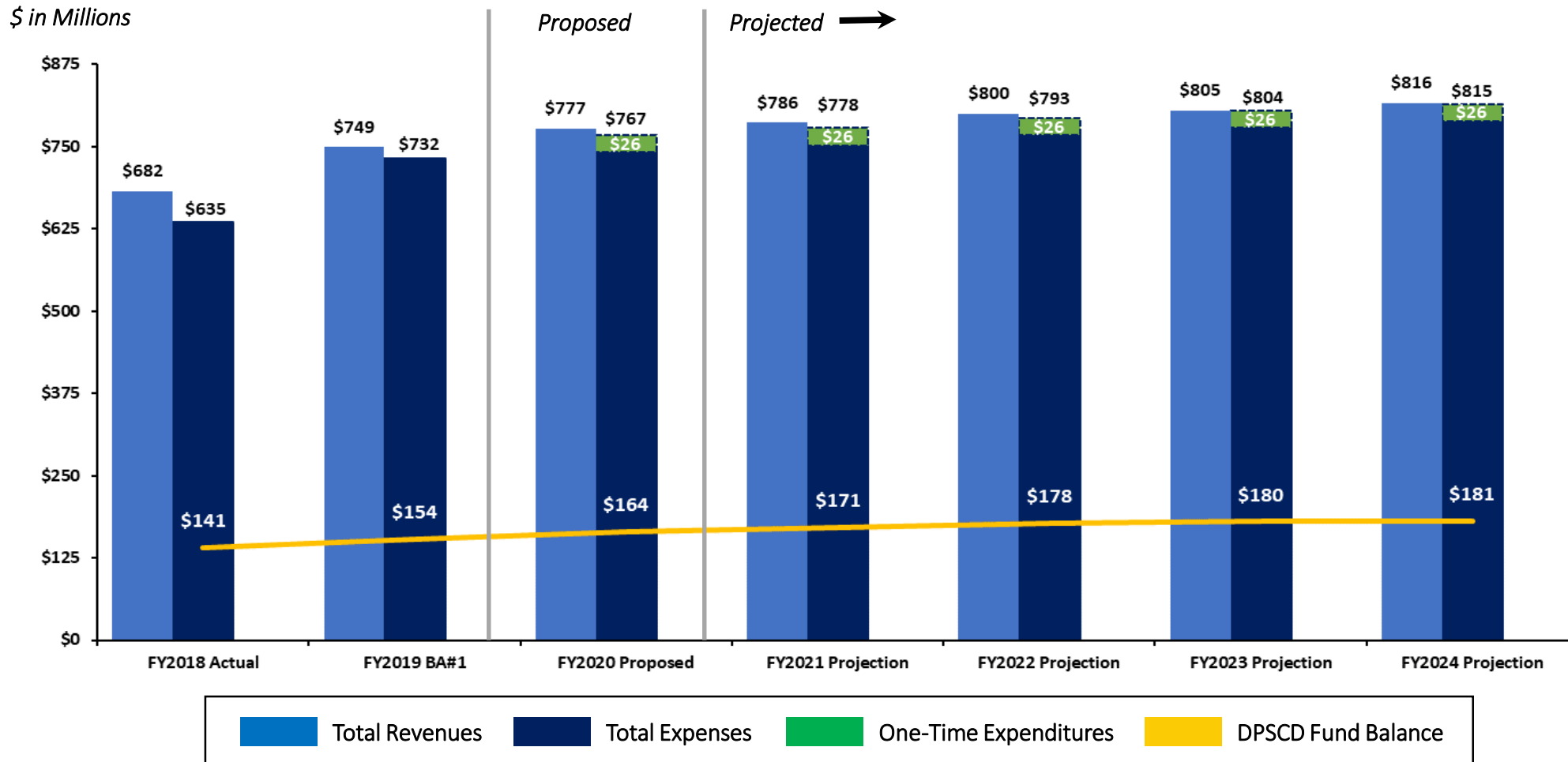


DPSCD 5 Year Budget Projections

DPSCD Preliminary 5 Year Projected Budget

Based on Preliminary assumptions, DPSCD is projecting a balanced budget through FY2024. The District is projecting an annual \$7-8M contingency through 2022. Enhancement millage revenue is forecast at a reduced rate starting in 2023 which nearly eliminates contingency funds. If the millage is not renewed in 2022, revenues will be reduced by \$13M requiring expenses reductions to maintain a balanced budget.



DPSCD FY 20 Proposed Budget – School Nutrition Fund



STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

GRETCHEN WHITMER
GOVERNOR

RACHAEL EUBANKS
STATE TREASURER

DETROIT FINANCIAL REVIEW COMMISSION
SCHOOL DISTRICT RESOLUTION 2019-14

**APPROVING THE DETROIT PUBLIC SCHOOLS COMMUNITY
DISTRICT'S FOOD SERVICE BUDGET FOR FISCAL YEAR 2020**

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(c) of the Act provides that during the period of oversight, the Commission review, modify, and approve the Community District's proposed and amended operational budgets and that a proposed budget or budget amendment does not take effect unless approved by the Commission; and

WHEREAS, the Community District presented its Food Service budget for the fiscal year ending June 30, 2020 ("fiscal year 2020") to the Commission at its meeting on June 24, 2019 for the Commission's review and consideration.

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

1. That the Community District's food service budget for fiscal year 2020 (the Food Service "Budget"), as presented to the Commission on June 24, 2019, is 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.

FY 20 Food Service Budget Revenues and Expenditures Comparison

DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT
FOOD SERVICE FUND
FY 2020 DRAFT BUDGET YEAR ENDING JUNE 30, 2020

	FY 2018 - Actuals	FY 2019 - Adopted	FY 2020 - Draft Budget	FY 2020 - Increase (Decrease) Over FY 2019
Revenue:				
Local Sources				
Other	\$ 519,392	\$ 629,972	\$ 636,272	\$ 6,300
Total local sources	519,392	629,972	636,272	6,300
State Sources	1,198,692	1,844,667	1,863,114	18,447
Federal Sources	40,630,342	47,031,438	47,501,752	470,314
Total Revenue	42,348,426	49,506,077	50,001,138	495,061
Expenditures:				
Support Services				
Personnel	13,337,787	19,103,195	19,644,227	541,032
Purchased Services	479,786	1,060,633	1,071,239	10,606
Supplies	20,640,613	26,857,627	27,126,203	268,576
Equipment & Capital	511,735	146,054	12,147,515	12,001,461
Utilities	250,000	338,568	341,954	3,386
Total support services	35,219,921	47,506,077	60,331,138	12,825,061
Total Expenditures	35,219,921	47,506,077	60,331,138	12,825,061
Other Financial Sources (Uses)				
Uses				
Transfers In	1,855,428	-	-	-
Transfers Out	(1,779,586)	(2,000,000)	(2,000,000)	-
Total Uses	75,842	(2,000,000)	(2,000,000)	-
Total Other Financial Sources (Uses)	75,842	(2,000,000)	(2,000,000)	-
Excess (deficiency) of Revenue Over (Under)				
Expenditures	7,204,347	4,000,000	(8,330,000)	(12,330,000)
Beginning Fund Balance	14,916,288	22,120,635	26,120,635	4,000,000
Ending Fund Balance	\$ 22,120,635	\$ 26,120,635	\$ 17,790,635	\$ (8,330,000)

FY 20 Budget Takeaways

Revenue

- ✓ Revenue increase is based on a projected 1% increase in student enrollment.

Expenses

- ✓ Personnel expenses are increased to match projected salary increases.
- ✓ Expenditures were increased to accommodate the projected increase in student enrollment.
- ✓ One-time expenditures for purchase and installation of Equipment & Capital are included, and approved by MDE as part of the District's plan to spend the fund balance.

DPS FY 20 Proposed Budget



STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

GRECHEN WHITMER
GOVERNOR

RACHAEL EUBANKS
STATE TREASURER

DETROIT FINANCIAL REVIEW COMMISSION
DETROIT PUBLIC SCHOOLS (DPS) RESOLUTION 2019-1
APPROVING THE DETROIT PUBLIC SCHOOLS (DPS) BUDGET FOR
FISCAL YEAR 2020

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 (“DPS”) beginning on June 21, 2016; and

WHEREAS, Section 7(c) of the Act provides that during the period of oversight, the Commission review, modify, and approve Detroit Public School’s proposed and amended operational budgets and that a proposed budget or budget amendment does not take effect unless approved by the Commission; and

WHEREAS, the Detroit Public Schools presented its budget for the fiscal year ending June 30, 2020 (“fiscal year 2020”) to the Commission at its meeting on June 24, 2019 for the Commission’s review and consideration.

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

1. That the Detroit Public School’s budget for fiscal year 2020 (the “Budget”), as presented to the Commission on June 24, 2019, is 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.

DPS FY 20 Proposed Budget

	FY 2019 Adopted Budget	FY 2020 Proposed Budget	FY 2020 Increase/(Decrease) from FY 2019
Revenue:			
Local Sources ¹	\$ 58,893,000	\$ 65,145,930	\$ 6,252,930
State Sources	\$ 4,330,730	\$ 4,330,730	\$ -
Total Revenue	\$ 63,223,730	\$ 69,476,660	\$ 6,252,930
Expenditures:			
Support Services			
Instruction			
Support Services			
General Administration	\$ 30,000	\$ 30,000	\$ -
Business Office	\$ 70,000	\$ 70,000	\$ -
Total Support Services	\$ 100,000	\$ 100,000	\$ -
Debt Service			
Stabilization Bonds	\$ 37,383,076	\$ 37,303,182	\$ (79,894)
MPSERS Interest	\$ 9,624,000	\$ 8,648,000	\$ (976,000)
Emergency Loan Debt Service	\$ 1,965,000	\$ 1,965,000	\$ -
Debt Issuance Costs	\$ -	\$ -	\$ -
Total Debt Service	\$ 48,972,076	\$ 47,916,182	\$ (1,055,894)
Total Expenditures	\$ 49,072,076	\$ 48,016,182	\$ (1,055,894)
Other Financial Sources/(Uses)			
Other Financing Sources	\$ -	\$ -	\$ -
Transfer to DPSCD General Fund ²	\$ (6,900,000)	\$ (6,900,000)	\$ -
Total Other Financial Sources/(Uses)	\$ (6,900,000)	\$ (6,900,000)	\$ -
Total Expenditures and Other Sources/(Uses)	\$ 55,972,076	\$ 54,916,182	\$ (1,055,894)
Excess (deficiency) of Revenue Over/(Under) Expenditures and Other Uses	\$ 7,251,654	\$ 14,560,478	\$ 7,308,824
Beginning Fund Balance	\$ (9,746,487)	\$ (2,494,833)	
Ending Fund Balance	\$ (2,494,833)	\$ 12,065,645	

DPS FY 20 General Fund Budget through the year ending June 30, 2020.

- ✓ Revenue is based on a conservative property tax value increase of approximately 1% of current FY19 collections which will be updated in a future budget amendment.
- ✓ Support Services include expenses for audit and staff expenses associated with administration of DPS.
- ✓ Debt service expense includes both interest and principal for the Stabilization Bonds and is based on debt schedules.
- ✓ As part of the restructuring, it was assumed that a portion of the 18 mill property tax collection would ultimately be transferred to DPSCD for legacy obligations. For FY 20, DPS anticipates transferring \$6.9 million in remaining cash to DPSCD.

1) FY20 Local revenue projection is based on FY19 actual revenue as of March 31, 2019

2) The District is proposing to reschedule the transfer to DPSCD from FY19 to FY20

DPS – April Summary

Overall Summary – DPS

- **Revenues and Expenditures**

- April tax receipts totaled ~\$1.0M for 13 Mills and ~\$0.5M for 18 Mills bringing total 13 Mills receipts to \$65.5M and 18 Mill receipts to \$55.5M

- **Cash Flow**

- The ending general fund cash balance for April was \$5.7M. The projected ending balance on June 30, 2019 is \$5.7M.

DPS Cash Forecast to Actuals Variance – April 2019

<i>\$ in thousands</i>	April Forecast	April Actuals	April Variance	Comment
Cash Receipts				
State Aid		\$ -	\$ -	
Property Tax (13 Mills)	1,285	1,040	(245)	Receipts were lower than forecast, however YTD revenue is tracking to budget
Transfer from DPSCD	-	-	-	
Draw from BONY	-	-	-	
Miscellaneous	12	12	(0)	
Total Cash Receipts	1,297	1,052	(245)	
Cash Disbursements				
Payroll Direct Deposit	-	-	-	
FICA	-	-	-	
Accounts Payable	-	-	-	
Pension (employer portion)	-	-	-	
Fringe Benefits	-	-	-	
Property Tax Transfer (1)	(1,285)	(1,040)	245	Adjusted to match receipts
Transfer to DPSCD	-	-	-	
Other	(9)	(16)	(7)	
Total Cash Disbursements	(1,294)	(1,056)	238	
Net Cash Flow	3	(4)	(7)	
Beginning Cash Balance	5,733	5,733	-	
Net Cash Flow	3	(4)	(7)	
Ending Cash Balance	\$ 5,736	\$ 5,729	\$ (7)	

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

DPS FY 2019 Monthly Cash Flows

\$ in thousands

	2018						2019						FY 19 Total
	July Actual	August Actual	September Actual	October Actual	November Actual	December Actual	January Actual	February Actual	March Actual	April Actual	May Forecast	June Forecast	
DPS General Fund (13 Mills)													
Beginning Cash Balance	\$ 7,929	5,922	10,119	10,102	5,581	6,183	5,946	7,528	6,086	5,733	5,729	5,718	7,929
Receipts													
Property Tax Receipts	-	5,484	26,368	2,889	8,334	583	2,059	18,200	586	1,040	2,243	16,985	84,769
Transfers from BONY	\$ -	\$ 25,803	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	25,803
Other Cash Receipts	465	62	30	4	192	11	33	372	38	12	33	-	1,252
Disbursements													
Property Tax Transfers	(2,369)	(5,484)	(26,387)	(2,869)	(7,878)	(823)	(488)	(19,996)	(586)	(1,040)	(2,243)	(16,985)	(87,147)
Reimbursement to DPSCD	-	(13,134)	-	-	-	-	-	-	(355)	-	(1)	-	(13,490)
Other Cash Disbursements ¹	(103)	(8,534)	(27)	(4,544)	(46)	(8)	(22)	(18)	(35)	(16)	(44)	-	(13,397)
Net Cash Flow	(2,008)	4,197	(17)	(4,521)	602	(237)	1,582	(1,442)	(353)	(4)	(11)	0	(2,211)
Ending Cash Balance	5,922	10,119	10,102	5,581	6,183	5,946	7,528	6,086	5,733	5,729	5,718	5,718	5,718
DPS Scheduled Bond Repayments (13 Mills)													
Beginning Property Tax Balance	22,577	24,946	30,430	56,817	16,672	24,550	25,373	25,861	45,857	46,442	138,992	121	22,577
Property Tax Transfers	2,369	5,484	26,387	2,869	7,878	823	488	19,996	586	1,040	2,243	16,985	87,147
Draw from SLRF to meet Obligations	-	-	-	-	-	-	-	-	-	91,510	-	-	91,510
Scheduled Bond Debt Payments	-	-	-	(43,014)	-	-	-	-	-	-	(141,114)	-	(184,128)
Ending Property Tax Balance	24,946	30,430	56,817	16,672	24,550	25,373	25,861	45,857	46,442	138,992	121	17,106	17,106
DPS Debt Fund (18 Mills - BONY)													
Beginning Cash Balance	\$ 28,775	28,799	8,618	31,113	19,445	20,176	20,923	22,946	38,257	37,541	15,647	23,160	28,775
Receipts													
Cash Receipts	24	5,622	23,477	3,335	731	747	2,024	17,311	266	486	7,513	15,903	77,439
Disbursements													
Transfers to DPS General Fund ²	-	(25,803)	-	-	-	-	-	-	-	-	-	-	(25,803)
Scheduled EL/Bond Payments	-	-	(983)	(15,003)	-	-	-	(2,000)	(983)	(22,380)	-	-	(41,348)
Net Cash Flow	24	(20,181)	22,495	(11,668)	731	747	2,024	15,311	(717)	(21,894)	7,513	15,903	10,288
Ending Cash Balance	28,799	8,618	31,113	19,445	20,176	20,923	22,946	38,257	37,541	15,647	23,160	39,063	39,063
DPS Summary Cash Position													
General Fund (13 Mills)	5,922	10,119	10,102	5,581	6,183	5,946	7,528	6,086	5,733	5,729	5,718	5,718	5,718
DPS Debt Fund (18 Mills)	28,799	8,618	31,113	19,445	20,176	20,923	22,946	38,257	37,541	15,647	23,160	39,063	39,063
Ending Cash Position	\$ 34,721	\$ 18,737	\$ 41,214	\$ 25,026	\$ 26,359	\$ 26,869	\$ 30,474	\$ 44,344	\$ 43,274	\$ 21,376	\$ 28,878	\$ 44,781	\$ 44,781

*Forecast includes actuals through May 10, 2019

(1) The \$8M payment in August was the last settlement payment to Sodexo; The \$4.5M payment in October is a reimbursement to Wayne County for 2014/2015 overpayment of Act 18 Funds

(2) Represents the scheduled reimbursement, as agreed by the Department of Treasury, for transition costs related to establishing the new District

