341,051
2033	2034	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	23,135,000	30,167,745
2034	2035	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	23,135,000	29,029,213
2035	2036	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	23,135,000	27,890,680
2036	2037	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	23,140,000	26,757,148
2037	2038	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	23,140,000	25,618,393
2038	2039	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	23,140,000	24,479,638
2039	2040	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4,515,000	4,715,884
2040	2041	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
		\$66,123,375		\$287,735,000	\$66,123,375	\$419,981,750	\$13,343,000		\$140,870,000	\$13,343,000	\$167,556,000	\$15,410,348		\$291,755,000	\$18,546,958	\$325,712,306	\$1,633,800,000	\$2,336,539,086



SCHOOL DISTRICT OF THE CITY OF DETROIT
County of Wayne, State of Michigan

SCHEDULE OF PROJECTED MILLAGE REQUIRED TO REPAY BONDED DEBT - AFTER SLRF REFUNDING

		Taxable Value		Debt After Refunding					SLRF Activity at 3.50%				
Levy Year	Fiscal Yr. End 30-Jun	Projected Taxable Value [1]	Growth	PPT Exemption Reimburs	UTQ After Refunding	Net Proposed & Extng UT Debt	Mills without SLRF	Total UT Mills Levied	1-Jul SLRF Balance	2017 Ref Repayment	Accrued Interest	Amount Borrowed (Repaid)	30-Jun SLRF Balance
2017	2018	\$5,575,772,832		(\$6,534,468)	\$129,800,797	\$123,266,329	22.11	13.00	\$289,283,594	(\$291,107,000)	\$2,119,875	\$50,781,282	\$51,077,750
2018	2019	5,659,409,424	1.50%	(6,534,468)	182,913,092	176,378,623	31.17	13.00	51,077,750		2,406,604	102,806,301	156,290,655
2019	2020	5,744,300,565	1.50%	(6,534,468)	182,912,738	176,378,269	30.70	13.00	156,290,655		6,122,123	101,702,362	264,115,141
2020	2021	5,830,465,074	1.50%	(6,534,468)	182,916,037	176,381,569	30.25	13.00	264,115,141		9,929,953	100,585,523	374,630,617
2021	2022	5,917,922,050	1.50%	(6,534,468)	182,917,687	176,383,219	29.80	13.00	374,630,617		13,832,870	99,450,232	487,913,719
2022	2023	6,006,690,881	1.50%	(6,534,468)	182,918,680	176,384,211	29.36	13.00	487,913,719		17,833,591	98,297,230	604,044,540
2023	2024	6,096,791,244	1.50%	(6,534,468)	159,291,541	152,757,073	25.06	13.00	604,044,540		21,797,118	73,498,787	699,340,445
2024	2025	6,188,243,113	1.50%	(6,534,468)	125,985,263	119,450,795	19.30	13.00	699,340,445		24,967,037	39,003,634	763,311,116
2025	2026	6,281,066,759	1.50%	(6,534,468)	125,481,209	118,946,741	18.94	13.00	763,311,116		27,220,051	37,292,873	827,824,040
2026	2027	6,375,282,761	1.50%	(6,534,468)	125,854,527	119,320,058	18.72	13.00	827,824,040		29,497,261	36,441,383	893,762,684
2027	2028	6,470,912,002	1.50%	(6,534,468)	126,171,221	119,636,753	18.49	13.00	893,762,684		31,824,469	35,514,897	961,102,050
2028	2029	6,567,975,682	1.50%	(6,534,468)	126,500,127	119,965,658	18.27	13.00	961,102,050		34,201,190	34,581,974	1,029,885,214
2029	2030	6,666,495,317	1.50%	(6,534,468)	114,416,756	107,882,288	16.18	13.00	1,029,885,214		36,556,472	21,217,849	1,087,659,535
2030	2031	6,766,492,747	1.50%	(6,534,468)	113,867,596	107,333,127	15.86	13.00	1,087,659,535		38,589,480	19,368,722	1,145,617,737
2031	2032	6,867,990,138	1.50%	(6,534,468)	64,592,060	58,057,592	8.45	13.00	1,145,617,737		40,344,643	(31,226,280)	1,154,736,100
2032	2033	6,971,009,990	1.50%	(6,534,468)	41,341,051	34,806,583	4.99	13.00	1,154,736,100		40,523,766	(55,816,547)	1,139,443,320
2033	2034	7,075,575,140	1.50%	(6,534,468)	30,167,745	23,633,277	3.34	13.00	1,139,443,320		39,909,670	(68,349,200)	1,111,003,789
2034	2035	7,181,708,767	1.50%	(6,534,468)	29,029,213	22,494,744	3.13	13.00	1,111,003,789		38,888,917	(70,867,470)	1,079,025,237
2035	2036	7,289,434,399	1.50%	(6,534,468)	27,890,680	21,356,212	2.93	13.00	1,079,025,237		37,742,849	(73,406,435)	1,043,361,651
2036	2037	7,398,775,915	1.50%	(6,534,468)	26,757,148	20,222,680	2.73	13.00	1,043,361,651		36,466,328	(75,961,407)	1,003,866,572
2037	2038	7,509,757,553	1.50%	(6,534,468)	25,618,393	19,083,925	2.54	13.00	1,003,866,572		35,054,111	(78,542,923)	960,377,760
2038	2039	7,622,403,917	1.50%	(6,534,468)	24,479,638	17,945,170	2.35	13.00	960,377,760		33,500,488	(81,146,081)	912,732,167
2039	2040	7,736,739,976	1.50%	(6,534,468)	4,715,884	(1,818,585)	0.00	13.00	912,732,167		31,691,042	(102,396,205)	842,027,005
2040	2041	7,852,791,075	1.50%	(6,534,468)	-	(6,534,468)	0.00	13.00	842,027,005		29,153,502	(108,620,752)	762,559,755
2041	2042	7,970,582,941	1.50%	(6,534,468)	-	(6,534,468)	0.00	13.00	762,559,755		26,333,376	(110,152,047)	678,741,084
2042	2043	8,090,141,685	1.50%	(6,534,468)	-	(6,534,468)	0.00	13.00	678,741,084		23,359,183	(111,706,310)	590,393,957
2043	2044	8,211,493,811	1.50%	(6,534,468)	-	(6,534,468)	0.00	13.00	590,393,957		20,224,657	(113,283,888)	497,334,725
2044	2045	8,334,666,218	1.50%	(6,534,468)	-	(6,534,468)	0.00	13.00	497,334,725		16,923,300	(114,885,129)	399,372,895
2045	2046	8,459,686,211	1.50%	(6,534,468)	-	(6,534,468)	0.00	13.00	399,372,895		13,448,371	(116,510,389)	296,310,877
2046	2047	8,586,581,504	1.50%	(6,534,468)	-	(6,534,468)	0.00	13.00	296,310,877		9,792,878	(118,160,028)	187,943,726
2047	2048	8,715,380,227	1.50%	(6,534,468)	-	(6,534,468)	0.00	13.00	187,943,726		5,949,569	(119,834,411)	74,058,884
2048	2049	8,846,110,930	1.50%	(4,098,848)	-	(4,098,848)	0.00	8.15	74,058,884		2,175,171	(76,234,055)	0
2049	2050	8,978,802,594	1.50%	0	-	0	0.00	0.00	0		0	0	0
				(\$206,667,370)	\$2,336,539,086	\$2,129,871,715							
													(\$776,556,510)
													\$778,379,916

