



STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

GRETCHEN WHITMER
GOVERNOR

RACHAEL EUBANKS
STATE TREASURER

September 27, 2019

**DESIGNEE AUTHORIZATION FOR
DETROIT FINANCIAL REVIEW COMMISSIONS MEETINGS**

In accordance with Public Act 181 of 2014, the Michigan Financial Review Commission Act (the "Act"), MCL 141.1631-141.1643, I hereby designate Joyce A. Parker, Deputy State Treasurer, State and Local Finance, as my designee to serve in my absence as a member of the Financial Review Commission for the City of Detroit and the Financial Review Commission for the School District of the City of Detroit and the Detroit Public Schools Community District.

Pursuant to Section 5(5) of the Act, MCL 141.1635(5), in my absence from a Commission meeting, Joyce A. Parker, as my designee, will serve as Chairperson of the Commission. The original of this signed Designee Authorization shall be maintained in the manner required by Section 3(j) of the Act, MCL 141.1633(j).

Sincerely,

A handwritten signature in blue ink that reads "Rachael Eubanks".

Rachael Eubanks
State Treasurer

DPS Update – July 2019

Overall Summary – DPS

- **Revenues and Expenditures**

- In July, the District did not receive any FY20 13 Mills tax receipts. The \$8.9M received was the final Wayne County payment for FY19 and 18 Mill receipts were ~\$0.1M.

- **Cash Flow**

- The ending general fund cash balance for July was \$5.9M. The projected ending balance on June 30, 2020 is \$3.2M.

DPS Cash Forecast to Actuals Variance – July 2019

<i>\$ in thousands</i>	July Forecast	July Actuals	July Variance	Comment
Cash Receipts				
State Aid		\$ -	\$ -	
Property Tax (13 Mills)	-	8,880	8,880	FY19 remaining tax receipt from Wayne County
Transfer from DPSCD	-	-	-	
Draw from BONY	-	-	-	
Miscellaneous	8	42	34	
Total Cash Receipts	8	8,922	8,914	
Cash Disbursements				
Payroll Direct Deposit	-	-	-	
FICA	-	-	-	
Accounts Payable	-	-	-	
Pension (employer portion)	-	-	-	
Fringe Benefits	-	-	-	
Property Tax Transfer ¹	-	(16,195)	(16,195)	Transfer adjusted to match receipts from June and July
Transfer to DPSCD	-	-	-	
Other	(1)	(74)	(73)	Includes legacy ORS payments that will be reimbursed by DPSCD
Total Cash Disbursements	(1)	(16,269)	(16,268)	
Net Cash Flow	7	(7,347)	(7,354)	
Beginning Cash Balance	5,702	13,222	7,520	
Net Cash Flow	7	(7,347)	(7,354)	
Ending Cash Balance	\$ 5,709	\$ 5,875	\$ 166	

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

DPS FY 2020 Monthly Cash Flows

\$ in thousands

	2019						2020						FY 20 Total
	July Actual	August Forecast*	September Forecast	October Forecast	November Forecast	December Forecast	January Forecast	February Forecast	March Forecast	April Forecast	May Forecast	June Forecast	
DPS General Fund (13 Mils)													
Beginning Cash Balance	\$ 13,222	5,875	7,165	7,173	13,293	7,191	7,160	7,168	7,148	3,158	3,169	3,176	13,222
Receipts													
Property Tax Receipts	8,880	6,849	26,763	2,932	8,459	592	2,089	18,473	2,094	1,056	2,397	9,233	89,816
Transfers from BONY	\$ -	\$ -	\$ -	\$ 6,110	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	6,110
Other Cash Receipts	42	9	9	11	9	9	9	10	11	12	8	8	147
Disbursements													
Property Tax Transfers ¹	(16,195)	(5,566)	(26,763)	(2,932)	(8,459)	(592)	(2,089)	(18,473)	(6,094)	(1,056)	(2,397)	(9,233)	(99,848)
Reimbursement to DPSCD	-	-	-	-	(6,110)	-	-	-	-	-	-	-	(6,110)
Other Cash Disbursements	(74)	(1)	(1)	(1)	(1)	(40)	(1)	(30)	(1)	(1)	(1)	(30)	(182)
<i>Net Cash Flow</i>	<i>(7,347)</i>	<i>1,291</i>	<i>8</i>	<i>6,120</i>	<i>(6,102)</i>	<i>(31)</i>	<i>8</i>	<i>(20)</i>	<i>(3,990)</i>	<i>11</i>	<i>7</i>	<i>(22)</i>	<i>(10,067)</i>
Ending Cash Balance	5,875	7,165	7,173	13,293	7,191	7,160	7,168	7,148	3,158	3,169	3,176	3,154	3,154
DPS Scheduled Bond Repayments (13 Mils)													
Beginning Property Tax Balance	2,191	18,386	23,952	50,715	12,585	21,044	21,636	23,725	42,198	48,292	154,348	15,986	2,191
Scheduled Bond Debt Payments	-	-	-	(41,063)	-	-	-	-	-	-	(140,759)	-	(181,822)
Property Tax Transfers	16,195	5,566	26,763	2,932	8,459	592	2,089	18,473	6,094	1,056	2,397	9,233	99,848
Draw from SLRF to meet Obligations	-	-	-	-	-	-	-	-	-	105,000	-	-	105,000
Ending Property Tax Balance	18,386	23,952	50,715	12,585	21,044	21,636	23,725	42,198	48,292	154,348	15,986	25,218	25,218
DPS Debt Fund (18 Mils - BONY)													
Beginning Cash Balance	\$ 17,650	17,746	22,311	40,392	22,028	22,621	23,228	24,871	38,927	38,161	16,201	16,301	17,650
Receipts													
Cash Receipts	96	5,706	23,829	3,385	742	758	2,054	17,571	270	476	7,626	8,323	70,836
Disbursements													
Transfers to DPS General Fund	-	-	-	(6,110)	-	-	-	-	-	-	-	-	(6,110)
Scheduled EL/Bond Payments	-	-	(983)	(14,962)	-	-	-	-	(983)	(22,341)	(6,000)	-	(45,268)
Supplemental ORS Payment	-	(1,141)	(4,766)	(677)	(148)	(152)	(411)	(3,514)	(54)	(95)	(1,525)	(1,665)	(14,148)
<i>Net Cash Flow</i>	<i>96</i>	<i>4,565</i>	<i>18,081</i>	<i>(18,364)</i>	<i>594</i>	<i>607</i>	<i>1,643</i>	<i>14,057</i>	<i>(767)</i>	<i>(21,960)</i>	<i>101</i>	<i>6,658</i>	<i>5,310</i>
Ending Cash Balance	17,746	22,311	40,392	22,028	22,621	23,228	24,871	38,927	38,161	16,201	16,301	22,960	22,960
DPS Summary Cash Position													
General Fund (13 Mils)	5,875	7,165	7,173	13,293	7,191	7,160	7,168	7,148	3,158	3,169	3,176	3,154	3,154
DPS Debt Fund (18 Mils)	17,746	22,311	40,392	22,028	22,621	23,228	24,871	38,927	38,161	16,201	16,301	22,960	22,960
Ending Cash Position	\$ 23,620	\$ 29,476	\$ 47,565	\$ 35,321	\$ 29,813	\$ 30,388	\$ 32,039	\$ 46,076	\$ 41,319	\$ 19,370	\$ 19,478	\$ 26,114	\$ 26,114