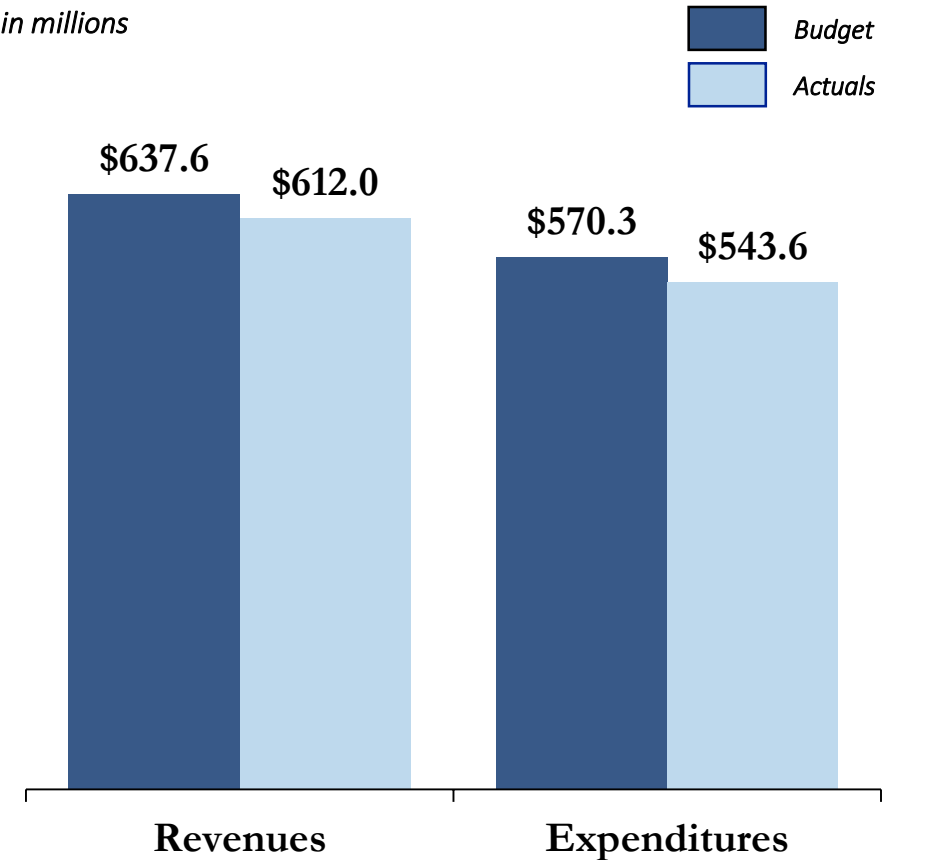
DPSCD – April Summary

Overall Summary – DPSCD Revenues and Expenditures

- Budget numbers reflect projections from Budget Amendment No. 1
- Year-to-Date revenues through April were ~4.0% below budget (\$32.2M)
 - Federal revenue was below budget based on lower than expected costs for purchased services and salaries
- Year-to-Date expenses were ~5.0% lower than budgeted
 - Primary driver was lower purchased services and employment related costs
- Overall, YTD surplus nearly matches projections

Budget vs. Actuals – Through April 2019

\$ in millions

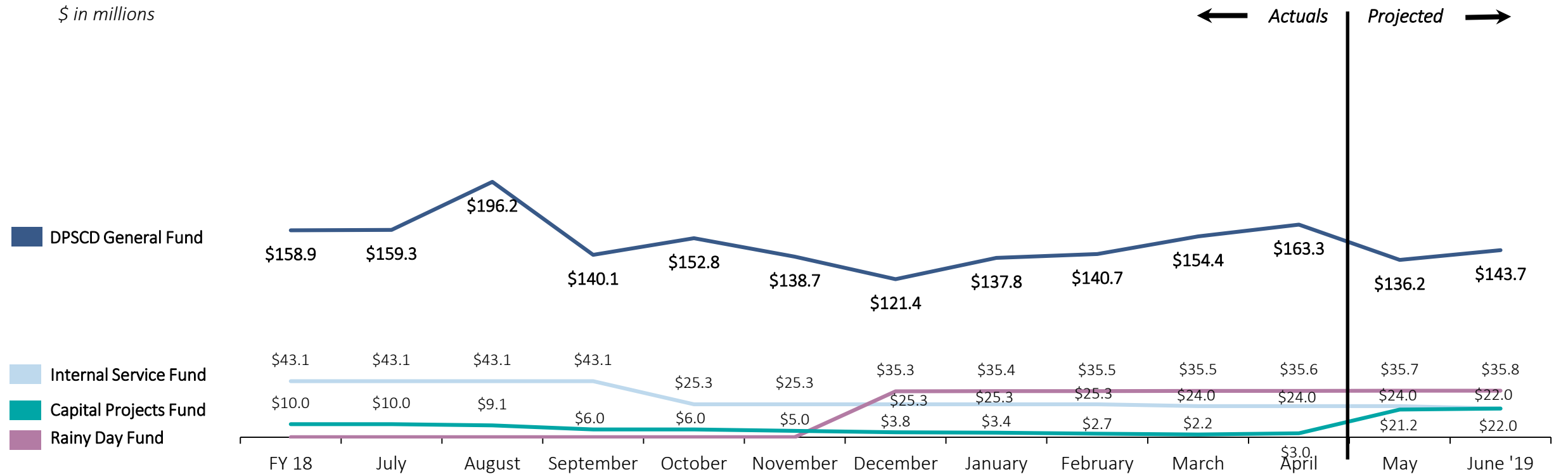


DPSCD April 2019 Cash Flow Analysis

- DPSCD’s General Fund ending balance was \$163.3M, the ISF ending balance was \$24.0M, the Capital Projects Fund ending balance was \$3.0M and the Rainy Day Fund was \$35.6M
 - State Aid was higher than forecast - increased winter student count and prior year adjustments for discretionary payments
 - The transfer to the Capital Projects Fund was rescheduled to May
- The current General Fund balance is estimated to be equivalent to 12.5 weeks of average expenditures¹.

Actual & Projected Ending Cash Balance

\$ in millions



¹ Calculated by taking the General Fund balance as of April 30, 2019 and dividing it by the rolling average actual YTD expenditures per week (excludes the ISF, Capital Projects and Rainy Day Fund balances as well as any extraordinary, one-time items)

DPSCD Cash Forecast to Actuals – April 2019

<i>\$ in thousands</i>	April Forecast	April Actuals	April Variance	Comment
Cash Receipts				
State Aid	\$ 41,148	\$ 46,622	\$ 5,474	State aid adjusted to include FY19 Winter Count as well as previous year adjustments for 2017 and 2018 discretionary payments
MPSERS (State Funded)	3,361	3,361	(0)	
Enhancement Millage	1,217	1,976	759	
Grants	11,185	8,704	(2,481)	Receipts lower than forecast, expected in future periods
Transfer from DPS	-	-	-	
WCRESA	2,971	3,533	562	
Food Service Reimbursement	3,241	2,698	(543)	
Miscellaneous	941	766	(175)	
Total Cash Receipts	64,064	67,660	3,596	
Cash Disbursements				
MPSERS (Pass through)	\$ (3,361)	\$ (3,361)	\$ 0	
Payroll Direct Deposit	(16,462)	(17,039)	(577)	Payroll (and all related accounts) running slightly higher due to stronger than forecast hiring rates
Taxes	(5,721)	(5,617)	104	
FICA	(1,808)	(1,887)	(79)	
Accounts Payable	(12,769)	(13,390)	(621)	
Pension (employee portion)	(2,192)	(2,359)	(167)	
Pension (employer portion)	(7,044)	(7,360)	(316)	
Health	(10,200)	(5,159)	5,041	Timing - forecast assumed two payments (catch up from March). Additional payment forecast for May
Fringe Benefits	(422)	(360)	62	
Food Service	(2,339)	(2,180)	159	
Transfer to DPS	-	-	-	
Other	(17,611)	(25)	17,586	Transfer to Capital Projects Fund (\$17.6M) rescheduled to May
Total Cash Disbursements	(79,929)	(58,737)	21,192	
Net Cash Flow	(15,865)	8,923	24,788	
Beginning Cash Balance	154,353	154,353	-	
Net Cash Flow	(15,865)	8,923	24,788	
Ending Cash Balance	\$ 138,488	\$ 163,276	\$ 24,788	

Summary of Revenues and Expenditures

Budget to Actual Comparison Current Month

Budget to Actual Comparison YTD

SUMMARY

Revenues

	Budget to Actual Comparison Current Month		Budget to Actual Comparison YTD	
	Budget Month of Apr-FY19	Actual Month of Apr-FY19	Variance \$	Variance %
Local sources	\$ 8,669,039	\$ 6,555,826	\$ (2,113,213)	(24%)
State sources	42,396,605	44,925,787	2,529,181	6%
Federal sources	15,491,925	12,250,592	(3,241,333)	(21%)
Total revenues	66,557,569	63,732,205	(2,825,365)	(4%)

	Budget YTD Apr-FY19	Actual YTD Apr-FY19	Variance \$	Variance %
	\$ 63,058,184	\$ 58,924,332	\$ (4,133,852)	(7%)
	419,904,005	419,802,374	(101,631)	(0%)
	154,612,582	133,313,330	(21,299,251)	(14%)
Total revenues	637,574,770	612,040,037	(25,534,734)	(4%)

Expenditures

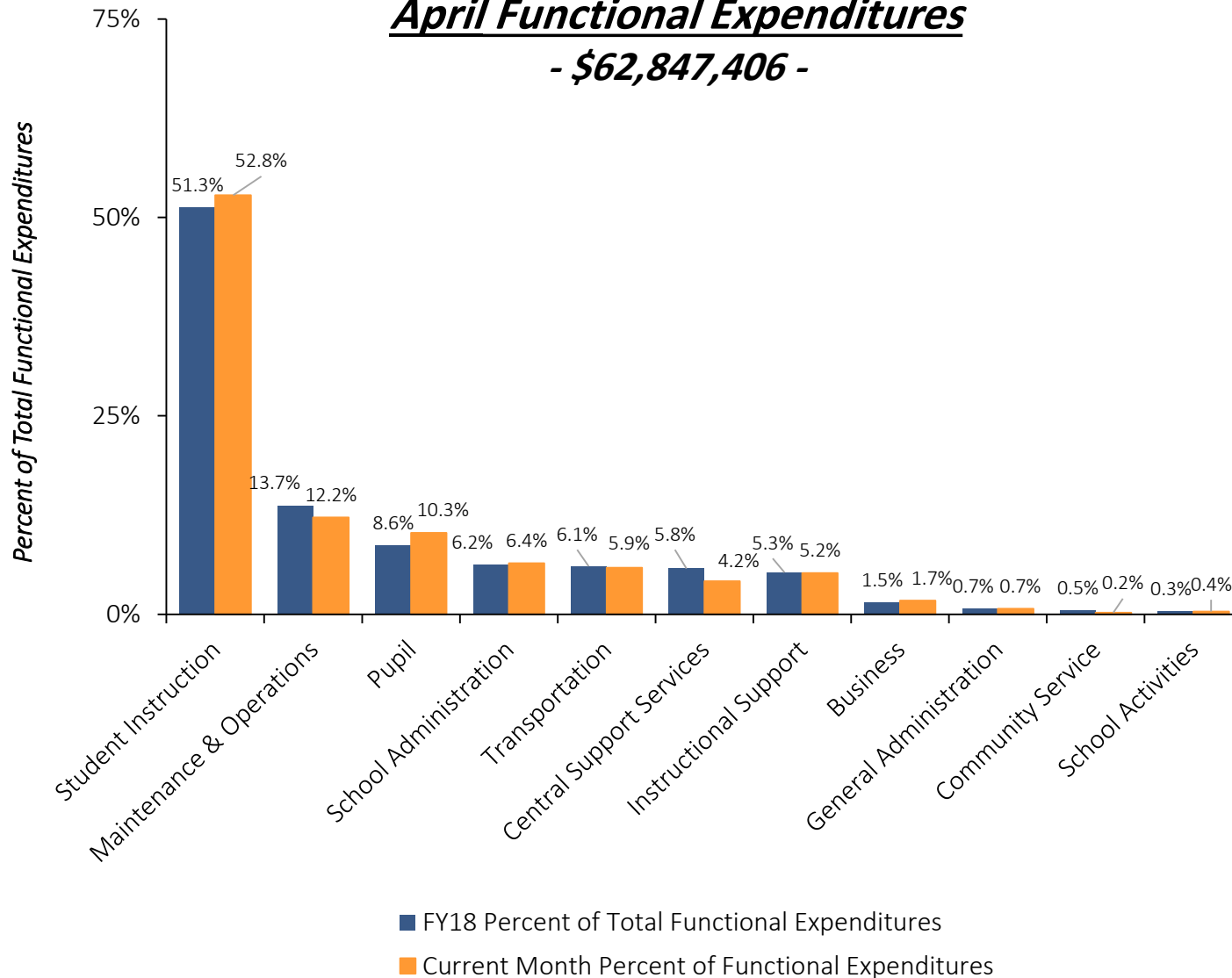
Salaries	31,545,566	30,881,273	(664,293)	(2%)
Benefits	19,549,805	17,207,823	(2,341,982)	(12%)
Purchased Services	13,457,440	11,120,710	(2,336,730)	(17%)
Supplies & Textbooks	1,153,517	1,456,655	303,138	26%
Equipment & Capital	249,918	360,236	110,318	44%
Utilities	1,570,146	1,820,709	250,563	16%
Total expenditures	67,526,391	62,847,406	(4,678,985)	(7%)

	266,280,889	260,045,739	(6,235,150)	(2%)
	152,991,092	141,993,990	(10,997,102)	(7%)
	111,005,537	100,177,094	(10,828,443)	(10%)
	23,565,838	25,430,813	1,864,975	8%
	2,409,980	1,957,658	(452,322)	(19%)
	14,094,424	13,988,808	(105,616)	(1%)
Total expenditures	570,347,760	543,594,102	(26,753,657)	(5%)

Surplus (Deficit)	\$ (968,821)	\$ 884,799	\$ 1,853,620	3%
	\$ 67,227,012	\$ 68,445,935	\$ 1,218,924	1%

Expenditures by Function – April 2019

April Functional Expenditures - \$62,847,406 -



Notes:

- Overall, functional expenses closely tracked to expected levels.
- Student instruction is in-line with the District's commitment to invest more dollars into Instruction through Staff Model and curriculum expenditures.
- Pupil expenses continue to remain slightly higher due to increases in positions over FY 18.

DPSCD FY 19 Projected Final Revenues and Expenditures – General Fund

FY 19 Projected Final Budget Update

Summary

Based on expenditures through April 30, and anticipated expenditures for May and June, the District projects to have a balanced budget with a surplus.

- ✓ The amendment projects an end of the year surplus increase of \$27M from \$12.6M to \$39.6M.
- ✓ Federal revenue and corresponding expenditures are expected to be \$32M below anticipated budget as of June 30. The remaining funds will be spent on Summer School, PD, and other activities by September 30 or carried over into FY 20.
- ✓ The projected budget reduces expenditures to match anticipated salary and contract expenses. Funding for all vacancies was removed.
- ✓ DPS transfer to DPSCD was removed from FY 19. It is anticipated that \$6.9M will be transferred in FY 20.