[1] Includes 2017 Taxable Value of \$6,001,630,305 and 2017 Equivalent IFT value of \$27,849,521 less 2017 Captured Value of \$453,706,994.



SCHOOL DISTRICT OF THE CITY OF DETROIT
County of Wayne, State of Michigan
SCHEDULE OF EXISTING LTNQ DEBT

		Title: Emergency Loan - 2016 Outstanding Principal: \$150,000,000 Dated: 7/19/2016 Call Prov: None					Title: MFA - Fiscal Stabilization Bonds - Series 2016D-1 (Taxable) Outstanding Principal: \$79,815,000 Dated: 9/29/2016 Call Prov: None					Title: MFA - Fiscal Stabilization Bonds - Series 2016D-2 (Tax Exempt) Outstanding Principal: \$41,290,000 Dated: 9/29/2016 Call Prov:					TOTAL LTNQ DEBT			
Levy Year	Fiscal Yr. End 30-Jun	Interest Due 1-Sep	Interest Rates	Principal Due 1-Sep	Interest Due 1-Mar	Total Payment	Interest Due 1-Sep	Interest Rates	Principal Due 1-Sep	Principal Due 1-Mar	Interest Due 1-Mar	Total Payment	Interest Due 1-Sep	Interest Rates	Principal Due 1-Sep	Principal Due 1-Mar	Interest Due 1-Mar	Total Payment	PRINCIPAL	TOTAL PAYMENT
2017	2018	\$982,500	0.000%	\$0	\$982,500	\$1,965,000	\$2,532,071	3.900%	\$7,300,000	\$12,330,000	\$2,376,274	\$24,538,345	\$1,190,461	3.550%	\$3,760,000	\$6,350,000	\$1,117,399	\$12,417,860	\$29,740,000	\$38,921,205
2018	2019	982,500	-	-	982,500	1,965,000	2,148,237	3.900%	7,675,000	12,705,000	1,987,246	24,515,483	1,010,517	3.550%	3,950,000	6,550,000	935,075	12,445,592	30,880,000	38,926,075
2019	2020	982,500	-	-	982,500	1,965,000	1,749,738	3.900%	8,060,000	13,095,000	1,587,788	24,492,526	823,632	3.550%	4,150,000	6,745,000	747,719	12,466,350	32,050,000	38,923,876
2020	2021	982,500	-	-	982,500	1,965,000	1,332,435	3.900%	8,465,000	13,505,000	1,164,169	24,466,604	627,995	3.550%	4,360,000	6,960,000	549,096	12,497,091	33,290,000	38,928,696
2021	2022	982,500	-	-	982,500	1,965,000	906,497	3.900%	8,875,000	13,930,000	728,955	24,440,452	428,235	3.550%	4,575,000	7,170,000	344,911	12,518,146	34,550,000	38,923,598
2022	2023	982,500	1.310%	8,000,000	930,100	9,912,600	460,581	3.900%	9,305,000	14,250,000	277,114	24,292,695	219,190	3.550%	4,800,000	7,515,000	133,026	12,667,216	43,870,000	46,872,511
2023	2024	930,100	1.310%	8,000,000	877,700	9,807,800	-	-	-	-	-	-	-	-	-	-	-	-	8,000,000	9,807,800
2024	2025	877,700	1.310%	14,000,000	786,000	15,663,700	-	-	-	-	-	-	-	-	-	-	-	-	14,000,000	15,663,700
2025	2026	786,000	1.310%	50,000,000	458,500	51,244,500	-	-	-	-	-	-	-	-	-	-	-	-	50,000,000	51,244,500
2026	2027	458,500	1.310%	70,000,000	-	70,458,500	-	-	-	-	-	-	-	-	-	-	-	-	70,000,000	70,458,500
2027	2028	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2028	2029	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2029	2030	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2030	2031	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2031	2032	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2032	2033	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2033	2034	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2034	2035	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2035	2036	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2036	2037	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2037	2038	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2038	2039	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2039	2040	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2040	2041	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
		\$8,947,300		\$150,000,000	\$7,964,800	\$166,912,100	\$9,129,559		\$49,680,000	\$79,815,000	\$8,121,545	\$146,746,104	\$4,300,030		\$25,595,000	\$41,290,000	\$3,827,226	\$75,012,256	\$346,380,000	\$388,670,460