FY19 Projected Final Budget Revenues and Expenditures Comparison

DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT
GENERAL FUND
FY 2019 PROJECTED FINAL BUDGET, YEAR ENDING JUNE 30, 2019

	FY 2018 Actuals	FY 2019 Adopted	FY 2019 BA # 1	FY 2019 Proj. Final	FY 2019 Proj. Final Increase (Decrease) Over FY 2019 BA # 1
Revenue:					
Local sources	66,222,793	71,531,138	66,455,987	67,711,031	1,255,044
State sources	484,209,873	503,289,568	512,763,670	511,662,318	(1,101,352)
Federal sources	131,731,039	174,565,369	183,058,492	150,250,408	(32,808,084)
Total Revenue	682,163,705	749,386,075	762,278,149	729,623,757	(32,654,392)
Expenditures:					
Instruction	324,511,382	390,136,373	378,051,491	355,186,963	(22,864,528)
Support services					
Pupil services	52,567,856	78,354,488	91,306,167	70,264,059	(21,042,108)
Instructional staff support	31,296,933	32,899,337	45,723,042	44,007,986	(1,715,056)
General administration	4,549,474	6,078,685	5,688,261	5,611,126	(77,135)
School administration	39,221,706	52,476,876	48,188,781	47,433,255	(755,526)
Business office	10,206,870	11,073,394	10,218,789	11,166,269	947,480
Operations & maintenance	93,223,006	81,961,782	92,615,755	86,922,091	(5,693,664)
Transportation	34,896,150	36,749,795	36,975,486	30,284,344	(6,691,142)
Central support service	34,934,693	38,949,349	41,881,594	34,482,960	(7,398,634)
Other support service	3,660,090	2,413,014	2,729,881	1,960,155	(769,726)
Total support services	304,556,778	340,956,720	375,327,756	332,132,245	(43,195,511)
Community service	4,047,594	1,271,230	5,463,516	4,988,060	(475,456)
Facilities acquisitions and improvement	-	-	28,171	4,750	(23,421)
Total Expenditures	633,115,754	732,364,323	758,870,934	692,312,018	(66,558,916)



FY19 Projected Final Budget Revenues and Expenditures Comparison

**DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT
GENERAL FUND
FY 2019 PROJECTED FINAL BUDGET, YEAR ENDING JUNE 30, 2019**

Other Financial Sources (Uses)

Sources

Proceeds from sale of capital assets	-	-	368,575	368,575	-
Payments From Detroit Public Schools	-	6,900,000	6,900,000	-	(6,900,000)
Transfer from Food Service Fund	1,779,586	2,000,000	2,000,000	2,000,000	-
Total Sources	1,779,586	8,900,000	9,268,575	2,368,575	(6,900,000)

Uses

Contingency	-	(17,831,299)	-	-	-
Total Uses	-	(17,831,299)	-	-	-

Total Other Financial Sources (Uses)	1,779,586	(8,931,299)	9,268,575	2,368,575	(6,900,000)
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Special Item	11,244,572	-	-	-	-
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Excess (deficiency) of Revenue and Other Sources Over (Under) Expenditures and Other Uses

	62,072,109	8,090,453	12,675,790	39,680,314	27,004,524
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Excess (deficiency) of Revenue and Other Sources Over (Under) Expenditures and Other Uses

	62,072,109	8,090,453	12,675,790	39,680,314	27,004,524
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Fund Balance - Beginning	78,963,120	141,035,229	141,035,229	141,035,229	
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Fund Balance - Ending	\$ 141,035,229	\$ 149,125,682	\$ 153,711,019	\$ 180,715,543	
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DPS FY 19 Projected Final Revenue and Expenditures

DPS Projected Final Revenues and Expenditures

	FY 2018 Audited	FY 2019 Budget Amendment #1	FY 2019 Proj. Budget	FY 2019 Proj. Budget Increase/(Decrease) from FY 2019 Adopted
Revenue:				
Local Sources ¹	\$ 63,823,174	\$ 58,893,000	\$ 67,783,873	\$ 8,890,873
State Sources	\$ 9,182,818	\$ 4,330,730	\$ 4,126,663	\$ (204,067)
Total Revenue	\$ 73,005,992	\$ 63,223,730	\$ 71,910,536	\$ 8,686,806
Expenditures:				
Support Services				
Instruction	\$ 238,782			
Support Services	\$ 2,904,976			
General Administration		\$ 30,000	\$ 30,000	\$ -
Business Office		\$ 70,000	\$ 60,000	\$ (10,000)
Total Support Services	\$ 3,143,758	\$ 100,000	\$ 90,000	\$ (10,000)
Debt Service				
Stabilization Bonds	\$ 31,740,000	\$ 37,383,076	\$ 43,284,923	\$ 5,901,847
MPSERS Interest	\$ 9,138,910	\$ 9,624,000	\$ 9,624,000	\$ -
Emergency Loan Debt Service	\$ 1,965,000	\$ 1,965,000	\$ 1,965,000	\$ -
Debt Issuance Costs	\$ 648,000	\$ -	\$ -	\$ -
Total Debt Service	\$ 43,491,910	\$ 48,972,076	\$ 54,873,923	\$ 5,901,847
Total Expenditures	\$ 46,635,668	\$ 49,072,076	\$ 54,963,923	\$ 5,891,847
Other Financial Sources/(Uses)				
Other Financing Sources	\$ 648,000	\$ -	\$ -	\$ -
Transfer to DPSCD General Fund ²	\$ (13,106,720)	\$ (6,900,000)	\$ -	\$ 6,900,000
Total Other Financial Sources/(Uses)	\$ (12,458,720)	\$ (6,900,000)	\$ -	\$ 6,900,000
Total Expenditures and Other Sources/(Uses)	\$ 59,094,388	\$ 55,972,076	\$ 54,963,923	\$ 12,791,847
Excess (deficiency) of Revenue Over/(Under) Expenditures and Other Uses	\$ 13,911,604	\$ 7,251,654	\$ 16,946,613	\$ 9,694,959
Beginning Fund Balance	\$ (10,827,334)	\$ (9,746,487)	\$ (2,494,833)	
Ending Fund Balance	\$ 3,084,270	\$ (2,494,833)	\$ 14,451,780	

DPS Projected FY 19 General Fund Budget through the year ending June 30, 2019.

- ✓ Local revenue is based on current tax collections as well as a conservative forecast for remaining months.
- ✓ Business Office expenses are adjusted for actual expenditures for audit, bond and debt service assessments.
- ✓ Debt service expense is based on both interest and principal payments for the Stabilization Bonds and MPSERS liability. Beginning in late FY 19, per the Master Debt Indenture Agreement, additional tax revenue is applied to the outstanding debt in order to accelerate repayment.
- ✓ As part of the restructuring, it was assumed that a portion of the 18 mill property tax collection would ultimately be transferred to DPSCD for legacy obligations. The \$6.9M forecasted transfer for FY 19 was rescheduled to FY 20.

1) FY19 Local revenue projection is based on FY19 actual revenues as of April 30, 2019

2) The District is proposing to reschedule the transfer to DPSCD from FY19 to FY20

Contract Requests



STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

GRETCHEN WHITMER
GOVERNOR

RACHAEL EUBANKS
STATE TREASURER

DETROIT FINANCIAL REVIEW COMMISSION

SCHOOL DISTRICT RESOLUTION 2019-15

**APPROVING THE COMMUNITY DISTRICT'S JUNE 2019 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 June 24, 2019, 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 June 2019 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	Transportation	N/A	<p>Contract Amount: \$2,126,000.00 Contract Period: September 1, 2019 – August 30, 2020 Source: General Funds & Grant Funds Purpose: To purchase bus passes to serve up to 6,860 students. Contractor: City of Detroit Department of Transportation (DDOT) Location: 1301 East Warren Ave. Detroit, MI 48207</p>	Renewal	N/A	N/A	<p>Anticipated Approval</p> <p>Board 06.18.2019</p> <p>FRC 06.24.2019</p>	<p>The district leverages the City of Detroit public transportation to provide statutorily required daily transportation for students living greater than 1.5 miles from their high school.</p> <p>The City of Detroit, Department of Transportation is the lowest cost available public transportation. Utilizing District transportation vendors would far exceed the cost of purchasing bus passes. Further, DDOT is the only local source available from which to purchase bus passes.</p> <p>As this item is for goods only, a PO will be provided to the vendor for the goods once FRC approval is obtained.</p>
2	District Wide	N/A	<p>Contract Amount: \$7,500,000.00 Contract Period: July 1, 2019 – June 30, 2020 Source: General Funds & Grant Funds Purpose: To purchase office supplies district-wide through NPPGov, The Cooperative Purchasing Network, NIPA and US Communities agreements. Contractor: Staples Business Advantage, Office Depot, School Specialty and Amazon Goods Location: 500 Staples Drive Framingham, MA 01702 17335 Haggerty Rd. Northville, MI 48168 W6316 Design Drive, Greenville, WI, 54942 PO Box 81207, Seattle, WA 98108</p>	Cooperatives	N/A	N/A	<p>Anticipated Approval</p> <p>Board 06.18.2019</p> <p>FRC 06.24.2019</p>	<p>The District will utilize the competitively bid NPPGov, The Cooperative Purchasing Network, NIPA and US Communities cooperative purchasing agreements to purchase office supplies district wide from Staples Business Advantage Office Depot, School Specialty and Amazon Goods, respectively.</p> <p>Each vendor will be placed on the District’s punch out system with a pre-approved list of items. Throughout the year, District staff will enter requisitions as needed.</p> <p>The punch-out system provides flexibility and a streamlined, easy to use method to the District’s schools and departments while maintaining price control and enhanced cost containment.</p>

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
3	IT	19-0060-C	<p>Contract Amount: \$14,266,744.00 Contract Period: July 01, 2019 – June 30, 2020 Source: General Funds & Grant Funds Purpose: To allow accelerated purchases of Dell Devices Contractor: Dell Location: One Dell Way, MS RR1-33 Round Rock, Texas 78682</p>	Cooperative	N/A	N/A	<p>Anticipated Approval</p> <p>Board 06.18.2019</p> <p>FRC 06.24.2019</p>	<p>This request is to purchase laptops and peripheral accessories for students, teachers, and administrators.</p> <p>This purchase will complete the 1:1 technology initiative at the elementary/middle school level by Fall 2019. If Title I Grant funding becomes available during the Fiscal Year 2020, the District plans to include high schools in the 1:1 initiative.</p> <p>This co-operative contract (MiDeal) was bid through an authorized lead agency in compliance with Michigan statutes.</p>
4	IT	071B6600111	<p>Contract Amount: \$2,127,437.00 Contract Period: July 01, 2019 – June 30, 2020 Source: Grant Funds Purpose: To purchase interactive Smart flat panel TVs and carts Contractor: Tierney Brothers Interactive Technology Location: 3300 University Ave. Minneapolis, MN 55414</p>	Cooperative	N/A	N/A	<p>Anticipated Approval</p> <p>Board 06.18.2019</p> <p>FRC 06.24.2019</p>	<p>The District is completing the 1:1 initiative to all remaining schools at the elementary/middle school level in the 2019-2020 school year. Pending the availability of Title I funds, the District plans to expand the 1:1 Technology Initiative to high schools.</p> <p>The purchase of these interactive technology products covers 24 additional schools.</p> <p>This co-operative contract (REMC) was bid through an authorized lead agency in compliance with Michigan statutes.</p>

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
5	IT	18-0023	<p>Contract Amount: \$1,024,301.00 Contract Period: July 1, 2018 – June 30, 2020 Source: General Funds Purpose: To provide wireless network (WiFi) upgrades to District schools Contractor: Sentinel Technologies, Inc. Location: 4220 Varsity Drive, Suite F, Ann Arbor, MI 48108</p>	Increase	Yes	Yes	<p>Anticipated Approval</p> <p>Board 06.18.2019</p> <p>FRC 06.242019</p>	<p>In February 2018, the Board and FRC approved the contract with Sentinel Technologies in the amount of \$975,542. Through RFP 18-0023, Sentinel was selected by the Evaluation Committee, due to its experience and pricing.</p> <p>This request is to increase the current contract by \$48,759 bringing the total expected cost to \$1,024,301. The increase comes from upgraded equipment specifications as a result of the technology infrastructure audit conducted by Plante Moran.</p>
6	Operations	16-0375-C	<p>Contract Amount: \$1,000,000.00 Contract Period: July 1, 2019 – June 30, 2020 Source: General Funds Purpose: Hard-wired Telecommunication Services Contractor: XO Communications Location: 13865 Sunrise Valley Drive, Herndon, VA 20171</p>	Renewal	Yes	Yes	<p>Anticipated Approval</p> <p>Board 06.18.2019</p> <p>FRC 06.242019</p>	<p>The District is requesting to exercise the first renewal of this contract.</p> <p>RFP 16-0375 was issued on DemandStar and received 4 responses. Based on evaluation of the proposal, XO Communications was selected as the supplier providing E-Rate compliant Voice Services. They have the capability, experience, and competitive pricing to provide the services requested. XO Communications’ proposal was the lowest cost solution per bid specifications.</p> <p>In 2018 the Federal Government has shifted the focus of its E-Rate funding to Internet connectivity and the District must now pay the full price for hard-wired telecommunications services.</p>

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
7	Operations	16-0382-C	Contract Amount: \$1,650,000.00 Contract Period: July 1, 2019 – June 30, 2020 Source: General Funds Purpose: VoIP Telecommunication Services Contractor: Encore Technologies Location: 2000 Wade Hampton Blvd., Suite 210, Greenville, SC 29615	Renewal	Yes	Yes	Anticipated Approval Board 06.18.2019 FRC 06.24.2019	<p>The District is requesting to exercise the first renewal of this contract.</p> <p>RFP 16-0382 was issued on DemandStar and received 4 responses. Based on evaluation of the proposal, Encore Technology Group was selected as the supplier providing E-Rate compliant VoIP Services. They have the capability, experience, and competitive pricing to provide the services requested. Encore Technology Group's proposal was the lowest cost solution per bid specifications.</p> <p>In 2018 the Federal Government has shifted the focus of its E-Rate funding to Internet connectivity and the District must now pay the full price for VoIP services.</p>
8	Operations	18-0015-C	Contract Amount: \$800,000.00 Contract Period: July 1, 2019 – June 30, 2020 Source: General Fund Purpose: Paper Products and Restroom Supplies Contractor: HP Products Location: 4220 Saguaro Trail, Indianapolis, IN 46268	Renewal	Yes	No	Anticipated Approval Board 06.18.2019 FRC 06.24.2019	<p>The District is requesting to exercise the first renewal of this contract.</p> <p>RFP 18-0015 was published in December 4, 2017. The District received six responses. Based on the recommendation of the Evaluation Committee, HP Products, Inc. received the highest score because of its experience and pricing. Though Trail Supply LLC was the least expensive supplier, the proprietary paper the District currently uses would have required replacement of hundreds of paper product dispensers currently installed throughout the District.</p>

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
9	Operations	TBD	<p>Contract Amount: \$4,747,537.00 Contract Period: July 1, 2019 – June 30, 2020 Source: Capital Projects Purpose: Roof Replacements at 17 schools Contractors: Bloom Roofing Systems, Lutz Roofing Company, Quality Roofing, Inc. Locations: 12238 Emerson Drive, Brighton, MI 48116 4721 22 Mile Rd, Shelby Twp, MI 48317 10800 Plaza Drive, Whitmore Lake, MI 48189</p>	New	Yes	Yes	<p>Anticipated Approval</p> <p>Board 06.18.2019</p> <p>FRC 06.24.2019</p>	<p>RFP 19-0234 and 19-0236 were issued on DemandStar in April 2018 and four responses were received. Seventeen schools were represented in the RFPs and no vendor bid on every school. Due to the volume and immediacy of work, three vendors were awarded contracts. The lowest bidding vendors for each school were awarded, with one exception of Barton being assigned to the second lowest bidder due to capability and distribution of the heavy summer workload.</p> <p>Vendor NTE Contract Schools</p> <p>Bloom \$1,337,215 Brown/Central/Clemente/Marquette/Thirkell</p> <p>Lutz \$1,812,250 Bethune/Clark/Mann/Pasteur/Young Weber/Marshall</p> <p>Quality \$1,598,072 Barton/Cooke/Osborn/Keidan Greenfield Union</p>

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
10	Operations	19-0143-C	Contract Amount: \$580,000.00 Contract Period: July 1, 2019 – June 30, 2020 Source: General Fund and Capital Projects Purpose: Athletic Fields Maintenance Contractor: Premier Group Associates (PGA) Location:	New	Yes	Yes	Anticipated Approval Board 06.18.2019 FRC 06.24.2019	<p>On December 7, 2018, an RFP (19-0143) was distributed Via Demandstar to solicit proposals to maintain District Athletic Fields. The RFP was sent to 199 companies and one response was received by the due date.</p> <p>Based on PGA’s proven track record of athletic field work and their unit costs bid coming in at or below the costs of last year, it is recommended that the vendor be awarded this contract.</p> <p>Per section 6(6) of the FRC Act, this contract is being presented to the FRC as the Board approved a contract with PGA in the amount of \$680,000 in November 2018. The total spend with PGA in FY20 will exceed the amount as defined in “Applicable Contract”.</p>



Agenda Item Details

Meeting	Jun 18, 2019 - Regular Board Meeting
Category	14. Consent Agenda (Administrative Items)
Subject	14.10 Approval of Sole-Source Purchase of Detroit Department of Transportation High School Access and Bus Passes for the Fall 2019, and Spring, Summer 2020
Access	Public
Type	Action
Recommended Action	Motion to approve purchase of high school access and bus passes to serve up to 14,000 students during the 2019-2020 school year and for summer 2020 programming from the City of Detroit Department of Transportation for public transportation in an amount not-to- exceed \$2,126,000.

Public Content

Recommendation:

That the School Board approve the purchase of high school access and bus passes to serve up to 14,000 students during the 2019-2020 school year and for summer 2020 programming from the City of Detroit Department of Transportation in an amount not-to-exceed \$2,126,000.

Description and Background:

This item was approved by the Academic Committee on May 21, and the Finance Committee on May 24, 2019.

The District leverages the City of Detroit public transportation to provide statutorily required daily transportation for students living greater than 1.5 miles from their high school. During the 2018-19 school year, the District entered an agreement with the City of Detroit which allows all high school students to access public transportation during fall and spring semesters with their District issued student ID in the amount of \$1,855,000. Prior to this agreement, the District purchased approximately 6,800 semester bus passes for fall and spring semesters at the same cost. This agreement provided access to an additional 7,000 students at no additional cost. The District also purchases bus passes for high school summer programming, students served by (i) the Impact Program, which provides credit recovery opportunities, and (ii) the McKinney-Vento Homeless Education Assistance Act.

Gap Analysis:

Provision of access and bus passes ensure that students have reliable transportation options without significantly increasing the District's use of transportation contractors. Without provision of access and bus passes, absenteeism would likely increase, impacting instructional hours.

Previous Outcomes:

In the 2018-19 school year, approximately 14,000 students received access with their District-issued student ID to travel to and from school and also to attend after school activities.

The 2018-19 total projected spend is \$1,974,780.

Expected Outcomes:

The District will continue to provide access and student bus passes through summer 2020.

Alignment to Strategic Plan:

Responsible Stewardship

Financial Impact:

Annual cost for high school student access: \$1,855,000 (General Funds)
 Annual projected cost for McKinney-Vento: \$51,000 (General Funds)
 Annual projected cost for summer programming 2020: \$100,000 (Title 1 Funds)
 Annual projected cost for Impact Program students: \$20,000 (General Funds)
Contingency: \$100,000
 Total projected cost: \$2,026,000

General and Grant funds will be used for the purchase of bus passes. The City of Detroit, Department of Transportation is the only source from which these passes can be purchased.

Contact for Item:

Name: Machion Jackson

Phone: 313-873-6532

Email: machion.jackson@detroitk12.org

Supporting Documents/Attachments:

Administrative Content

Executive Content



Agenda Item Details

Meeting	Jun 18, 2019 - Regular Board Meeting
Category	14. Consent Agenda (Administrative Items)
Subject	14.17 Approval of Use of Cooperative Purchasing Agreements for Staples, Office Depot, School Specialty, and Amazon Goods.
Access	Public
Type	Action
Recommended Action	That the School Board approve the contract with School Specialty, Staples Business Advantage, Office Depot, and Amazon, respectively, in an amount not-to-exceed (NTE) \$7,500,000 through June 30, 2020.

Public Content

Recommendation:

That the School Board approve the contract with School Specialty, Staples Business Advantage, Office Depot, and Amazon, respectively, in an amount not-to-exceed (NTE) \$7,500,000 through June 30, 2020.

Description and Background:

This item was approved by the Finance Committee on May 24, 2019.

The District employs several punch-out systems allowing District employees to purchase approved goods and supplies through the District Procurement system directly from Staples, Office Depot, School Specialty, and Amazon. The District will use two types of punch out systems: one where requisitions bypass Procurement and one that requires Procurement approval.

For basic school and office supplies, School Specialty, Staples, and Office Depot will have a punch out system that has been carefully curated by Procurement and is limited to only several hundred items on each list. These are meant to be items that are used as part of the normal course of business for the District, including pens, paper, paperclips, and other similar items. The requisitions entered utilizing these websites will bypass Procurement, as all of the items are preapproved.

For goods, including, but not limited to, books, musical instruments, school supplies, and sporting goods from Amazon, Procurement department staff will review the items due to the breadth of the items available online. This will ensure proper controls are in place to monitor department and school level purchases. Amazon will not serve as an alternate supplier to Staples or Office Depot, but instead will provide access to a simplified procurement process and lower cost goods. The requisitioner will utilize Amazon's standard interface that will then be routed to District staff for review and approval.

Gap Analysis:

The punch-out system allows for the end users to purchase only predetermined, select items at competitively bid prices. Utilizing the customized punch-out system for Staples, Office Depot, and School Specialty will result in better cost control and will reduce the risk of purchasing items that should go through the normal procurement process.

Although the District has used such programs in the past, the District is working to greatly expand the work by bringing Amazon Business online (although previously approved, it has not been operational until this time). This will allow schools and departments to have access to countless items will be available for purchase at substantially lower costs than existing vendors. Further, the purchasing process will be simplified for requisitioners, as they will not need to manually add multiple lines to requisitions, they simply need to create the familiar carts online and add items to the carts to purchase.

The District is also reviewing and testing adding additional punch out systems for existing vendors to increase the breadth of items available for order. These requisitions, will continue to be created online (allowing for seamless integration) and would also route to Procurement for final approval. The expectation is that the first vendor, Staples, will be available in July 2019.

Previous Outcomes:

For the 2016-2017 school year the District implemented a punch-out system with only Office Depot, which included over 8,000 available items. During the 2017-2018 school year, the District implemented new procurement standards which limited the amount and number of items which could be purchased through the punch-out system. During fiscal year 2017-2018 Office Depot could not comply with the required changes so the punch-out system was temporarily turned off. The District added Staples Business Advantage as an alternate supplier. During the 2018-2019 school year, Staples and School Specialty were used as suppliers. Office Depot is now able to limit items as required and will be tested in June of 2019 for compliance.

Year	Vendors	Actual Spend	Source Info.
2017-2018	Stapes & Office Depot	\$2,900,000	PeopleSoft
2018-2019*	Staples, School Specialty, & Office Depot	\$2,506,000	PeopleSoft

*Through April 30, 2019.

Direct purchasing through Amazon Business was previously unavailable to District staff. District staff procured goods from a variety of other suppliers, often at rates higher than those available through Amazon Business. District staff who purchased through Amazon's consumer site had to be reimbursed for those expenses, as Amazon was not equipped to accept purchase orders.

Expected Outcomes:

The District required its vendors to provide abbreviated lists to their customized websites for employees to utilize the punch-out system for the purchase of school and office supplies. This provides flexibility to the District's schools and departments while maintaining price control and enhanced cost containment. The limited number of items available on the punch-out system are limited as such to allow for simplified review and editing by the Procurement Department on an as needed basis.

As Procurement limited the access to items available for purchase on these sites, they realized the need for a simpler requisitioning process. Hence, they launched the Amazon and Staples projects, allowing for a wide breadth of items to be available for purchase, with a simplified interface, while still being reviewed by Procurement for final approval.

Access to these four vendors through cooperative purchasing agreements will ensure competitive pricing on numerous goods and supplies to be purchased by the District.

The District is recommending the use of Staples, Office Depot, School Specialty, and Amazon for the 2019-2020 school year.

Alignment to Strategic Plan:

Responsible Stewardship

Financial Impact:

\$7,000,000 in Anticipated Expenses

\$500,000 in Contingency

\$7,500,000 Total Request (General & Grant Funds)

Bid Process: The District will utilize the NPPGov Cooperative Agreement for Staples, TCPN for Office Depot, NIPA for School Specialty, and US Communities for Amazon.

Contact for Item:

Name: Jeremy Vidito, Chief Financial Officer

Phone: (313) 873 - 6194

Email: jeremy.vidito@detroitk12.org

Supporting Documents/Attachments:

Administrative Content

[MPA-Staples-Office-Supplies-And-Products-525.compressed.pdf \(7,230 KB\)](#)

[Office Depot TCPN - Omnia Contract 5.2019.pdf \(2,309 KB\)](#)

[National IPA \(TCPN\) School Specialty Contract 5.2019.pdf \(11,003 KB\)](#)

[Amazon US Communities Omnia Partners Contract 5.2019.pdf \(244 KB\)](#)

Executive Content



Agenda Item Details

Meeting	Jun 18, 2019 - Regular Board Meeting
Category	14. Consent Agenda (Administrative Items)
Subject	14.12 Approval of Cooperative Purchasing for Dell Marketing, Inc.
Access	Public
Type	Action
Recommended Action	Motion to approve cooperative purchasing for Dell Marketing Inc., for student and staff devices and peripheral accessories, in an amount not-to-exceed \$14,266,744 for the period of June 1, 2019 through June 30, 2020.

Public Content

Recommendation:

That the School Board approve cooperative purchasing for Dell Marketing Inc., for student and staff devices and peripheral accessories, in an amount not-to-exceed \$14,266,744 through June 30, 2020.

Description and Background:

This item was approved by the Academic Committee on May 21, and the Finance Committee on May 24, 2019.

During the 2018-19 school year, the District updated its technology catalog with an improved set of devices, including Dell student, teacher, administrator, and specialized laptops, and peripheral accessories including cables and mice. This catalog included the devices used in the District's one-to-one (1:1) technology initiative, as well as devices for staff and special programs. The use of a single manufacturer allowed the District to streamline device deployment, maintenance, and field supports.

Schools participating in the 1:1 initiative receive laptops for every student as well as laptop carts for each classroom and an interactive flat-panel monitor on a mobility cart as an enhancement to the learning environment. One-to-one access to a laptop provides each student with personalized learning experiences and electronic access to independent reading books, digital curriculum tools to support acceleration and remediation, online literacy and mathematics assessments, and supplemental learning experiences. All teachers, Assistant Principals, and APs, regardless of whether their school has been upgraded to 1:1, are also issued a laptop to complete their job functions. Schools and central office departments are also able to make purchases for devices required by additional staff, or to support special programs.

Gap Analysis:

Last year, as one-time funds became available to support large scale purchasing, such as the expansion of the 1:1 Initiative to all K-8 Schools, or as estimates for school-level needs were solidified, the District brought amended items to the Board for approval. This approach slowed down timely purchasing, as staff experienced a delay between when funds became available and when they were able to place orders. To mitigate this challenge, the District has developed an estimated purchasing amount for Dell Marketing, Inc., in total, for the end of Fiscal Year 2019, so it can maximize one-time Title I funds, and for the entirety of next fiscal year, inclusive of: all 1:1 technology purchases in K-8 schools, a potential expansion of 1:1 technology to high schools if one-time Title I funds are available, all school-based purchases, and an expansion of central-office technology upgrades if a General Fund surplus is available.

Previous Outcomes:

The 1:1 initiative will be expanded to include devices for 34,000 students across 73 schools before the end of the calendar year. Since the start of the 2017 school year, the District has reduced the student to device ratio from more than 6:1 to 3.65:1. In addition to dramatically improving the device ratio in selected schools, the 1:1 Initiative has increased student access to and participation in online tools to support their learning. The District also deployed upgraded laptops to more than 3,000 staff members last school year.

In Fiscal Year 2019 to date, the District paid Dell Marketing, LP a total of \$24,984,975, including school, department, and District-wide purchasing.

Expected Outcomes:

The District will complete the 1:1 technology initiative at the elementary/middle school level in Fall 2019. Of the \$14,266,744 approval through June 30, 2020, the District will spend \$4,700,000 in one-time Title I dollars prior to June 30, 2019 to support this project. The District also expects Fiscal Year 2020 device and peripheral accessory purchasing from the District's approved technology catalog will be expedited. If one-time Title I grant dollars become available during Fiscal Year 2020, the District also plans to include high schools in the 1:1 Technology Initiative.

Alignment to Strategic Plan:

Responsible Stewardship

Financial Impact:

\$14,266,744 (Title I and General Funds)

This purchase will be made through the state's MiDeal Dell buying cooperative purchasing agreement.

Contact for Item:

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Supporting Documents/Attachments:

19-0060-C_Dell_Contract 5.24.2019.pdf (5,601 KB)

Administrative Content

Executive Content



Agenda Item Details

Meeting	Jun 18, 2019 - Regular Board Meeting
Category	14. Consent Agenda (Administrative Items)
Subject	14.14 Approval of Cooperative Purchasing for Tierney Brothers, Inc.
Access	Public
Type	Action
Recommended Action	Motion to approve the purchase of Epson and SMART brand interactive technology products from Tierney Brothers, Inc., for the period July 1, 2019 through June 30, 2020 in an amount not-to-exceed \$2,127,437.

Public Content

Recommendation:

That the School Board approve the purchase of Epson and SMART brand interactive technology products from Tierney Brothers, Inc., for the period July 1, 2019 through June 30, 2020 in an amount not-to-exceed \$2,127,437.

Description and Background:

This item was approved by the Academic Committee on May 21, and the Finance Committee on May 24, 2019.

Tierney Brothers has worked with the District for the last six years as the supplier for Epson brand interactive projectors, short throw projectors and printers, and SMART brand interactive boards and flat panels with and without carts.

The purchase of these interactive technology products is part of the District's One-to-One (1:1) Technology Initiative, aimed at enhancing learning opportunities for students. In addition to receiving a student laptop for every student, each participating school receives classroom technology enhancements that allow students to make full use of their devices, including interactive boards and flat panels.

During the 2018-2019, the District expanded the 1:1 to outfit all K-8 schools. The K-8 phase of the project will be complete during the 2019-20 school year, excluding new schools which are not yet eligible for Title I funds. This not-to-exceed amount accounts for all approved 1:1 installations in K-8 schools, all school-based purchases and installations, and the potential expansion of the 1:1 Technology Initiative to high schools starting in the 2019-20 school year, pending available Title I funds to support implementation. For 2018-2019, 75 schools were outfitted. For 2019-2020, 24 additional schools will be outfitted.

Gap Analysis:

The District is working to ensure a twenty-first century learning environment, rich in opportunity for all students to access relevant technology. The interactive technology provided by Tierney Brothers makes that possible and is in alignment with the District's goal of empowering students through technology access.

Previous Outcomes:

Tierney Brothers has worked with the District since 2013. The District paid Tierney Brothers \$537,000 for the 2017-2018 fiscal year, and \$6,919,559.26 for the 2018-2019 fiscal year which included all interactive technology purchased for the launch of the District 1:1 Initiative.

Expected Outcomes:

The District expects to complete 1:1 installations in K-8 schools. Pending the availability of Title I funds, the District also plans to expand the 1:1 Technology Initiative to all high schools.

Alignment to Strategic Plan:

Transformative Culture

Financial Impact:

\$2,127,437 (Title I)

This purchase will be made through REMC Association of Michigan cooperative purchasing agreement.

Contact for Item:

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 Email: elizabeth.cutrona@detroitk12.org

Supporting Documents/Attachments:

Administrative Content

Tierney Coopertive 5.2019.pdf (1,824 KB)

Executive Content



Agenda Item Details

Meeting	Jun 18, 2019 - Regular Board Meeting
Category	14. Consent Agenda (Administrative Items)
Subject	14.18 Approval of Contract Amendment with Sentinel Technologies, Inc.
Access	Public
Type	Action
Recommended Action	Motion to amend the contract with Sentinel Technologies, Inc. for Wireless Network (WIFI) Upgrades at 11 schools from \$975,542 to \$1,024,301 for the period July 1, 2018 through June 30, 2020.

Public Content

Recommendation:

That the School Board amend the contract with Sentinel Technologies, Inc. for Wireless Network (WIFI) Upgrades at 11 schools from \$975,542 to \$1,024,301 for the period July 1, 2018 through June 30, 2020.

Description and Background:

This item was approved by the Finance Committee on May 24, 2019.

The Universal Service Administrative Service (USAC) 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 engage in a competitive bidding process to secure cost-effective goods and/or services.

The Sentinel contract was previously approved at the February 18, 2018 board meeting in the amount of \$975,542. An application for wireless network (WIFI) upgrades was submitted to the E-Rate program for consideration in February 2018. The application went through the Program Integrity Assurance (PIA) Review in March 2018 which resulted in an award of \$579,446.97 in funding from Universal Service Administrative Company (USAC). The total project costs increased from \$975,542 to \$1,024,301 due to the cost of upgraded equipment costs from the original equipment specifications.

Gap Analysis:

One of the objectives of the Plante Moran audit of technology infrastructure in the schools was to assess the existing infrastructure and align new purchases with current industry lifecycle standards. A significant number of schools have technology infrastructure that is in excess of 15 years old which is more than double the industry lifecycle standards of 7-8 years noted in the Plante Moran audit. This creates school building environments that are incapable of supporting the District goals and objectives for 21st century learning (such as 1:1 devices, interactive classrooms and safe schools). In addition, the aged equipment has surpassed the manufacturer's lifecycle (end of sale, end of support) which creates high costs to replace individual components, as the District is unable to use volume pricing for parts. Finally, these buildings become significant network security vulnerabilities as security updates are no longer available from the manufacturer. The investment in network security and maintenance is a key focus area for the District, as the District has become a constant target for security threats.

Previous Outcomes:

The District has been making network upgrades to core systems and school building infrastructure. These improvements have allowed the District to expand and implement many new and exciting programs like 1:1 learning and interactive classrooms in 27 schools to date.

Expected Outcomes:

The District will be able to upgrade the core equipment for the wireless network at the following schools at a discounted rate: Southeastern, Marion Law, Henry Ford High School, Mumford High School, Brenda Scott, Pershing High School, Denby High School, Nolan Elementary-Middle, Central, Burns and Bethune. This will increase network performance, access and reliability to support district initiatives and enhance the teaching and learning environment at these locations.

Alignment to Strategic Plan:

Responsible Stewardship

Financial Impact:

Funding Source: \$444,854.03 (General Funds); \$579,446.97 (E-Rate Funded)

Total Cost: \$1,024,301

Bid Process: RFP 18-0023 was issued on DemandStar and received 3 response(s). Based on evaluation of the proposal, Sentinel Technologies, Inc. was selected as the supplier providing E-Rate compliant Wireless Network (WiFi) Upgrades. They have the capability, experience, and competitive pricing to provide the services requested. Sentinel Technologies' proposal is the lowest cost solution.

Contact for Item:

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Sentinel_Contract_Fully_Executed_18-0023.pdf (8,675 KB)

2018-12-31 -- DPS - RFP18-0023 Wireless Net Upg Base Bid STI BOM rev 7.pdf (186 KB)

Administrative Content

MOSS RFP-18-0023.pdf (21,196 KB)

IC Communications RFP Response 18-0023.pdf (23,226 KB)

Sentinet RFP Response 18-0023.pdf (9,052 KB)

Executive Content



Agenda Item Details

Meeting	Jun 18, 2019 - Regular Board Meeting
Category	14. Consent Agenda (Administrative Items)
Subject	14.20 Approval of Contract Renewal with XO Communications
Access	Public
Type	Action
Recommended Action	Motion to approve renewal of hard-wired telephone services with XO Communications, for the period of July 1, 2019 to June 30, 2020 in an amount not-to-exceed 1,000,000.

Public Content

Recommendation:

That the School Board approve the renewal of hard-wired telephone services from XO Communications, for the period of July 1, 2019 to June 30, 2020 in an amount not-to-exceed \$1,000,000.