Office of Retirement Services
P.O. Box 30171
Lansing, MI 48909-7671



STATE OF MICHIGAN
DEPARTMENT OF TECHNOLOGY,
MANAGEMENT BUDGET

RICK SNYDER
GOVERNOR
DAVID DEVRIES
DIRECTOR
www.michigan.gov/ors
800-381-5111

February 1, 2018

DETROIT PUBLIC SCHOOLS
3011 WEST GRAND BOULEVARD
OFFICE OF ACCOUNTING-11TH FL
FISHER BUILDING
DETROIT, MI 48202-3013

RU: 05880

PAY CYCLE STATEMENT

Statement Period: 1/10/2018 - 1/23/2018
Payment Due Date: 2/1/2018

	<u>Defined Benefit</u>	<u>Defined Contribution</u>
Beginning Balance	\$120,437,805.48	\$0.00
Plus: Changes in unposted records from previous statements	\$0.00	\$0.00
Plus: Contributions	\$0.00	\$0.00
Posted	\$0.00	\$0.00
Unposted	\$0.00	\$0.00
Plus: UAAL rate stabilization	\$0.00	\$0.00
Plus: Fee assessed for current statement	\$11.51	\$0.00
Retirement contributions due	\$120,437,816.99	\$0.00
Less: ACH payments received	\$0.00	\$0.00
Balance due	\$120,437,816.99	\$0.00
Pending ACH payments	\$0.00	\$0.00
Balance due after pending payments	\$120,437,816.99	\$0.00



BALANCE DUE WITH ACCRUED INTEREST THROUGH STATEMENT DATE

	Defined Benefit
Statement balance due	\$120,437,816.99
Plus: Accrued interest through remediation date*	\$5,501,126.39
Plus: Simple interest accrued through 6/30/2017**	\$7,257,613.52
Total due as of payment due date	\$133,196,556.90

*Accrued interest through remediation date is the total accumulated interest charged on delinquent contributions through the date of your remediation agreement. This amount is calculated using the standard (compounded interest) method of calculating interest and will not grow.

**Simple interest accrued through each June 30 (end of the fiscal year) is the total accumulated 8-percent simple interest charged on the remaining principal balance minus any payments made throughout the fiscal year. This interest is not compounded.

The following pages show schedules for each type of interest.

ACCRUED INTEREST ON DELINQUENT DB CONTRIBUTION PAYMENTS

Pay Period End Date	Payment Due Date	Most Recent Payment Due Date	Days Outstanding	Shortfall Balance Outstanding	Accrued Interest
10/20/2015	10/29/2015	9/30/2016	337	\$ 2,534,555.43	\$ 206,867.13
11/3/2015	11/13/2015	9/30/2016	322	\$ 4,381,772.87	\$ 341,716.17
11/17/2015	11/30/2015	9/30/2016	305	\$ 10,105,387.17	\$ 746,470.40
12/1/2015	12/10/2015	9/30/2016	295	\$ 5,801,067.71	\$ 414,466.80
12/15/2015	12/28/2015	9/30/2016	277	\$ 4,166,146.82	\$ 279,495.06
12/29/2015	1/11/2016	9/30/2016	263	\$ 6,983,674.95	\$ 444,835.62
1/12/2016	1/22/2016	9/30/2016	252	\$ 3,647,100.78	\$ 222,591.26
1/26/2016	2/4/2016	9/30/2016	239	\$ 7,106,305.45	\$ 411,340.59
2/9/2016	2/19/2016	9/30/2016	224	\$ 4,073,533.20	\$ 220,993.28
2/23/2016	3/3/2016	9/30/2016	211	\$ 7,073,881.60	\$ 361,493.12
3/8/2016	3/17/2016	9/30/2016	197	\$ 3,862,270.58	\$ 184,275.97
3/22/2016	3/31/2016	9/30/2016	183	\$ 7,128,880.35	\$ 315,960.08
4/5/2016	4/14/2016	9/30/2016	169	\$ 4,109,372.48	\$ 168,198.46
4/19/2016	4/28/2016	9/30/2016	155	\$ 6,896,200.82	\$ 258,881.72
5/3/2016	5/12/2016	9/30/2016	141	\$ 4,119,567.22	\$ 140,679.40
5/17/2016	5/26/2016	9/30/2016	127	\$ 7,039,632.41	\$ 216,527.72
5/31/2016	6/9/2016	9/30/2016	113	\$ 4,130,410.90	\$ 113,039.83
6/14/2016	6/23/2016	9/30/2016	99	\$ 3,988,240.47	\$ 95,626.07
6/28/2016	7/8/2016	9/30/2016	84	\$ 7,137,792.87	\$ 145,212.17
7/12/2016	7/21/2016	9/30/2016	71	\$ 3,939,673.47	\$ 67,745.18
7/26/2016	8/4/2016	9/30/2016	57	\$ 5,272,007.70	\$ 72,779.77
8/9/2016	8/18/2016	9/30/2016	43	\$ 2,413,553.17	\$ 25,135.36
8/23/2016	9/1/2016	9/30/2016	29	\$ 5,479,604.69	\$ 38,486.38
9/6/2016	9/15/2016	9/30/2016	15	\$ 2,253,442.50	\$ 8,186.49
9/20/2016	9/29/2016	9/30/2016	1	\$ 505,313.09	\$ 122.38
Total				\$124,149,388.70	\$5,501,126.39