Description and Background:

This item was approved by the Finance Committee on May 24, 2019.

XO Communications provides traditional private branch exchange (PBX) telecommunication services to Detroit Public Schools Community District at 58 district locations with a total of 3,871 handsets in use at those buildings. These voice services provide an essential communication and safety resource for staff and students. In May 2016, the District awarded a three-year contract for PBX Services to XO Communications through an E-Rate bid process. This three-year contract ends on June 30, 2019, and the District plans to use one of two remaining one-year renewals to ensure continuity of telecommunication services to the 58 District locations using PBX telecommunication services.

The federal E-Rate program provides discounts to assist schools and libraries in the United States to obtain affordable telecommunications and Internet access. For nearly 20 years, the District was able to utilize this benefit and received a 90% discount on telecommunication services; the E-Rate program began reducing discounts on telecommunications in 2018, and has shifted its funding to focus on Internet Connectivity. This means that the District must now pay full price for telecommunications services.

The District has completed an audit of the technology infrastructure which includes voice services, which has been identified the need to upgrade and replace PBX voice systems with VoIP services. The District has started to migrate buildings to a new voice over IP solution which leverages our existing data network to deliver voice service throughout the District, and plans to expand to all locations by December 2019 in order to comply with federal E911 service requirements.

With this transition, the District plans to open a request for proposal at the start of fiscal year 20; for a reduced number of PBX services, which would serve as the emergency lines for district locations in the event of an emergency or outage. If XO Communications is not the selected vendor through that process, the District may exit this contract without penalty.

Gap Analysis:

Traditional Private Branch Exchange (PBX) systems and voice over copper service lines have been the backbone of the District's telecommunications infrastructure. This technology has become obsolete and the equipment is at its end of life.

Previous Outcomes:

The District has XO Communication Voice Services in place at 58 buildings as an essential resource needed for educational, business and safety purposes. It will continue to serve those facilities until the new voice migration plan is carried out in the coming school year. The District paid XO Communications \$1,000,000 for VoIP services for the 2018-2019 school year.

Expected Outcomes:

This contract renewal will allow the District to continue PBX services for 58 buildings to meet the communication and safety needs of staff and students who rely on this service. The District will continue to migrate the remaining 58 buildings to VoIP services to adhere to the E911 state compliance standard. By December 2019, the District will implement E911 services district-wide which will provide the exact location of an incident to emergency personnel such as fire, police or ambulatory services to increase safety and security at all district locations.

Alignment to Strategic Plan:

Responsible Stewardship

Financial Impact:

\$1,000,000 (General Fund)

Bid Process: RFP 16-0375 was issued on DemandStar and received 4 response(s). Based on evaluation of the proposal, XO Communications was selected as the supplier providing E-Rate compliant Voice Services. They have the capability, experience, and competitive pricing to provide the

services requested. XO Communications Service's proposal is the lowest cost solution per bid specifications.

Contact for Item:

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Supporting Documents/Attachments:

16-0375-C_XO_COMMUNICATIONS.pdf (1,287 KB)

XO Communications Renewal 5.2019.pdf (63 KB)

Administrative Content

XO Communications 16-0375 Voice Services.pdf (8,254 KB)

Windstream Bid Response Voice 16-0375.pdf (19,035 KB)

ATT Voice Services.pdf (28,733 KB)

Masergy VoIP 16-0382.pdf (5,061 KB)

Executive Content



Agenda Item Details

Meeting	Jun 18, 2019 - Regular Board Meeting
Category	14. Consent Agenda (Administrative Items)
Subject	14.19 Approval of Contract Renewal with Encore Technologies
Access	Public
Type	Action
Recommended Action	Motion to approve the renewal of Voice Over IP (VoIP) services from Encore Technology Group, for the period of July 1, 2019 to June 30, 2020 in an amount not-to-exceed \$1,650,000.

Public Content

Recommendation:

That the School Board approve the renewal of Voice Over IP (VoIP) services from Encore Technology Group, for the period of July 1, 2019 to June 30, 2020 in an amount not-to-exceed \$1,650,000.

Description and Background:

This item was approved by the Finance Committee on May 24, 2019.

Encore Technology Group provides Voice Over IP telecommunication services to Detroit Public Schools Community District including voicemail and auto attendant features at sixty (60) district locations with a total of 3,152 handsets in use at those buildings. These voice services provide an essential communication and safety resource for staff and students. In May 2016, the District awarded a three-year contract for VoIP Services to Encore Technologies through an E-Rate bid process. This three-year contract ends on June 30, 2019 and the District plans to use one of two remaining one-year renewals to ensure continuity of telecommunication services to the sixty District locations using VoIP telecommunication services.

The federal E-Rate program provides discounts to assist schools and libraries in the United States to obtain affordable telecommunications and Internet access. For nearly 20 years, the District was able to utilize this benefit and received a 90% discount on telecommunication services; the E-Rate program began reducing discounts on telecommunications in 2018, and has shifted its funding to focus on Internet Connectivity. This means that the District must now pay full price for telecommunications services.

Voice Over IP services are fast, reliable and offers flexible features to enhance the quality of telecommunications service; VoIP is the telecommunications standard in the 21st century. The District has started to migrate buildings to a new voice over IP solution which leverages our existing data network to deliver voice service throughout the District, and plans to expand to all locations by December 2019 in order to comply with federal E911 service requirements.

With this transition, the District plans to open a request for proposal for VoIP services at the start of Fiscal Year 2020; if Encore Technologies is not the selected vendor through that process, the District may exit this contract without penalty.

Gap Analysis:

Traditional Private Branch Exchange (PBX) systems and voice over copper service lines have been the backbone of the District's telecommunications infrastructure. This technology has become obsolete and the equipment is at its end of life.

Previous Outcomes:

The District has implemented VoIP Voice Services in 60 schools. The new VoIP solution has proven to be much more reliable and cost effective over the traditional PBX solution that existed previously at these schools. The District paid Encore Technologies \$1,500,000 for VoIP services for the 2018-2019 school year.

Expected Outcomes:

This contract renewal will allow the District to continue voice services at all sixty (60) of the buildings to meet the communication and safety needs of staff and students who rely on this service. The District will continue to migrate the remaining 58 buildings to VoIP services to adhere to the E911 state compliance standard. By December 2019, the District will implement E911 services district-wide which will provide the exact location of an incident to emergency personnel such as fire, police or ambulatory services to increase safety and security at all district locations.

Alignment to Strategic Plan:

Responsible Stewardship

Financial Impact:

\$1,650,000 (General Fund)

Bid Process: RFP 16-0382 was issued on DemandStar and received 4 response(s). Based on evaluation of the proposal, Encore Technology Group was selected as the supplier providing E-Rate compliant VoIP Services. They have the capability, experience, and competitive pricing to provide the services requested. Encore Technology Group's proposal is the lowest cost solution per bid specifications.

Contact for Item:

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Supporting Documents/Attachments:[16-0382-C_ENCORE_TECH.pdf \(3,502 KB\)](#)[Encore Amendment 2 \(002\) 5.2019.pdf \(66 KB\)](#)**Administrative Content**[VDS VoIP 16.0382.pdf \(10,356 KB\)](#)[Encore Bid Response.pdf \(22,534 KB\)](#)[Jive Bid Response.pdf \(8,417 KB\)](#)[ATT VoIP RFP Response.pdf \(21,473 KB\)](#)**Executive Content**



Agenda Item Details

Meeting	Jun 18, 2019 - Regular Board Meeting
Category	14. Consent Agenda (Administrative Items)
Subject	14.27 Approval of Contract Renewal with HP Products
Access	Public
Type	Action
Recommended Action	Motion to approve a one (1) year contract renewal with HP Products (Ferguson) to deliver and install paper products and restroom supplies, including the dispensers for each of the active District buildings in the amount not-to-exceed (NTE) \$800,000 for the period of July 1, 2019 through June 30, 2020.

Public Content

Recommendation:

That the School Board approve a one (1) year contract renewal with HP Products (Ferguson) to deliver and install paper products and restroom supplies, including the dispensers for each of the active District buildings in the amount not-to-exceed \$800,000 for the period of July 1, 2019 through June 30, 2020.

Description and Background:

This item was approved by the Finance Committee on May 24, 2019.

Since November 2017 HP Products has supplied the District with paper products, including paper towels, toilet tissue and toilet seat covers. HP Products is located in six states in the Midwest with over 450 employees and is one of the largest distributors of its kind in the United States.

Gap Analysis:

HP Products supplies the District with paper products for more than 8,000+ toilet paper and hand towel dispensers. This contract includes the dispensers as part of the service agreement contract, allowing for a complete solution to the paper product and restroom supply needs for District buildings. Without the consistent delivery and replacement of these items, the District would not be prepared to adequately service its stakeholders.

Previous Outcomes:

HP Products has consistently delivered paper products and restroom supplies in accordance to the scope of service. The current approved contract for FY19 has a not-to-exceed value of \$755,000.

Expected Outcomes:

Due to the anticipated increase in schools, the contract renewal will be increased with an NTE amount of \$800,000. The renewal of the HP Products contract will allow the District to maintain its use of its restroom dispensers and will allow continued service without interruption.

Alignment to Strategic Plan:

Responsible Stewardship

Financial Impact:

Funding Source: \$800,000, 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. While HP was the highest scoring, they were the second lowest cost. The lowest cost bidder, Trail Supply, was not a distributor of the proprietary paper the District presently uses and would have required the District to swap out hundreds of paper holders presently installed in schools and buildings.

Contact for Item:

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18-0015-C_HP_PRODUCTS.pdf (3,176 KB)

Administrative Content

- KSS Enterprises.zip (0 KB)
- Trail Supplies LLC.zip (0 KB)
- Allied.zip (22,271 KB)
- AVE Solutions.zip (47,311 KB)
- Empire.zip (0 KB)
- HP Products.zip (52,675 KB)

Executive Content



Agenda Item Details

Meeting	Jun 18, 2019 - Regular Board Meeting
Category	14. Consent Agenda (Administrative Items)
Subject	14.30 Approval of Contracts with (i) Quality Roofing, (ii) Bloom Roofing and (iii) Lutz Roofing for Roof Repairs and/or Replacements, FY 2019-2020
Access	Public
Type	Action
Recommended Action	Motion to approve contracts with (i) Bloom Roofing, (ii) Lutz Roofing, and (iii) Quality Roofing for roof replacements and roof repairs for a not to exceed amount of \$4,747,537.

Public Content

Recommendation:

That the School Board approve contracts with (i) Bloom Roofing, (ii) Lutz Roofing, and (iii) Quality Roofing for roof replacements and roof repairs for a not to exceed amount of \$4,747,537.

Description and Background:

This item was approved by the Finance Committee on May 24, 2019.

Bloom Roofing is a local, Michigan business that opened its doors in 1979, and has installed over 150 million square feet of commercial and industrial roofing for over 2,000 customers. Bloom has worked with the District previously installing roofing at Palmer Park Preparatory Academy in 2018. Bloom Roofing assisted the District in the development of standards for reporting and scheduling that are still in use.

The second vendor, Quality Roofing, is a full-service roofing and sheet metal commercial contractor. Quality Roofing assisted the District by installing roofs at Henderson, A.L. Holmes, Dixon and Ann Arbor Trail in the 2017-2018 Fiscal year. Quality Roofing also has a standard one-year workmanship warranty. Under both contracts, the manufacturer of the roofing materials offers a 20-year factory warranty on materials. In 2016 and 2017, Quality Roofing installed new roofing at Edison, Dossin and Vernor. All projects were successfully completed.

Our third vendor, Lutz Roofing, is a full-service roofing and sheet metal commercial contractor with over 35 years of experience installing single ply commercial roof systems in Michigan, Ohio, Illinois and Indiana. In 2016-2017, Lutz Roofing was prime on the installation of roofing system and Emerson, Bagley and Spain. In the 2017-2018 fiscal year, Lutz worked on a series of District wide repairs at Cody, Mann, Carver, Henry Ford and several other schools. All projects were successfully completed.

All three roofing entities offer a one-year warranty on workmanship on every new roof installation, with a 20-year warranty on materials. The companies are also certified and authorized to repair every roof system they offer by the manufacturers of the roofing systems. Therefore, if unforeseen water intrusion occurs the District can be assured the roof is repaired correctly.

Finally, all three contractors offer managed, proactive, preventative maintenance programs that guard against leaks and increase the life expectancy of the roofs. Although not included in the current contract amount, the District is considering whether purchase of such programs is feasible.

Gap Analysis:

Without these contracts, the schools would suffer further building damage due to roofing system leaks, portions of the building would still be challenging, dangerous and/or off limits for student use, and resources would need to be expended for continual, patching and other repairs because of the roof leaks. Currently, the damaged roofs are interrupting the learning environments at several locations and are worsening every year.

Previous Outcomes:

Successful completion of all contracted projects.

Expected Outcomes:

The District would initiate roof replacements at Thirkell, Central HS, Marquette, Pasteur, Mann, Clark, Bethune, Coleman Young, Keiden, Greenfield Union, Barton, and Cooke, and roofing repairs at Osborn, Sampson-Webber, Thurgood Marshall, Clemente, and Ronald Brown Academy using the unit pricing in the contracts proposed by the vendors noted above. In addition, the District would immediately implement a roofing maintenance plan to protect these roofs once replaced that is aligned to the manufacturer's warranty parameters (note, this may not be the vendor-managed program described above).

Bloom Roofing- ROOF REPLACEMENTS		Bloom Roofing- ROOF REPAIRS	
Total SF	80,820	Total SF	TBD
Cost	\$ 1,115,650	Cost	\$100,000
10% Contingency	\$11,565	10% Contingency	\$10,000
Total NTE	\$1,227,215	Total NTE	\$110,000

Lutz Roofing-ROOF REPLACEMENTS		Lutz Roofing-ROOF REPAIRS	
Total SF	308,900	Total SF	114,858
Cost	\$1,497,500	Cost	\$150,000
10% Contingency	\$149,750	10% Contingency	\$15,000
Total NTE	\$1,647,250	Total NTE	\$165,000

Quality-ROOF REPLACEMENTS		Quality-ROOF REPAIRS	
Total SF	87,500	Total SF	81,000
Cost	\$1,402,792	Cost	\$50,000
10% Contingency	\$140,279.20	10% Contingency	\$5,000
Total NTE	\$1,543,071.20	Total NTE	\$55,000

The majority of the roof replacements are scheduled to be completed on or before December 31, 2019. With such an extensive list of schools, some may be completed during the 2020 construction season.

Alignment to Strategic Plan:
Responsible Stewardship

Financial Impact:

Capital Projects Fund: \$4,747,537

Bid Process: On April 15, 2019 the District issued a Request for Proposals (RFP 19-0234) for roof replacement and repair of sixteen schools. RFP (RFP 0-1-2019) was issued on April 16, 2019. DemandStar noticed over 500 qualified and registered firms; the District received four qualified responses for fifteen schools and one qualified response for one of the schools due to the nature of the roof. Based on evaluation of the proposal, Bloom Roofing, Quality Roofing and Lutz Roofing were selected as the suppliers due to pricing, past history with the District, overall capability and qualifications, and the ability to meet the District's project timeline.

Contact for Item:

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Administrative Content

[Bloom.zip \(2,510 KB\)](#)

[Candler.PDF \(20,464 KB\)](#)

[Lutz.zip \(10,257 KB\)](#)

[Quality.zip \(10,547 KB\)](#)

Executive Content



Agenda Item Details

Meeting	Jun 18, 2019 - Regular Board Meeting
Category	14. Consent Agenda (Administrative Items)
Subject	14.24 Approval of Contract with Premier Group Associates
Access	Public
Type	Action
Recommended Action	Motion to approve approve the contract for athletic field maintenance and repair for District owned properties with Premier Group Associates (PGA) in the amount not-to exceed \$580,000 for the period July 1, 2019 through June 30, 2020.

Public Content

Recommendation:

That the School Board approve the contract for athletic field maintenance for District owned properties with Premier Group Associates (PGA) in the amount not-to-exceed \$580,000 for the period July 1, 2019 through June 30, 2020.

Description and Background:

This item was approved by the Finance Committee on May 24, 2019.

Premier Group Associates is a Detroit-based contractor with over 25 years of experience. This contractor has performed athletic field maintenance, snow removal, landscape services and construction within the school district for over 10 years. This vendor will complete maintenance and repair work for all active high school locations with athletic facilities, selected middle schools with athletic fields, and limited maintenance work on fields played upon by District school teams, owned by the City of Detroit, as needed for District events.

Gap Analysis:

Athletic field maintenance allows the District to maintain safe, compliant, attractive and inviting facilities along with facilities conforming to the rules and regulations of the Michigan State High School Athletic Association (MHSAA), the governing body of high school athletics in Michigan. Generally, the contractor begins maintenance of the fields and facilities prior to the start of the season of the sport and continues until the sports' season is completed. This service contract allows the school district not only to comply with the MHSAA regarding field preparation (grooming, irrigation, field marking, etc.), but to also reduce injuries to student athletes by the proper conditioning and irrigation of the fields and facilities.

Previous Outcomes:

During the 2017 and 2018 season, PGA was the sole provider of athletic field maintenance services. They performed athletic facilities' maintenance as a part of their contract for landscape maintenance and snow removal with the District. The contract for snow and landscaping had been re-bid from the year before, and while PGA was assigned less work under the snow removal, landscaping and grounds portion of the contract, they were given all the athletic field maintenance work.

This year, the athletic field maintenance contract was separately bid with PGA being the sole respondent. Based on PGA's proven track record of athletic field work and their unit costs bid coming in at or below costs of last year, it is recommended that the vendor to be retained as the athletic field vendor. Spending on athletic fields last year with PGA was \$460,000, which included minor field maintenance. With the inclusion of repair work approved in the Capital Projects Budget, the Fiscal Year 2020 contract amount will be \$580,000.

Expected Outcomes:

We are requesting an amount totaling \$460,000 from general funds and \$120,000 from the Capital Projects Budget for routine maintenance and repairs, bringing school fields into optimum condition for High School play. The school District will utilize the services of Premier Group Associates to perform Spring clean-up, fall clean-up debris control, turf mowing, edging, string line trimming, irrigation system repair, start-up and shut-down, seasonal maintenance, aeration and de-thatching, topsoil application and seeding, fertilizing, application of herbicides and pesticides, grading, drag and rake in-fields, field rolling, field renovation, assess and supplement existing athletic infield mix and field conditioner in infields, perform all tasks of the artificial field turf maintenance section of the contract, and other related duties. In addition, PGA will perform all pre-game preparation, field marking, and set-up.

During the season, the contractor will be activated by the District based on seasonal needs/schedules for baseball, softball, football, track and field events and other miscellaneous sports as dictated by the Office of Athletics. This contract provides autonomy, independence and flexibility in activating services for athletic field maintenance work.

Alignment to Strategic Plan:

Responsible Stewardship.

Financial Impact:

\$460,000, General Fund
\$120,000, Capital Projects
TOTAL: \$580,000

Bid Process: On December 7, 2018, an RFP (19-0143) was distributed to solicit proposals for the selection of a partner that will provide services needed to maintain District Athletic Fields. Via Demandstar, 199 companies were notified of the RFP, and one response was received on or by January 11, 2019.

Contact for Item:

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[19-0143-C PGA Contract 05-31-2019.pdf \(54 KB\)](#)

Administrative Content

[Cost Proposal_Belle Isle Cross Country_Final.pdf \(633 KB\)](#)

[Cost Proposal_PGA Pricing Matrix.xls \(96 KB\)](#)

[Final Bid Packet.pdf \(18,488 KB\)](#)

Executive Content

Out-of-State Travel Requests



STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

GRETCHEN WHITMER
GOVERNOR

RACHAEL EUBANKS
STATE TREASURER

DETROIT FINANCIAL REVIEW COMMISSION

SCHOOL DISTRICT RESOLUTION 2019-16

APPROVING THE COMMUNITY DISTRICT'S JUNE 2019 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 June 24, 2019 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 June 2019 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 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	Student	Faculty/Chaperones	Participants	Funding Source	Total Est. Cost	Approved by:	Notes
1	Office of Charter Schools NACSA Conference	St. Louis, MO	October 21-24, 2019	Charter Schools	2	0	0	2	General	\$3,564.00	Finance Committee 05.24.2019 Academic Committee 05.21.2019 Anticipated Approval Board 06.18.2019 FRC 06.24.2019	
2	IB Global Conference IB Diploma Program	New Orleans, LA Atlanta, GA New York, NY Las Vegas, NV	Jul. 18-21, 2019 Jul. 8-11, 2019 Jul. 8-11, 2019 Aug. 16-19, 2019	Curriculum & Instruction	0 0 0	0 0 0	13 2 5 3	13 2 5 3	General/Grants	\$29,877.00 \$4,542.00 \$12,918.00 \$7,991.00	Finance Committee 05.24.2019 Academic Committee 05.21.2019 Anticipated Approval Board 06.18.2019 FRC 06.24.2019	

Out-of-State Travel 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	Student	Faculty/ Chaperones	Participants	Funding Source	Total Est. Cost	Approved by:	Notes
3	School Nutrition Association's Annual National Conference	St. Louis, MO	July 13-16, 2019	Office of School Nutrition	2	0	0	2	Grants	\$1,428.00	Finance Committee 05.24.2019 Academic Committee 05.21.2019 Anticipated Approval Board 06.18.2019 FRC 06.24.2019	



Agenda Item Details

Meeting	Jun 18, 2019 - Regular Board Meeting
Category	14. Consent Agenda (Administrative Items)
Subject	14.06 Out of State Travel: Office of Charter Schools NACSA Conference (October 21-24, 2019)
Access	Public
Type	Action
Recommended Action	That the School Board approve the request for out of state travel for two Office of Charter Schools staff members to attend the 2019 National Association of Charter School Authorizers (NACSA) Annual Leadership Conference as described below in the total amount of \$3,564. This request is funded by the 3% retained by the District in its role as a charter school authorizer.

Public Content

Recommendation:

That the School Board approve the request for out of state travel for two Office of Charter Schools staff members to attend the 2019 National Association of Charter School Authorizers (NACSA) Annual Leadership Conference as described below in the total amount of \$3,564.

Description and Background:

This item was approved by the Academic Committee on May 21, and the Finance Committee on May 24, 2019.

The following represents the travel request for approval:

Trip Details	Estimated Cost		Comments
Event: 2019 National Association of Charter School Authorizers (NACSA) Leadership Conference			
Location: St. Louis, Missouri	Registration:	\$1,000	
Dates: October 21 – October 24, 2019	Transportation:	\$794	
Department: Charter Schools	Lodging & Food:	\$1,374	
Participants: 2 (1 Executive Director and 1 Deputy Executive Director)	Per Diem:	\$396	
Funding Source: 3% Authorizer Fee	Total:	\$3,564	

The District charges a 3% administration fee to charter schools approved by the District. The administration fee is allocated to cover the expenses incurred by the Charter School Department including travel for this trip.

Gap Analysis:

The overall purpose is to give two Office of Charter Schools staff members the opportunity to participate in the only national conference dedicated to quality charter school authorizing. The NACSA Leadership Conference offers a broad range of professional development sessions including leadership, finance and academics. Additionally, this conference will meet the mission outlined by the District to be a High Quality Authorizer.

Previous Outcomes:

The NACSA Leadership conference’s audience consists of charter school authorizers from around the country, which includes leaders of state education agencies, local school districts, independent chartering boards, university authorizing offices, among others. In addition to authorizers, the conference hosts journalists, education reform organizations, and public officials from across the country. The Office of Charter Schools has attended the NACSA Leadership Annual Conference in the past. As a result, we have adopted and implemented best practices for charter school authorizing.

Expected Outcomes:

The 2019 NACSA Leadership Conference will facilitate the following outcomes for participants:

- Develop and execute their vision of quality authorizing to lead their agency.
- Work with other industry leaders to face the challenges of bringing best practices into their office.
- Cultivate growth in themselves and others through a commitment to quality authorizing.

Alignment to Strategic Plan:

Responsible Stewardship

Financial Impact:

General Fund: \$3,564

Contact for Item:

Name: Alycia Meriweather

Phone: 313-873-7553

Email: alycia.meriweather@detroitk12.org

Supporting Documents/Attachments:

Administrative Content

Executive Content

**Agenda Item Details**

Meeting	Jun 18, 2019 - Regular Board Meeting
Category	14. Consent Agenda (Administrative Items)
Subject	14.07 Out of State Travel - International Baccalaureate (Multiple Dates)
Access	Public
Type	Action
Recommended Action	Motion to approve the request for out of state travel for Cass & Renaissance High School staff as described below in an amount not to exceed \$55,338 in Title IV and General Funds.

Public Content**Recommendation:**

That the School Board approve the request for out-of-state travel for Cass & Renaissance High School staff as described below in an amount not to exceed \$55,338.

Description and Background:

This item was approved by the Academic Committee on May 21, and the Finance Committee on May 24, 2019.

The following represents the request for travel:

Trip Details	Estimated Cost	Focus
Event: IB Global Conference Location: New Orleans, LA Dates: July 18 - 21 Department: Renaissance High School Participants: 13	Registration - \$1095 per attendee (total registration \$14,235) Per diem for 4 days - \$284 per attendee (total per diem \$3,682) Lodging for 3 nights - \$420/person (total lodging \$5,460) Average flight prices - \$500/person (total travel \$6,500) Total Cost - \$29,877	Educators from around the world will showcase collaborative skills and innovative ideas surrounding the IB mission. The IB Global Conferences allows teachers to stay engaged with the latest trends in international education, gain professional development, network with educators from around the globe and explore new partnerships with education partners and influencers.
Event: International Baccalaureate Diploma Programme Location: Atlanta, Georgia Dates: July 8 - 11, 2019 Department: Cass Technical High School Participants: 2	Registration: \$2,140 Transportation: \$612 Lodging: \$1,328 Per Diem: \$462 Total: \$4,542	IB Coordinators (2) One IB Coordinator never trained and the other requires new subject updates.

Trip Details	Estimated Cost	Focus
Event: International Baccalaureate Diploma Programme Location: New York, New York Dates: July 8 – 11, 2019 Department: Cass Technical High School Participants: 5	Registration: \$6,475 Transportation: \$2,130 Lodging: \$3,403 Per Diem: \$910 Total: \$ 12,918	3 Visual Arts Teachers who have never been trained in visual arts 1 Chinese Teacher who has never been trained 1 French Teacher who has been trained, but the subject has been completely revamped
Event: International Baccalaureate Diploma Programme Location: Las Vegas, Nevada Dates: August 16 – 19, 2019 Department: Cass Technical High School Participants: 3	Registration: \$2,232 Transportation: \$1,763 Lodging: \$3,354 Per Diem: \$642 Total: \$ 7,991	2 History Teachers who have never been trained 1 Biology Teacher who has never been trained.

Gap Analysis:

Renaissance and Cass Technical High School are the only two high schools in the district offering the IB Diploma Programme for student acceleration. Professional development is required to prepare teachers with strategies to address the level of complexity of each course ultimately preparing students to pass the necessary assessments to earn the IB diploma. Professional development is also specific to content levels and required to acquire and maintain schoolwide IB certification.

As the District prepares for the fall, the necessary professional development courses do not occur in a single location over the next several months but instead require the IB team to attend trainings in multiple locations to complete each professional development opportunity.

Previous Outcomes:

12 teachers previously attended conferences in NM, GA, and CA.

Expected Outcomes:

Participants will be provided professional development in content specific strategies to implement the IB curriculum for their content area. Teacher professional development will lead to an increased number of students who earn an IB diploma.

Alignment to Strategic Plan:

Whole Child Commitment
 Outstanding Achievement

Financial Impact:

\$55,338 from Title IV (\$29,887) and General Funds (\$25,451).

Contact for Item:

Name: Beth Gonzalez
 Phone: 313-408-6765
 Email: beth.gonzalez@detroitk12.org

Supporting Documents/Attachments:**Administrative Content**

Executive Content



Agenda Item Details

Meeting Jun 18, 2019 - Regular Board Meeting
 Category 14. Consent Agenda (Administrative Items)
 Subject 14.08 Out-of-State Travel Request to School Nutrition Association's Annual National Conference (July 13-16, 2019)
 Access Public
 Type Action
 Recommended Action Motion to approve out of state travel to the School Nutrition Association's Annual National Conference for the period of July 13, 2019 through July 16, 2019 in the amount not-to-exceed \$1,428.

Public Content

Recommendation:

That the School Board approve out-of-state travel for the period of July 13, 2019 through July 16, 2019 in the amount not-to-exceed \$1,428.

Description and Background:

This item was approved by the Finance Committee on May 24, 2019.

The School Nutrition Association's Annual National Conference (ANC) provides strategies and resources for those in the field of school nutrition. Members of the Office of School Nutrition (OSN) obtain necessary training in four core areas of the USDA: Nutrition, Operations, Administration and Communications and Marketing. Each attendee will attend sessions that support OSN's current initiatives.

Trip Details	Estimated Cost	Comments
Event: 2019 School Nutrition – Annual National Conference Location: St. Louis, Missouri Dates: 7/13/19 – 7/16/19 Department: Office of School Nutrition Participants: 1 Assistant Directors, and 1 District Chef Funding Source: Rebates*, National School Lunch Program	Registration: \$0.00 (Cost is covered through Kitchen Circle Promotion) Transport: \$900 Lodging: \$0.00 (Cost is covered through Kitchen Circle Promotion) Per Diem: \$528 Total: \$1,428	*The Kitchen Circle Promotion grants points earned through our food purchasing program as a rebate program to be used specifically to help pay only for attendance to child nutrition industry conferences.

Gap Analysis:

Chiefly, OSN seeks to increase the number of students eating breakfast and lunch everyday. This conference convenes the nation's leading experts in the field and provides opportunity for collaboration, research, training, and introduction to new developments and trends. It provides single week offerings to support OSN's efforts.

Previous Outcomes:

OSN staff last attended the ANC conference during the 2017-18 school year during which attendees connected with resources and vendors that allowed for several operational improvements and cost savings through new product sourcing and participating in manufacturers discount programs. During the conference OSN members were able to source new items such as the new beef and bean burrito and beef patty which replaced the less popular brand served. District staff members were also introduced to food carts used for the popular grab-n-go breakfast program.

Expected Outcomes:

It is expected that each attendant participate in every scheduled session and garner resources and information to share with the entire OSN team. A comprehensive plan based on OSN's core initiatives will be generated listing goals and benchmarks derived from conference sessions.

Alignment to Strategic Plan:

Whole Child Commitment

Financial Impact:

National School Lunch Program (Grant Funds): \$1,428

Contact for Item:

Name: Machion Jackson

Phone: 313-873-6532
Email: Machion.Jackson@detroitk12.org

Administrative Content

Executive Content

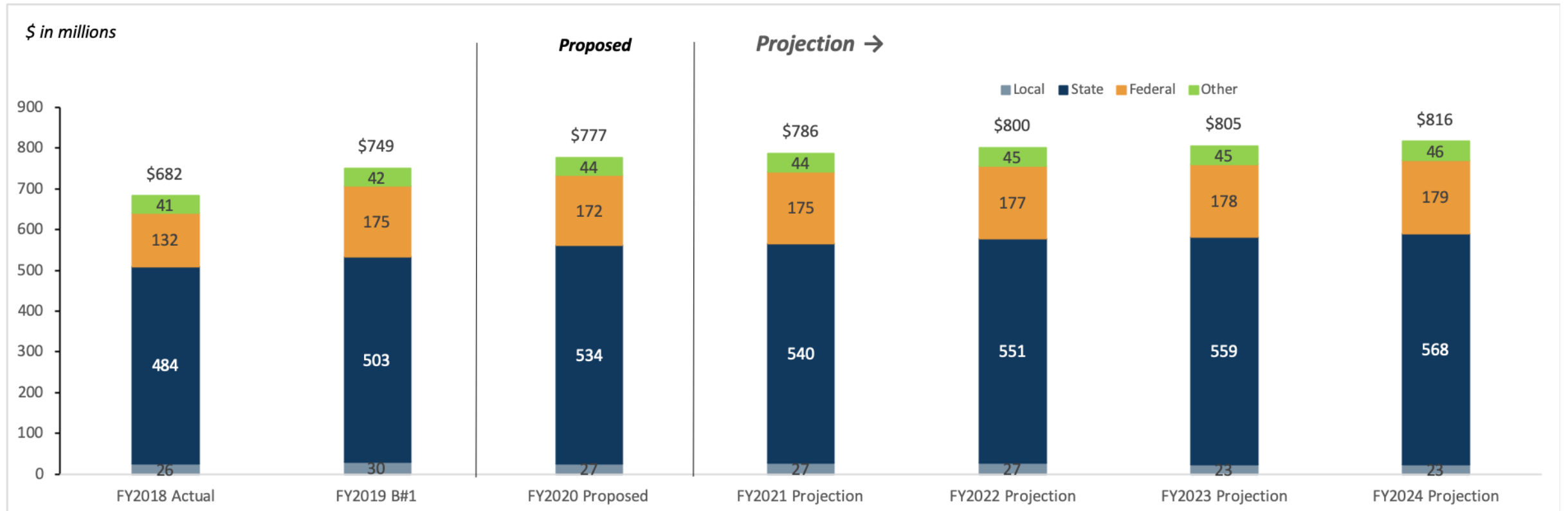
Appendix: DPSCD 5 Year Budget Projections

Key projection assumptions

Assumption	Projection methodology
Revenues:	
Enrollment (FTE)	<ul style="list-style-type: none"> Proposed FY 2020 budget includes a 1% increase over current enrollment (~50,094 student FTEs). Projected enrollment (FY 2021 - FY 2024) grows at 1% per year (~500 students / year).
Foundation allowance (State Aid)	<ul style="list-style-type: none"> Foundation allowance grows at a rate of \$100 / pupil in FY 2020 (1.2%) and \$80 / pupil (1.0%), in each year, thereafter.
Enhancement millage	<ul style="list-style-type: none"> Enhancement millage (\$372 / pupil) is held constant through FY 2022 (last year authorized). Enhancement millage is reduced by \$90 / pupil in FY 2023 to account for revenue shared with Charter Schools.
All other revenue	<ul style="list-style-type: none"> Act 18 revenue is held constant in FY 2020, and then grows at the rate of enrollment (~1% / year). Federal and all other revenue sources are anticipated to grow at the rate of enrollment (~1% / year).
Expenditures:	
Personnel (FTE)	<ul style="list-style-type: none"> Projection assumes all vacancies are funded, and certain contracted positions are insourced over the next 2 years.
Wages	<ul style="list-style-type: none"> Projection assumes CBA wage increases, increased Professional Development time, one-time bonuses and retirements. Contingency is included in the projections to account for CBA wage reopeners (FY 2021 – FY 2024).
Benefits	<ul style="list-style-type: none"> HDLV benefits are projected to increase ~5.0% per year consistent with estimated industry growth expectations. All other benefits (pension, payroll taxes and workers comp.) are maintained at current levels, as a percentage of payroll.
Non-personnel costs	<ul style="list-style-type: none"> Non-personnel costs include Facilities, IT, Supplies and Services, and other discretionary expenditures Costs are assumed to grow at the rate of enrollment, plus an inflation factor (1 - 2% / year). Contingency of ~\$8M / year included.