SIMPLE INTEREST ON DELINQUENT DB CONTRIBUTION PAYMENTS

Interest Accrual Start Date	Payment Received Date	# of Days Accrued	Remaining Principal Balance	Simple Interest Accrual	Payments Towards Principal During Time Period
10/1/2016	1/25/2017	116	\$124,149,388.70	\$3,156,455.69	\$4,711,140.00
1/26/2017	4/20/2017	84	\$122,411,726.81	\$2,253,717.27	\$2,000,000.00
4/21/2017	6/30/2017	70	\$120,413,536.54	\$1,847,440.56	\$0.00
Total				\$7,257,613.52	\$6,711,140.00

Simple 8-percent interest is calculated as follows:

$(0.08 \times \text{Number of Days Accrued}) / 365 \times \text{Remaining Principal Balance}$

DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT

Jeremy Vidito

Senior Executive Director of Finance

Fisher Building, 11th Floor
3011 West Grand Boulevard
Detroit, MI 48202

Phone: (313) 873-4149
Fax: (313) 873-4476
www.detroitk12.org

November 20, 2017

Detroit Financial Review Commission
3062 W. Grand Blvd.
Detroit, Michigan 48202

Re: Detroit Public Schools Community District Debt Service Requirements and Certification
Fiscal Year 2018, Quarter 2

Dear Commissioners:

There are currently no debt service requirements due on all bonds, leases, and other municipal debt of the Detroit Public Schools Community District in compliance with section 6 of the Michigan Financial Review Commission Act, Act 181, Public Acts of Michigan, 2014.

I hereby certify as of the date of this letter there are no debt service requirements.

Sincerely,



Jeremy Vidito
Senior Executive Director of Finance

Contracts





STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

RICK SNYDER
GOVERNOR

NICK A. KHOURI
STATE TREASURER

DETROIT FINANCIAL REVIEW COMMISSION

SCHOOL DISTRICT RESOLUTION 2018-3

**APPROVING THE COMMUNITY DISTRICT'S FEBRUARY 2018
CONTRACT REQUESTS**

WHEREAS, Public Act 181 of 2014, the Michigan Financial Review Commission Act (the "Act"), allows for the creation of the Detroit Financial Review Commission (the "Commission") within the Michigan Department of Treasury; and

WHEREAS, Section 6(1) of the Act empowers the Commission to provide oversight for the Detroit Public Schools Community District (the "Community District") beginning on June 2016; and

WHEREAS, Section 6(6) of the Act provides that during the period of oversight, the Commission review and approve the Community District's applicable contracts, as defined by Section 3(a) of the Act, and that an applicable contract does not take effect unless approved by the Commission; and

WHEREAS, at the Commission meeting on February 26, 2018, the Community District presented applicable contracts, attached as **Exhibit A** to this Resolution, for the Commission's review and approval.

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

1. That the Community District's February 2018 contract requests, attached as **Exhibit A** to this Resolution but excluding any contracts a majority of Commission members present has agreed to exclude as noted in the minutes, are hereby approved.
2. That the minutes of the Detroit Financial Review Commission meeting at which this Resolution is adopted take notice of the adoption of this Resolution.
3. This Resolution shall have immediate effect.

Contract Requests

The following contracts are being provided to the Financial Review Commission (“FRC”) for review and approval. Contracts over \$750,000 or a two (2) year period must also be provided to the FRC for review and approval pursuant to section 6(6) of the Michigan Financial Review Commission Act. Please review the individual Action Items provided for more detailed information.

	Department	Contract Number	Description	Contract Request Type	Competitively Bid? If not a new contract, was the original contract competitively bid?	Lowest Bid? If not a New Contract, was the original contract the lowest bid?	DPSCD Approval Date	Comments										
1	IT	N/A	Requisition Amount: \$775,000 Requisition Periods: February 26, 2018 – June 30, 2018; July 1, 2018 - February 25, 2019 Source: General Funds Purpose: To provide Microsoft Office suite to District employees Contractor: Insight Location: 14520 Avion Pkwy #310, Chantilly, VA	N/A	N/A	N/A	Anticipated Approval Board 02.13.2018 FRC 02.26.2018	The District purchases its Microsoft licenses through a cooperative called US Communities. Request for Proposal RFP20000001701 and all addenda was performed by the County of Fairfax, Virginia awarded February 9, 2016. The District’s licenses run through calendar years, therefore the purchase orders will be split over two fiscal years, 2018 and 2019. The first payment is due March 15, 2018.										
2	Facilities	18-0015-C	Contract Amount: \$755,000 NTE Contract Period: March 1, 2018 – June 30, 2019 Source: General Funds Purpose: To provide paper products and other restroom supplies for the District Contractor: HP Products Location: 8652 Haggerty Road, Belleville, MI 48111	New	Yes	No	Anticipated Approval Board 02.13.2018 FRC 02.26.2018	An RFP was issued in November of 2017. Six companies responded. HP scored the highest and was the second lowest cost. The lowest cost bidder (Trail Supply) was not a distributor of the proprietary paper products the District uses and wanted the District to swap out the paper holders presently installed. Top Four RFP Results: <table><tr><th><u>Respondent</u></th><th><u>Ann. Cost</u></th></tr><tr><td>HP</td><td>\$451,247</td></tr><tr><td>Allied</td><td>\$465,290</td></tr><tr><td>KSS</td><td>\$459,243</td></tr><tr><td>Trail Supply</td><td>\$431,287</td></tr></table>	<u>Respondent</u>	<u>Ann. Cost</u>	HP	\$451,247	Allied	\$465,290	KSS	\$459,243	Trail Supply	\$431,287
<u>Respondent</u>	<u>Ann. Cost</u>																	
HP	\$451,247																	
Allied	\$465,290																	
KSS	\$459,243																	
Trail Supply	\$431,287																	

Contract Requests (Continued)

The following contracts are being provided to the Financial Review Commission (“FRC”) for review and approval. Contracts over \$750,000 or a two (2) year period must also be provided to the FRC for review and approval pursuant to section 6(6) of the Michigan Financial Review Commission Act. Please review the individual Action Items provided for more detailed information.

	Department	Contract Number	Description	Contract Request Type	Competitively Bid? If not a new contract, was the original contract competitively bid?	Lowest Bid? If not a New Contract, was the original contract the lowest bid?	DPSCD Approval Date	Comments								
3	IT	18-0023	Contract Amount: \$975,542 Contract Period: July 1, 2018 – June 30, 2020 Source: General Funds Purpose: To provide wireless network (WiFi) upgrades to the 11 former Education Achievement Authority (EAA) Contractor: Sentinel Technologies, Inc. Location: 4220 Varsity Drive Suite F, Ann Arbor, MI 48108	New	Yes	Yes	Anticipated Approval Board 02.13.2018 FRC 02.26.2018	RFP 18-0023 was published for Wireless Network Upgrades on Demandstar on December 4, 2017. The District received three responses. Based on the recommendation of the Evaluation Committee, Sentinel Technologies, Inc. received the highest score because of its experience and pricing. <table><tr><td><u>Respondent</u></td><td><u>Ann. Cost</u></td></tr><tr><td>Sentinel</td><td>\$975,542</td></tr><tr><td>IC Data</td><td>\$1,043,550</td></tr><tr><td>Moss</td><td>\$1,012,688</td></tr></table>	<u>Respondent</u>	<u>Ann. Cost</u>	Sentinel	\$975,542	IC Data	\$1,043,550	Moss	\$1,012,688
<u>Respondent</u>	<u>Ann. Cost</u>															
Sentinel	\$975,542															
IC Data	\$1,043,550															
Moss	\$1,012,688															

DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT

Regular Board Meeting Insight Public Sector SLED February 13, 2018¹

Recommendation:

That the School Board approve renewal of the District's participation in the Cooperative Purchasing Agreement for procurement of services from Insight Public Sector SLED ("Insight"), including Microsoft Office365 and certain other system backup for District servers supporting Peoplesoft, Help Desk, Primary Website and District network and providing the District with IP addresses to Detroit Public Schools Community District for the period January 1, 2018 through December 31, 2018 in an amount not to exceed \$775,000.

Description and Background:

By this Agenda Item, the District seeks to renew its license for Microsoft Office365 for calendar year 2018, the primary data communication system for the District. It allows District employees to stay connected and productive with a clear, unified view of their emails, calendars, contacts, and files. It provides the platform for interactive newsletters, licenses for PowerPoint, Microsoft Word, Excel, OneNote, and Outlook.

In addition, the District will purchase a new data backup/restore system to replace the current 7-year-old system. The new solution is a disk to disk backup. Backup time and network slowdowns will decrease. The upgrades to the District network infrastructure will support District initiatives for 1:1, increase internet access and increase functionality of District management system tools.

Gap Analysis:

The District needs interactive software for document management, email management, and file sharing. In addition, the District needs to upgrade its data backup systems to avoid system-wide failures. By purchasing the technical support products listed below, the District will have access to the necessary systems and improve its technology infrastructure.

¹ Recommended by the Finance Sub-Committee for approval on January 22, 2018.

Insight

Date: February 13, 2018

Previous Outcomes:

The District has been successfully using Microsoft Office365 for the past three years. The District has not previously purchased data back-up and technical support systems through the Insight agreement creating additional, one-time costs of \$325,133.

Expected Outcomes:

The network infrastructure upgrades will support current and planned technology initiatives and support instructional technology advancement for all students.

Alignment to Strategic Plan:

Responsible Stewardship

Financial Impact:

Microsoft Office 365	\$439,525.94
Data Backup/Restore System Replacement	\$136,020.46
InfoBlox Support & Maintenance	\$25,050.60
Production Server Farm Upgrade, Support & Maintenance	\$164,062.90
Total	\$764,659.90

Bid Process: Purchased through a Cooperative Purchasing Agreement. Request for Proposal RFP20000001701 and all addenda was performed by the County of Fairfax, Virginia awarded February 9, 2016.

Contact for Item:

Name: Christine Burkette, Senior Executive Director Information Technology, Assessment & Accountability

Phone: 313-873-7445

Email: Christine.burkette@detroitk12.org

Supporting Documents/Attachments:

Cooperative Purchasing Agreement

DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT

Regular Board Meeting HP Products February 13, 2018¹

Recommendation:

That the School Board approve a contract with HP Products for all labor, materials, equipment, transportation and supervision for delivery of paper products and restroom supplies within the District in the amount Not-to-Exceed (NTE) \$755,000 for the period beginning March 1, 2018 through June 30, 2019, with two one-year optional renewals.