Revenue is projected to grow to ~\$816m by FY 2024

Key Revenue Assumptions	Current (FY 2019)	Projection Methodology
Enrollment (FTE)	49,593	Current enrollment is based on Winter 2019. Projected enrollment (FY 2020 – FY 2024) increases by 1% or ~500 FTEs
Foundation Allowance (per Pupil)	\$7,906	Foundation allowance grows at a rate of \$100 / pupil in FY 2020 (1.2%) and \$80 / pupil (1.0%), in each year, thereafter
Enhancement Millage Per Pupil	\$372	Enhancement millage is held constant through FY 2022, which is the last year of collection under current authorization. From FY 2023 forward, a \$90 / pupil reduction is incorporated to reflect allocations to charter schools
All Other	1.0%	Act 18, Federal and other revenue sources are assumed to grow at the rate of enrollment growth (~1%)

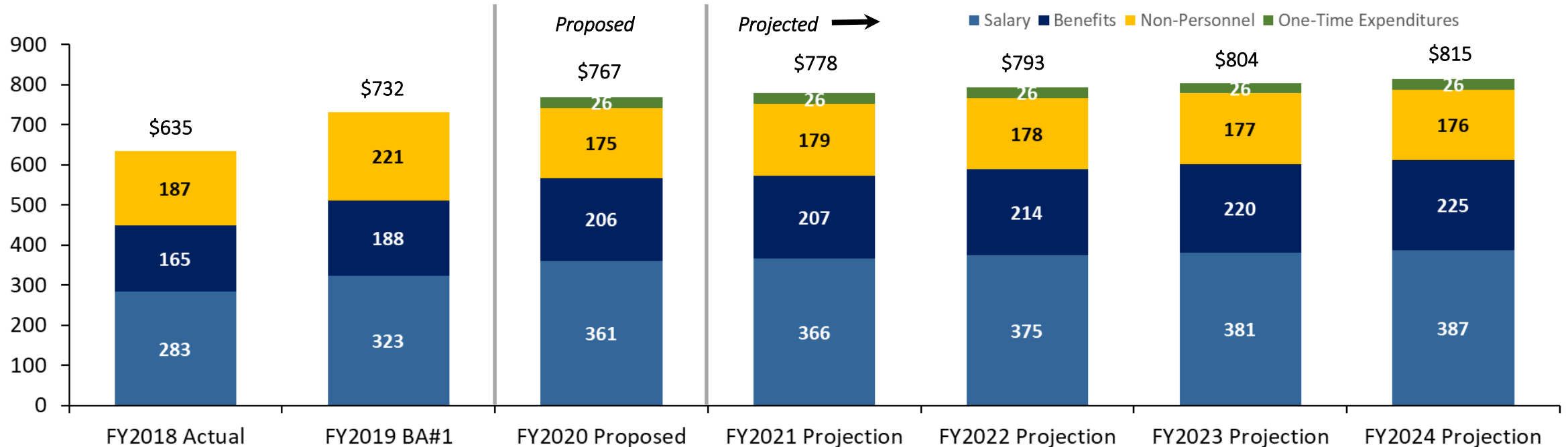


Expenditures Projected to be ~\$815m by FY 2024

The projected expenditures include the personnel cost associated with the school staffing model, and a shift from contractors to employees.

- Salary: Assumes wage increases, vacancies filled, headcount growth, insourcing, and attrition.
- Benefits: Benefits is projected as a percentage of payroll/wages. Growth is primarily due to the increase in payroll as well as estimated increases in health care premiums.
- Non-personnel: Non-personnel costs include Facilities, IT, Supplies and Services, and other discretionary expenditures. Assumed to grow based on enrollment, and an inflation factor.
- One-Time Expenditures: Key one-time expenses for professional development, curriculum and other strategic investments aligned to the District's strategic plan.

\$ in Millions



Appendix: DPS FY 20 Proposed Budget

Detroit Public Schools' Restructuring

- Effective July 1, 2016, the Michigan Legislature approved a set of bills to restructure Detroit Public Schools (DPS). The bills effectively split DPS into two entities, Detroit Public Schools and Detroit Public Schools Community District (DPSCD).
- DPS has two types of debt, capital bonds which are being repaid by the 13 mills levy and operating debt which is being repaid by the 18 Mills levy.
 - As of June 30, 2019, there was \$1.46 billion in debt associated with the capital bonds which the current debt schedules forecast being repaid by 2049 and \$429.3 million in operating debt which is scheduled to be repaid by 2027.
 - Repayment of the operating debt (18 mills) is contingent on the renewal of the 18 mills levy, which is set to expire in 2022.
- The debt repayment schedules are updated annually based on the projected tax collections. The tax collections are based on property value and collection rates. The City underwent a thorough reassessment of taxable values and collection practices resulting in declining revenues despite consistent collection rates. Beginning in 2018, taxable values and collection rates have been increasing reversing a five year trend of declining receipts.
- The City is projecting a 1% increase in taxable value for FY 20.

DPS Summary of Revenues & Expenditures

- DPS' 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 - \$64.5m
 - (ii) State Sources – Property tax abatements (Renaissance Zone) reimbursed by the State - \$4.3m
- DPS' 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
- The 13 mills revenue is not reflected in the DPS financials, as that revenue is solely dedicated to the repayment of the long term capital bonds. 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.

Appendix: DPSCD FY19 Projected Final Budget - Details

FY19 Projected Final Budget by Object

Expenditures	FY 2019	FY 2019	FY 2019	FY 2019 Proposed BA # 2
	Adopted Budget	Budget Amendment # 1	Proposed Budget Amendment # 2	Increase (Decrease) Over FY 2019 BA # 1
Salaries	322,979,452	311,440,470	319,168,328	7,727,858
Benefits	188,009,812	181,292,046	185,075,712	3,783,666
Purchased Services	159,008,596	183,677,304	138,799,768	(44,877,536)
Supplies	12,442,614	31,102,291	28,603,190	(2,499,101)
Equipment & Capital	3,944,754	3,001,586	1,823,271	(1,178,315)
Utilities	16,649,432	18,841,750	18,841,750	-
Contingency/Restricted				
General Purpose Fund	17,831,299	-	-	-
Section 51C	367,871	367,871	-	(367,871)
Title I/Grants Restricted	28,961,792	29,147,616	-	(29,147,616)
Total Expenditures	750,195,622	758,870,934	692,312,018	(66,558,916)

FY19 Projected Final Budget By Fund

	Fund 11 (General Fund)	Fund 13 (Adult Education)	Fund 14 (Grants)	Fund 16 (Special Education)	Fund 19 (Consolidated Funds)	Fund 22 (Center Based Special Education)	TOTAL
Revenue:							
Total local sources	25,175,490	-	1,494,794	1,600,000	-	39,440,747	67,711,031
State sources	418,708,557	1,801,107	52,478,502	22,252,772	-	16,421,380	511,662,318
Federal sources	-	-	150,250,408	-	-	-	150,250,408
Total Revenue	443,884,047	1,801,107	204,223,704	23,852,772	-	55,862,127	729,623,757
Expenditures:							
Instruction	43,273,577	937,770	74,034,909	25,036,302	181,755,394	30,149,010	355,186,963
Support services							
Pupil services	1,198,252	17,039	15,941,479	18,953,559	23,245,292	10,908,437	70,264,059
Instructional staff support	6,288,961	249,940	19,942,405	2,508,558	13,536,163	1,481,959	44,007,986
General administration	5,427,316	-	183,810	-	-	-	5,611,126
School administration	4,637,985	421,258	1,381,613	698,390	38,395,955	1,898,053	47,433,255
Business office	10,105,620	-	818,494	-	242,154	-	11,166,269
Operations & maintenance	85,110,377	11,600	1,165,906	-	634,209	-	86,922,091
Transportation	27,936,828	23,000	1,827,925	37,337	388,601	70,653	30,284,344
Central support service	30,502,394	80,379	1,773,183	-	2,127,004	-	34,482,960
Other support service	1,960,155	-	-	-	-	-	1,960,155
Total support services	173,167,889	803,216	43,034,815	22,197,844	78,569,379	14,359,102	332,132,245
Community service	23,075	55,370	3,952,572	-	957,043	-	4,988,060
Facilities acquisitions and improvement	-	4,750	-	-	-	-	4,750
Total Expenditures	216,464,541	1,801,107	121,022,296	47,234,146	261,281,815	44,508,112	692,312,017
Other Financial Sources (Uses)							
Sources							
Proceeds from sale of capital assets	368,575	-	-	-	-	-	368,575
Transfers From Food Service Fund	2,000,000	-	-	-	-	-	2,000,000
Total Sources	2,368,575	-	-	-	-	-	2,368,575
Total Other financial uses	2,368,575	-	-	-	-	-	2,368,575
Excess (deficiency) of Revenue/Sources Over (Under) Expenditures	229,788,081	0	83,201,408	(23,381,374)	(261,281,815)	11,354,015	39,680,315

FY19 Projected Final Budget By Fund

	Fund 11 (General Fund)	Fund 13 (Adult Education)	Fund 14 (Grants)	Fund 16 (Special Education)	Fund 19 (Consolidated Funds)	Fund 22 (Center Based Special Education)	TOTAL
Revenue:							
Total local sources	25,175,490	-	1,494,794	1,600,000	-	39,440,747	67,711,031
State sources	418,708,557	1,801,107	52,478,502	22,252,772	-	16,421,380	511,662,318
Federal sources	-	-	150,250,408	-	-	-	150,250,408
Total Revenue	443,884,047	1,801,107	204,223,704	23,852,772	-	55,862,127	729,623,757
Expenditures:							
Instruction	43,273,577	937,770	74,034,909	25,036,302	181,755,394	30,149,010	355,186,963
Support services							
Pupil services	1,198,252	17,039	15,941,479	18,953,559	23,245,292	10,908,437	70,264,059
Instructional staff support	6,288,961	249,940	19,942,405	2,508,558	13,536,163	1,481,959	44,007,986
General administration	5,427,316	-	183,810	-	-	-	5,611,126
School administration	4,637,985	421,258	1,381,613	698,390	38,395,955	1,898,053	47,433,255
Business office	10,105,620	-	818,494	-	242,154	-	11,166,269
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Central support service	30,502,394	80,379	1,773,183	-	2,127,004	-	34,482,960
Other support service	1,960,155	-	-	-	-	-	1,960,155
Total support services	173,167,889	803,216	43,034,815	22,197,844	78,569,379	14,359,102	332,132,245
Community service	23,075	55,370	3,952,572	-	957,043	-	4,988,060
Facilities acquisitions and improvement	-	4,750	-	-	-	-	4,750
Total Expenditures	216,464,541	1,801,107	121,022,296	47,234,146	261,281,815	44,508,112	692,312,017
Other Financial Sources (Uses)							
Sources							
Proceeds from sale of capital assets	368,575	-	-	-	-	-	368,575
Transfers From Food Service Fund	2,000,000	-	-	-	-	-	2,000,000
Total Sources	2,368,575	-	-	-	-	-	2,368,575
Total Other financial uses	2,368,575	-	-	-	-	-	2,368,575
Excess (deficiency) of Revenue/Sources Over (Under) Expenditures	229,788,081	0	83,201,408	(23,381,374)	(261,281,815)	11,354,015	39,680,315

FY19 Projected Final Budget - *Personnel Details*

FY19 Projected Final Budget - Staffing Comparison

EEO Category	Category (FTE)	FY 2019 ADOPTED BUDGET		FY 2019 BUDGET AMENDMENT # 1		FY 2019 BUDGET AMENDMENT # 2		Increase (Decrease) over FY 2020 Draft - FY 2019 Budget Amendment # 1	
		FTE	Salaries and Benefits Budget	FTE	Salaries and Benefits Budget	FTE	Salaries and Benefits Budget	FTE	Salaries and Benefits Budget
1	Officials/Administrator/Managers	201	\$ 28,037,619	282	\$ 31,309,573	289	32,120,069	7	\$ 810,496
2	Principals	103	17,550,298	103	17,713,682	103	17,713,682	-	0
4	Assistant Principals/Non-Teaching	110	12,905,873	128	14,811,941	128	14,811,941	-	-
Tchr, 5-6	Elementary/Secondary Classroom Teacher	3,076	283,335,848	2,877	247,730,796	2,884	248,359,380	7	628,584
Tchr, 7	Other Classroom Teacher	81	6,699,917	94	7,654,493	98	7,963,930	4	309,437
8	Guidance	240	20,941,332	185	14,415,936	170	13,247,076	(15)	(1,168,860)
9	Psychological	40	3,607,366	35	3,028,613	35	3,028,613	-	-
11	Consultants and Supervisors of Instruction	42	4,359,112	255	12,457,805	271	13,239,471	16	781,666
12	Other Professional Staff	474	43,635,793	660	55,404,708	639	53,625,042	(21)	(1,779,666)
13	Aides	1,136	40,836,214	1,295	44,049,159	1,292	43,937,250	(3)	(111,909)
14	Technicians	-	-	5	213,852	5	213,852	-	-
15	Clerical/Secretarial Staff	308	17,164,925	333	17,340,773	331	17,236,468	(2)	(104,305)
16	Service Workers	301	10,828,840	337	11,492,281	407	13,882,258	70	2,389,977
17	Skilled Crafts	10	605,380	11	621,391	11	621,391	-	-
	Totals (1-18)	6,122	\$ 490,508,517	6,600	\$ 478,245,003	6,663	\$ 480,000,423	63	\$ 1,755,420
PT	Part-Time	164	1,377,201	266	2,107,297	186	1,473,523	(80)	(633,774)
Sub/Inst	Substitutes/Instructional	-	2,602,958	-	2,602,958	-	2,602,958	-	-
Sub/NonInst	Substitutes/Non Instructional	6	122,970	8	262,423	4	131,212	(4)	(131,212)
	Totals (Part-Time and Subs	170	\$ 4,103,129	274	\$ 4,972,677	190	\$ 4,207,692	(84)	\$ (764,985)
Other	Other positions	13	8,525,741	33	9,514,836	12	20,035,925	(21)	10,521,089
	Total	6,305	\$ 503,137,387	6,907	\$ 492,732,516	6,865	\$ 504,244,040	(42)	\$ 11,511,524

- The above table represents the General Fund only (Food Service is excluded).
- Other positions refer to additional miscellaneous positions outside of the FTE categories (e.g., after school, summer school, etc.).

FY19 Projected Final Budget - Filled vs Vacant/New Positions

EEO Category	Category (FTE)	Filled		Vacant		Total	
		FTE	Salaries and Benefits Budget	FTE	Salaries and Benefits Budget	FTE	Salaries and Benefits Budget
1	Officials/Administrator/Managers	222	32,120,069.00	68	\$ -	289	\$ 32,120,069
2	Principals	103	17,713,682	-	-	103	17,713,682
4	Assistant Principals/Non-Teaching	121	14,811,941	7	-	128	14,811,941
Tchr, 5-6	Elementary/Secondary Classroom Teacher	2,725	248,359,380	160	-	2,884	248,359,380
Tchr, 7	Other Classroom Teacher	88	7,963,930	10	-	98	7,963,930
8	Guidance	123	13,247,076	47	-	170	13,247,076
9	Psychological	31	3,028,613	4	-	35	3,028,613
11	Consultants and Supervisors of Instruction	229	13,239,471	42	-	271	13,239,471
12	Other Professional Staff	535	53,625,042	104	-	639	53,625,042
13	Aides	984	43,937,250	308	-	1,292	43,937,250
14	Technicians	5	213,852	-	-	5	213,852
15	Clerical/Secretarial Staff	270	17,236,468	61	-	331	17,236,468
16	Service Workers	344	13,882,258	63	-	407	13,882,258
17	Skilled Crafts	10	621,391	1	-	11	621,391
Totals (1-18)		5,789	\$ 480,000,423	873	\$ -	6,663	\$ 480,000,423
PT	Part-Time	131	1,473,523	55	-	186	1,473,523
Sub/Inst	Substitutes/Instructional	-	2,602,958	-	-	-	2,602,958
Sub/NonInst	Substitutes/Non Instructional	1	131,212	3	-	4	131,212
Totals (Part-Time and Subs)		132	\$ 4,207,692	58	\$ -	190	\$ 4,207,692
Other	Other positions	11	20,035,925	1	-	12	20,035,925
Total		5,932	\$ 504,244,040	932	\$ -	6,865	\$ 504,244,040

- The above table represents the General Fund only (Food Service is excluded).
- Includes newly created positions.
- Other positions refer to additional miscellaneous positions outside of the FTE categories (e.g., after school, summer school, etc.).