Description and Background:

In November 2017 the previous supplier of paper products, including paper towels, toilet tissue and toilet seat covers, Hercules & Hercules Inc. informed the District that it would no longer supply paper products and that it would be closing its doors permanently by the end of the month.

The District sought immediate cover in the marketplace and, on November 21, 2017, executed a short-term agreement through February 28, 2018, with HP Products in an amount not-to-exceed \$238,000 while a Request for Proposals (RFP) was issued to locate a long-term supplier.

HP Products applied for the RFP once issued, and was selected as the winning bidder. HP Products is located in six states in the Midwest with over 450 employees. HP Products is one of the largest distributors of its kind in the United States. The District believes HP Products provides the desired stability for entry into a long-term contractual agreement.

Gap Analysis:

The District's current supplier experienced a bankruptcy and abruptly discontinued vital services. HP Products ensured continuation of services by mobilizing without delay and delivering paper products to schools. HP Product provided the District's specified products, Cascade, allowing the District to maintain its 8,000+ toilet paper and hand towel dispensers, without added cost.

¹ Recommended by the Finance Sub-Committee for approval on January 22, 2018.

HP Product

Date: February 13, 2018

Previous Outcomes:

The District experienced no interruption in supplies or services levels, and was receiving services under identical pricing terms as the prior vendor.

Expected Outcomes:

The award of a new contract to HP Products will allow the District to maintain its use of the Cascade product in its restroom dispensers.

Alignment to Strategic Plan:

Responsible Stewardship

Financial Impact:

Funding Source: \$755,000, General Funds

Bid Process: The District issued a Request for Proposal in 2017-2018 school year for Paper Products and Restroom Supplies. Via DemandStar, 135 companies were notified of the bid opportunity. A total of six (6) responses were received on or before December 11, 2017. Based on the recommendation of the Evaluation Committee, HP Products received the highest score because of its industry experience, response to the RFP and proven best practices related to order fulfillment.

Other bidders consisted of AVE Supplies, KSS, Allied Eagle, Empire and Trail Supply.

Contact for Item:

Name: Felicia M. Venable, Senior Executive Director, Operations and Auxiliary Services

Phone: 313-218-2876

Email: felicia.venable@detroitk12.org

Supporting Documents/Attachments:

Contract

DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT

Finance Sub-Committee Meeting Sentinel Technologies, Inc. February 13, 2018¹

Recommendation:

That the School Board approve a contract with Sentinel Technologies, Inc. to provide Wireless Network (WIFI) Upgrades to the 11 former Education Achievement Authority (EAA) for the period July 1, 2018 through June 30, 2020 in an amount not to exceed \$975,542.

Description and Background:

The Universal Service Administrative Company is an independent, not-for-profit corporation created in 1997 to collect universal service contributions from telecommunications carriers and administer universal support mechanisms (programs) designed to help communities across the country secure access to affordable telecommunications services. The universal service Schools and Libraries Program, commonly known as “E-rate,” provides discounts to help eligible schools and libraries in the United States obtain affordable telecommunications and internet access. Program participants must carry out a competitive bidding process to select the most cost-effective companies to provide the goods and/or services requested. The E-rate Funding Year 2018 Application Filing Window closes on March 22, 2018 for a two-year project period.

The District received its last E-rate award in 2014-2015. This funding was fully applied to building infrastructure upgrades. The District can apply for additional E-Rate funding in 2020 once the five-year term for that funding cycle expires. The current E-Rate funding is associated only with the 11 returning schools as they are now new to the District and no E-Rate funds had been applied to the school IT infrastructure. Approximately 11 of the schools have been identified for IT Infrastructure upgrades, using the E-Rate funding available only for EAA buildings.

Gap Analysis:

Installing the latest generation equipment allows for higher capacity and increased coverage to enable centralized network management, support District initiatives for 1:1, increase internet access for curriculum activities, and expand eLearning options for students. This aligns former EAA schools’ WIFI with current District technology standards.

In addition, the WIFI upgrade will solve the problem of network inconsistencies that exist and

¹ Recommended by the Finance Sub-Committee for approval on January 22, 2018.

E-rate - Sentinel**Date: February 13, 2018**

reduce and/or eliminate the failure rate for student access to the internet.

Previous Outcomes:

All past projects with Sentinel have been completed on schedule and within budget. Sentinel Technologies has several years of experience successfully completing IT projects with the District.

Expected Outcomes:

The network infrastructure upgrades will support current and planned technology initiatives as well as supporting the 1:1 initiative and online learning opportunities for District students in all grades.

Alignment to Strategic Plan:

Responsible Stewardship - Manage and deploy our resources responsibly, transparently, and equitably to support our students' success.

Outstanding Achievement - Dramatically improve the academic experience of all students to ensure they are college and career ready.

Financial Impact:

Funding Source: \$146,331 (General Funds); \$829,211 (E-Rate Funds)

Bidding Process: Request for proposal (RFP) 18-0023 was published for Wireless Network Upgrades on Demandstar on December 4, 2017. A total of 229 suppliers were notified of the bid opportunity. The District received three (3) responses; IC Data Communications, MOSS, and Sentinel Technologies, Inc. Based on the recommendation of the Evaluation Committee, Sentinel Technologies, Inc. received the highest score because of its experience and pricing. Sentinel Technologies E-rate eligible price was the lowest price that met specifications.

Contact for Item:

Christine Burkette, Senior Executive Director Information Technology, Assessment & Accountability

Phone: 313-873-7445

Email: Christine.burkette@detroitk12.org

Supporting Documents/Attachments:

Contract (To Be Submitted)

Out-of-State Travel





STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

RICK SNYDER
GOVERNOR

NICK A. KHOURI
STATE TREASURER

DETROIT FINANCIAL REVIEW COMMISSION

SCHOOL DISTRICT RESOLUTION 2018-4

**APPROVING THE COMMUNITY DISTRICT'S FEBRUARY OUT-OF-
STATE TRAVEL REIMBURSEMENT REQUESTS**

WHEREAS, Public Act 181 of 2014, the Michigan Financial Review Commission Act (the "Act"), allows for the creation of the Detroit Financial Review Commission (the "Commission") within the Michigan Department of Treasury; and

WHEREAS, Section 6(1) of the Act empowers the Commission to provide oversight for the Detroit Public Schools Community District (the "Community District") beginning on June 21, 2016; and

WHEREAS, Section 7(q) of the Act provides that during the period of oversight, the Commission approve all Community District reimbursements to school board members, officials, and employees for travel outside the state; and

WHEREAS, at the Commission meeting on February 26, 2018, the Community District presented out-of-state travel reimbursement requests, attached as **Exhibit A** to this Resolution, for the Commission's review and approval.

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

1. That the Community District's February 2018 out-of-state travel reimbursement requests, attached as **Exhibit A** to this Resolution but excluding any reimbursements a majority of Commission members present has agreed to exclude as noted in the minutes, are hereby approved.
2. That the minutes of the Detroit Financial Review Commission meeting at which this Resolution is adopted take notice of the adoption of this Resolution.
3. This Resolution shall have immediate effect.

Out-of-State Travel Reimbursement Requests

The following reimbursements (estimated cost) are being provided to the Board of Education for review and approval. These must also be provided to the FRC for review and approval pursuant to section 7(q) of the Michigan Financial Review Commission Act.

#	Conference Name	Location of Trip	Dates of Conference	School / Department	Central Office	Students	Faculty	Participants	Funding Source	Total Est. Cost	Approved by:
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1	University Hiring Fairs	DC, AL, OH, TN, VA, NY, NC, GA, FL, IL, Canada	Multple (23 events)	Human Resources	3	0	0	0	Title II	\$48,888.57	Finance Sub-Committee and Academic Sub-Committee approved 01/22/17 and Board approval 02/13/18
2	National Business Education Association Conference	Baltimore, MD	3/26/18 - 3/31/18	Office of the Deputy Superintendent	0	0	3	0	Perkins Grant	\$6,997.50	Finance Sub-Committee and Academic Sub-Committee approved 01/22/17 and Board approval 02/13/18

Total: \$55,886.07

DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT

Regular Board Meeting Out-of-State Travel Request February 13, 2018¹

Recommendation:

That the School Board approve the request for out-of-state travel for University Hiring Fairs for Historically Black Colleges and Universities (HBCUs) and Midwest universities in the amount of \$48,889 through Title II grant funding.

Description and Background:

The following represents the travel request for approval. For a detailed cost breakdown and list of trips, please see the Appendix.

Trip Details	Estimated Cost	
<i>Events:</i> University Hiring Fairs <i>Locations:</i> 23 out-of-state hiring events, with some events targeting multiple schools <ul style="list-style-type: none">• 11 HBCU trips (Howard/Morgan State/Gallaudet, Alabama State University, Jackson State University, Central State University, Tennessee State University, Virginia State University, Albany State University, North Carolina A&T State University, Atlanta [Morehouse, Clark Atlanta, Spelman], Florida A&M University, West Virginia State University [with Ohio Valley University and University of Charleston])• 11 Midwestern University trips (University of Toledo, Bowling Green University, Ohio State University, University of Dayton Ball State University, Ohio University, Purdue University, SW Ohio / N Kentucky, IU Bloomington, University of Illinois / Eastern Illinois, Central NY Teacher Recruitment)• 1 Canadian trip <i>Dates:</i> Various dates from March 5, 2018 to June 19, 2018 <i>Department:</i> Division of Human Resources and Talent (HR) <i>Participants:</i> 3 recruiters per trip	<i>Registration:</i> <i>Transportation:</i> <i>Lodging:</i> <i>Per Diem:</i> <i>Materials:</i> <i>Total:</i>	\$5,805.00 \$24,831.07 \$7,939.00 \$5,713.50 \$4,600.00 <u>\$48,888.57</u>

¹ Recommended by the Finance and Academic Sub-Committees for approval on January 22, 2018.

Trip Details	Estimated Cost	
<i>Funding Source: Grants, Title IIA</i>		

Due to the current teacher shortage, the District needs to actively recruit teachers within Michigan and throughout the country. Because the number of teachers entering the profession has steadily declined in recent years, the District needs to expand its recruitment efforts within and beyond Michigan in order to find enough teachers to fill the District’s vacancies. University graduates constitute a significant candidate pool, and HR will focus its recruitment efforts on college graduates through attending university hiring fairs.

Additionally, the District is focusing its recruitment efforts on candidates reflective of the student population and seeking to further diversify its teacher pool. By creating new pipelines for diverse talent through targeted HBCU recruitment efforts, the District hopes to see an increase in applicants of color.

The proposed 2018 recruitment schedule includes 15 in-state trips, 22 out-of-state trips, and one Canadian trip. Of the out-of-state trips, 11 events are dedicated to HBCUs in an effort to recruit more teachers of color as well as graduates from the District who attend HBCUs. With input from department team members and senior leadership, the HBCUs selected were chosen based on feasibility of travel, established relationships with the District, and number of education students. Many prestigious HBCUs have relatively small education departments; when possible, the division chose to focus on HBCUs with more than 100 education students.