FY 2019 Budget Amendment #2 - General Fund vs Grant Fund Vacancies

EEO Category	Category (FTE)	Vacancies Impacting General Fund		Grant Funded Vacancies		Grand Total	
		FTE	Salaries and Benefits Budget	FTE	Salaries and Benefits Budget	FTE	Salaries and Benefits Budget
1	Officials/Administrator/Managers	54	-	14	\$ -	68	\$ -
2	Principals	-	-	-	-	-	-
4	Assistant Principals/Non-Teaching	7	-	-	-	7	-
Tchr, 5-6	Elementary/Secondary Classroom Teacher	124	-	36	-	160	-
Tchr, 7	Other Classroom Teacher	8	-	2	-	10	-
8	Guidance	23	-	24	-	47	-
9	Psychological	4	-	0	-	4	-
11	Consultants and Supervisors of Instruction	26	-	16	-	42	-
12	Other Professional Staff	59	-	45	-	104	-
13	Aides	144	-	164	-	308	-
14	Technicians	-	-	-	-	-	-
15	Clerical/Secretarial Staff	48	-	13	-	61	-
16	Service Workers	62	-	1	-	63	-
17	Skilled Crafts	1	-	-	-	1	-
Totals (1-18)		559	\$ -	314	\$ -	873	\$ -
PT	Part-Time	1	-	54	-	55	-
Sub/Inst	Substitutes/Instructional	-	-	-	-	-	-
Sub/NonInst	Substitutes/Non Instructional	-	-	3	-	3	-
Totals (Part-Time and Subs		1	\$ -	57	\$ -	58	\$ -
Other	Other positions	1	-	-	-	1	-
Total		561	\$ -	371	\$ -	932	\$ -

- The above table represents the General Fund only (Food Service is excluded).
- Vacancies Impacting the General Fund: Fund 11 General Purpose (100%), Fund 16 Special Education (50%), Fund 19 Consolidated (70%)
- Includes newly created positions.
- Other positions refer to additional miscellaneous positions outside of the FTE categories (e.g., after school, summer school, etc.)

FY19 Projected Final Budget - *Purchased Services and Supplies Details*

FY19 Projected Final Budget – Purchased Services

Purchased Services	FY 2019 Adopted Budget	FY 2019 Budget Amendment # 1	FY 2019 Proposed Budget Amendment # 2	Increase (Decrease) over FY 2019 Proposed BA # 2 - FY 2019 BA # 1		% of Purchased Services	
				\$ Change	% Change	FY 2019 Budget Amendment # 1	FY 2019 Budget Amendment # 2
Facilities	51,684,193	53,617,205	47,373,983	(6,243,222)	(11.6%)	29.2%	34.1%
Professional and Technical Services	38,352,991	59,251,888	27,545,395	(31,706,493)	(53.5%)	32.3%	19.8%
Client/Pupil Transportation	33,738,028	33,482,510	30,065,487	(3,417,022)	(10.2%)	18.2%	21.7%
Technology	17,657,345	13,641,212	13,064,667	(576,545)	(4.2%)	7.4%	9.4%
Other Purchased Services	5,883,471	6,178,686	4,596,241	(1,582,444)	(25.6%)	3.4%	3.3%
DPSCD Police	5,278,746	6,204,249	5,589,083	(615,166)	(9.9%)	3.4%	4.0%
Communication	1,910,553	4,763,157	3,991,347	(771,811)	(16.2%)	2.6%	2.9%
Insurance and Bond Premiums	1,678,000	1,623,845	1,541,508	(82,337)	(5.1%)	0.9%	1.1%
Travel/Workshops-Staff	1,077,233	1,347,247	1,557,697	210,450	15.6%	0.7%	1.1%
Printing and Binding	519,858	830,934	901,123	70,189	8.4%	0.5%	0.6%
Miscellaneous Expenditures	482,245	787,342	694,639	(92,704)	(11.8%)	0.4%	0.5%
Advertisement	341,500	587,870	536,437	(51,433)	(8.7%)	0.3%	0.4%
Dues and Fees	239,040	658,638	687,077	28,439	4.3%	0.4%	0.5%
Repair and Maintenance Services	165,391	534,201	486,028	(48,172)	(9.0%)	0.3%	0.4%
Rentals	-	168,320	169,055	735	0.4%	0.1%	0.1%
Total Purchased Services	159,008,594	183,677,304	138,799,768	(44,877,536)	(24.4%)	100.0%	100.0%

FY19 Projected Final Budget– Supplies

Supplies	FY 2019 Adopted Budget	FY 2019 Budget Amendment # 1	FY 2019 Proposed Budget Amendment # 2	Increase (Decrease) over FY 2019 Proposed BA # 2 - FY 2019 BA # 1		<i>% of Supplies</i>	
				\$ Change	% Change	<i>FY 2019 Budget Amendment # 1</i>	<i>FY 2019 Budget Amendment # 2</i>
Educational Media and Text Books	271,000	17,712,735	2,993,831	(14,718,904)	(83.1%)	56.5%	10.5%
Other Supplies	1,590,547	6,434,162	18,643,576	12,209,414	189.8%	20.5%	65.2%
Resale Supplies and Materials	113,548	93,005	337,133	244,127	262.5%	0.3%	1.2%
Teaching/Testing Supplies and Materials	10,192,520	6,653,492	6,159,082	(494,410)	(7.4%)	21.2%	21.5%
Transportation Supplies	275,000	455,001	469,569	14,568	3.2%	1.5%	1.6%
Total Supplies	12,442,615	31,348,395	28,603,190	(2,745,205)	(8.8%)	100.0%	100.0%

Appendix: DPSCD Finance Detailed Schedules

DPSCD FY 2019 Monthly Cash Flows

\$ in thousands

	2018						2019						FY 19 Total
	July Actual	August Actual	September Actual	October Actual	November Actual	December Actual	January Actual	February Actual	March Actual	April Actual	May Forecast	June Forecast	
Cash Receipts													
State Aid	\$ 39,713	\$ 39,854	\$ -	\$ 39,999	\$ 41,533	\$ 41,148	\$ 39,417	\$ 39,472	\$ 44,507	\$ 46,622	\$ 41,148	\$ 41,148	\$ 454,564
MPSERS (State Funded)	2,983	2,986	-	-	6,721	3,361	3,361	3,361	3,361	3,361	3,361	3,361	36,214
Enhancement Millage	-	-	-	2,986	5,572	762	-	3,979	2,544	1,976	678	-	18,498
Grants	5,380	29,612	4,226	5,585	8,587	40,493	21,505	7,546	23,385	8,704	12,673	13,185	180,881
Transfer from DPS	-	13,134	-	7	0	0	0	-	355	-	1	-	13,497
WCRESA	-	486	2,055	3,540	3,097	3,097	2,971	2,971	2,971	3,533	2,896	2,971	30,588
Food Service Reimbursement	-	1	30	47	3,981	5,202	52	23	46	2,698	4,632	3,241	19,952
Miscellaneous	1,200	1,381	1,200	17,679	1,261	1,236	479	930	2,884	766	1,092	2,941	33,048
Total Cash Receipts	49,276	87,453	7,512	69,843	70,753	95,298	67,786	58,281	80,053	67,660	66,480	66,847	787,241
Cash Disbursements													
MPSERS (Pass through)	\$ (2,983)	\$ (2,983)	\$ (2,986)	\$ -	\$ -	\$ (6,721)	\$ (3,361)	\$ (3,361)	\$ (3,361)	\$ (3,361)	\$ (3,361)	\$ (3,361)	\$ (35,836)
Payroll Direct Deposit	(14,239)	(16,180)	(30,834)	(17,583)	(18,077)	(20,545)	(23,996)	(16,466)	(17,983)	(17,039)	(17,242)	(16,757)	(226,942)
Taxes	(4,860)	(4,345)	(7,714)	(6,431)	(9,001)	(8,054)	(5,116)	(5,899)	(6,281)	(5,617)	(8,613)	(5,678)	(77,611)
FICA	(1,457)	(1,657)	(4,662)	(1,948)	(2,829)	(2,192)	(1,763)	(1,900)	(1,906)	(1,887)	(2,643)	(1,660)	(26,504)
Accounts Payable ¹	(10,430)	(14,104)	(11,522)	(15,876)	(28,584)	(21,511)	(7,658)	(11,432)	(20,111)	(13,390)	(15,510)	(13,867)	(183,993)
Pension (employee portion)	(1,836)	(1,382)	(1,331)	(1,923)	(3,196)	(2,100)	(2,111)	(2,149)	(2,177)	(2,359)	(3,063)	(1,976)	(25,605)
Pension (employer portion)	(5,927)	(4,475)	(4,145)	(6,354)	(10,537)	(6,696)	(6,701)	(6,680)	(6,752)	(7,360)	(9,950)	(6,573)	(82,151)
Health	(2,403)	(5,138)	(40)	(5,659)	(8,726)	(4,324)	(217)	(4,076)	(5,186)	(5,159)	(10,200)	(5,100)	(56,227)
Fringe Benefits	(322)	(208)	(172)	(236)	(228)	(332)	(183)	(187)	(173)	(360)	(471)	(471)	(3,344)
Food Service	(4,435)	(115)	(172)	(1,063)	(3,480)	(4,842)	(260)	(2,643)	(2,481)	(2,180)	(2,923)	(2,339)	(26,933)
Transfer to DPS	-	-	-	-	(172)	-	-	-	-	-	-	-	(172)
Other ²	-	-	(36)	(22)	(17)	(35,314)	(49)	(526)	(28)	(25)	(19,573)	(1,570)	(57,159)
Total Cash Disbursements	(48,892)	(50,588)	(63,615)	(57,096)	(84,848)	(112,632)	(51,414)	(55,318)	(66,439)	(58,737)	(93,549)	(59,351)	(802,477)
Net Cash Flow	384	36,865	(56,103)	12,747	(14,095)	(17,333)	16,372	2,963	13,614	8,923	(27,069)	7,496	(15,236)
Beginning Cash Balance	158,940	159,324	196,189	140,086	152,833	138,738	121,405	137,776	140,739	154,353	163,276	136,207	158,940
Net Cash Flow	384	36,865	(56,103)	12,747	(14,095)	(17,333)	16,372	2,963	13,614	8,923	(27,069)	7,496	(15,236)
Ending Cash Balance	\$ 159,324	\$ 196,189	\$ 140,086	\$ 152,833	\$ 138,738	\$ 121,405	\$ 137,776	\$ 140,739	\$ 154,353	\$ 163,276	\$ 136,207	\$ 143,704	\$ 143,704

*Forecast includes actuals through May 10, 2019

1) October Accounts Payables includes an adjustment reconciling for previous Capital Projects payments that are now reported in the Capital Projects schedule

2) Includes a transfer to establish the Rainy Day Fund (\$35.3M) in December, transfers to the Capital Projects Fund for the Water Hydration Station project (~\$3.0M) and the FY 20 planned capital Projects (~\$17.6M)

DPSCD Internal Service, Capital Projects and Rainy Day Funds

	July Actual	August Actual	September Actual	October Actual	November Actual	December Actual	January Actual	February Actual	March Actual	April Actual	May Forecast	June Forecast	FY 19 Total
General Fund Cash Balance	\$ 159,324	\$ 196,189	\$ 140,086	\$ 152,833	\$ 138,738	\$ 121,405	\$ 137,776	\$ 140,739	\$ 154,353	\$ 163,276	\$ 136,207	\$ 143,704	\$ 143,704
Internal Service Fund and Fiduciary Account													
Beginning Balance	\$ 43,108	\$ 43,108	\$ 43,108	\$ 43,108	\$ 25,342	\$ 25,342	\$ 25,342	\$ 25,342	\$ 25,342	\$ 23,970	\$ 23,970	\$ 23,970	\$ 43,108
(+) Liability Balance Transfer from DPS	-	-	-	-	-	-	-	-	-	-	-	-	-
(-) TIP, Legal, And Workers' Compensation Claims	-	-	-	(17,766)	-	-	-	-	(1,371)	-	-	(2,000)	(21,138)
Ending Internal Service Fund Balance	43,108	43,108	43,108	25,342	25,342	25,342	25,342	25,342	23,970	23,970	23,970	21,970	21,970
Total General Fund and ISF Balance	\$ 202,432	\$ 239,297	\$ 183,194	\$ 178,174	\$ 164,080	\$ 146,746	\$ 163,118	\$ 166,080	\$ 178,323	\$ 187,246	\$ 160,177	\$ 165,674	\$ 165,674
Capital Projects Fund													
Beginning Balance	\$ 10,025	\$ 10,025	\$ 9,139	\$ 6,049	\$ 5,983	\$ 4,983	\$ 3,767	\$ 3,424	\$ 2,744	\$ 2,456	\$ 3,000	\$ 21,205	\$ 10,025
(+) Transfers in ¹	-	-	-	-	-	-	-	-	300	750	18,505	1,113	20,668
(-) Payments for completed projects	-	(886)	(3,090)	(66)	(1,000)	(1,215)	(344)	(680)	(588)	(206)	(300)	(300)	(8,675)
Ending Balance	10,025	9,139	6,049	5,983	4,983	3,767	3,424	2,744	2,456	3,000	21,205	22,018	22,018
Rainy Day Fund													
Beginning Balance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 35,321	\$ 35,395	\$ 35,470	\$ 35,544	\$ 35,620	\$ 35,697	\$ -
(+) Transfers in	-	-	-	-	-	35,321	75	75	75	76	76	76	35,773
(-) Transfers out	-	-	-	-	-	-	-	-	-	-	-	-	-
Ending Balance	-	-	-	-	-	35,321	35,395	35,470	35,544	35,620	35,697	35,773	35,773
Total General Fund, ISF, Capital Projects and Rainy Day Fund Balance	\$ 212,457	\$ 248,435	\$ 189,242	\$ 184,157	\$ 169,062	\$ 185,834	\$ 201,937	\$ 204,294	\$ 216,324	\$ 225,867	\$ 217,079	\$ 223,465	\$ 223,465

*Forecast includes actuals through April 12, 2019

1) Includes transfers in for the Water Hydration Station project (~\$3.0M) and the planned FY20 capital projects (~\$17.6M)

Expenditures by Function – April 2019

Budget to Actual Comparison Current Month

Budget to Actual Comparison YTD

	Budget to Actual Comparison Current Month				Budget to Actual Comparison YTD				
	Budget Month of Apr-FY19	Actual Month of Apr-FY19	Variance		Budget YTD Apr-FY19	Actual YTD Apr-FY19	Variance		
			\$	%			\$	%	
FUNCTION LEVEL EXPENDITURES									
INSTRUCTION									
Elementary Programs	\$ 15,160,916	\$ 13,873,261	\$ (1,287,655)	(8%)	118,279,871	\$ 113,153,721	\$ (5,126,150)	(4%)	
Middle School Programs	1,210,995	1,309,274	98,279	8%	10,134,213	10,505,125	370,912	4%	
High School & Summer Programs	5,613,925	5,637,413	23,488	0%	46,722,270	46,250,048	(472,222)	(1%)	
Special Education	7,142,924	7,077,561	(65,363)	(1%)	58,712,863	58,040,119	(672,744)	(1%)	
Compensatory Education	6,417,932	4,891,219	(1,526,713)	(24%)	66,139,962	58,658,374	(7,481,588)	(11%)	
Career and Technical Education	301,818	266,872	(34,946)	(12%)	2,244,465	2,133,715	(110,750)	(5%)	
Adult/Continuing Education	120,908	135,938	15,030	12%	1,022,813	1,074,927	52,114	5%	
Total Instruction	35,969,418	33,191,538	(2,777,880)	(8%)	303,256,457	289,816,029	(13,440,428)	(4%)	
SUPPORTING SERVICES									
Pupil	7,574,991	6,456,875	(1,118,116)	(15%)	55,424,272	52,245,744	(3,178,528)	(6%)	
Instructional Support	3,749,310	3,264,577	(484,733)	(13%)	32,901,418	30,194,926	(2,706,492)	(8%)	
General Administration	469,733	441,374	(28,359)	(6%)	4,303,836	4,190,729	(113,107)	(3%)	
School Administration	4,114,304	4,036,524	(77,780)	(2%)	38,088,850	37,939,595	(149,255)	(0%)	
Business	851,749	1,095,283	243,534	29%	8,284,215	9,403,940	1,119,725	14%	
Maintenance & Operations	8,397,499	7,669,466	(728,033)	(9%)	70,623,827	65,553,247	(5,070,580)	(7%)	
Transportation	2,979,058	3,700,550	721,492	24%	26,162,884	25,654,470	(508,414)	(2%)	
Central Support Services	2,826,976	2,620,112	(206,864)	(7%)	24,404,552	25,028,647	624,095	3%	
School Activities	219,625	229,503	9,878	4%	4,088,012	1,673,799	(2,414,213)	(59%)	
Total Supporting Services	31,183,245	29,514,264	(1,668,981)	(5%)	264,281,866	251,885,097	(12,396,769)	(5%)	
Community Service	373,729	141,604	(232,125)	(62%)	2,809,437	1,892,976	(916,461)	(33%)	
TOTAL EXPENDITURES	\$ 67,526,392	\$ 62,847,406	(4,678,986)	(7%)	\$ 570,347,760	\$ 543,594,102	\$ (26,753,658)	(5%)	