To maximize the number of universities and colleges attended, multiple universities will be visited during the same trip when possible. For example, when in the Baltimore/D.C. area, the recruitment team plans to visit Morgan State University and Howard University as well as Gallaudet University for deaf and hard-of-hearing students. Including Gallaudet will enable the recruitment team to recruit interpreters and educators to support the District’s Deaf and Hard of Hearing program, which is consistently difficult to staff. In addition, some hiring events are organized jointly by multiple schools, such as the Central New York Teacher Recruitment Days, which will include candidates from 11 universities.

HR proposes that at least three representatives from the District attend each recruitment event, including Talent/HR representatives as well as other District and school staff. When possible, the recruitment team for each university event will include alumni from that university and will reflect the diversity of the students we serve.

Gap Analysis:

To be fully staffed, the District must develop multiple recruitment pipelines. While HR recruits through online platforms and local hiring fairs, the District must diversify its efforts to reach candidates across the state and across the country through face-to-face hiring events.

During spring of 2017, HR attended 16 university hiring fairs. In the fall of 2017, schools opened with 248 teaching vacancies across the District. Last year’s recruitment efforts centered around Michigan and Ohio and included two HBCUs.

This year, the department plans to conduct a total of 38 university hiring trips, including 11 HBCU trips, in order to attract more teacher candidates and reduce the number of teaching vacancies before the fall of 2018.

Attending university recruitment events in HBCUs and traditional colleges and universities throughout the spring will allow the District to connect with interested candidates and provide conditional offers early in the hiring season. Previously, the District provided conditional offers only after graduates received their teaching certificates. This year, HR will provide conditional offers on the spot during hiring fairs to hire candidates before other districts provide offers.

Following the recruitment trips, Talent and Human Resources staff will aggressively maintain a commitment to candidates through email invites from senior staff, updates on District initiatives and events, and reference materials to introduce candidates to Detroit communities and housing options.

Previous Outcomes:

The District currently has approximately 170 teacher vacancies as compared to 250-275 last year with 14 fewer schools. Expanding recruitment efforts will reduce vacancies.

Expected Outcomes:

The District expects to connect with an average of 20 candidates per trip, for a total of 300 in-state candidates and 460 out-of-state candidates, including 220 HBCU candidates. We intend to hire and place at least 25% of those candidates.

HR will keep a detailed record of how many new teachers are hired from each university to build an alumni base from each university and to inform future university recruitment plans.

In addition to hiring teachers for the 2018-2019 school year, HR is developing partnerships with universities to place student teachers in our schools. Having a presence at on-campus recruitment events will garner interest in the District to attract student teachers and future graduates as well as spring 2018 graduates.

Alignment to Strategic Plan:

Exceptional Talent

Financial Impact:

\$48,888.57, budgeted in Title IIA

Contact for Item:

Luis Solano, Chief Operating Officer

Phone: 305-804-3372

Email: luis.solano@detroitk12.org

Supporting Documents/Attachments:

None.

DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT

Regular Board Meeting Out-of-State Travel Request February 13, 2018¹

Recommendation:

That the School Board approve the request for out of state travel for three Career Technical Education (CTE) teachers to attend the National Business Education Association Conference as described below in the total amount of \$6,998. This request is funded through the Perkins Grant for CTE.

Description and Background:

The following represents the travel request for approval:

Trip Details	Estimated Cost		Comments
<i>Event:</i> National Business Education Conference 2018	Registration:	\$1,125.00	Perkins Grant for CTE
<i>Location:</i> Baltimore, MD	Transportation:	\$1200.00	
<i>Dates:</i> 3/26/18-3/31/18	Lodging & Food:	\$3,534.00	
<i>Department:</i> OCCR/CTE	Per Diem:	\$1,138.50	
<i>Participants:</i> 3 CTE Teachers	Total:	\$6,997.50	
Funding Source: Perkins Grant for CTE			

Gap Analysis:

The overall purpose is to give three (3) CTC teachers the opportunity to participate in high quality training not offered in the state which is an investment toward the Strategic Priority of Exceptional Talent. Additionally, this training will meet the priority outlined in the district's strategic plan to "dramatically improve the overall academic experience of all students to ensure that they are college and career ready". In fact, career-focused training will play a key role in

¹ Recommended by the Finance and Academic Sub-Committees for approval on January 22, 2018.

Out-of-State Travel

Date: February 13, 2018

meeting this critical priority.

Previous Outcomes:

As a part of our current Perkins grant application, the National Business Education Conference was identified as a key professional development activity in the execution of the grant funds.

Expected Outcomes:

Workforce demands are changing rapidly nationally, especially in Southeast Michigan. It is essential that DPSCD stays abreast of the changes in the work place and employer requirements. Improvement in instructional practices of the teachers who serve over 800 students enrolled in DPSCD Business and Technology courses is one of the expected outcomes. Additionally, the teachers attending the conference will be better equipped to provide a higher quality educational experience for their students.

Financial Impact:

\$6,997.50 funded by Perkins Grant for CTE

Strategic Plan Alignment:

Exceptional Talent

Outstanding Achievement

Contact for Item:

Alycia Meriweather, Deputy Superintendent

Phone: (313) 873-7553

Email: alycia.meriweather@detroit.k12.org

Brenda Belcher, Principal Leader, CTE

Phone: (313) 873-7637

Email: brenda.belcher@detroitk12.org