*Forecast includes actuals through August 9, 2019

1) Includes a forecasted transfer in March of \$4M from the general fund to reduce SLRF borrowings to repay legacy debt obligations in April

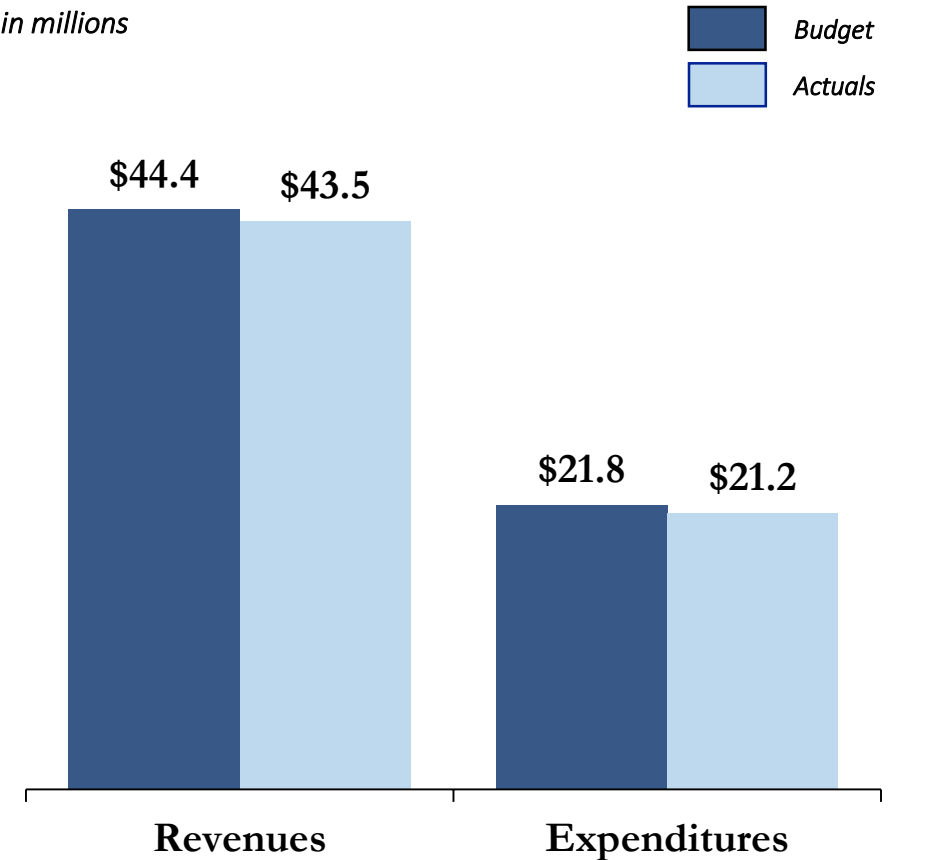
DPSCD Update – July 2019

Overall Summary – DPSCD Revenues and Expenditures

- Year-to-Date revenues through July were ~2.0% below budget (\$0.8M)
 - Federal revenue was below budget based on lower than expected costs for purchased services
- Year-to-Date expenses were ~3.0% lower than budgeted
 - Primary driver was lower purchased services
- Overall, the surplus is tracking to budgeted expectations

Budget vs. Actuals – Through July 2019

\$ in millions



Summary of Revenues and Expenditures

Budget to Actual Comparison Current Month

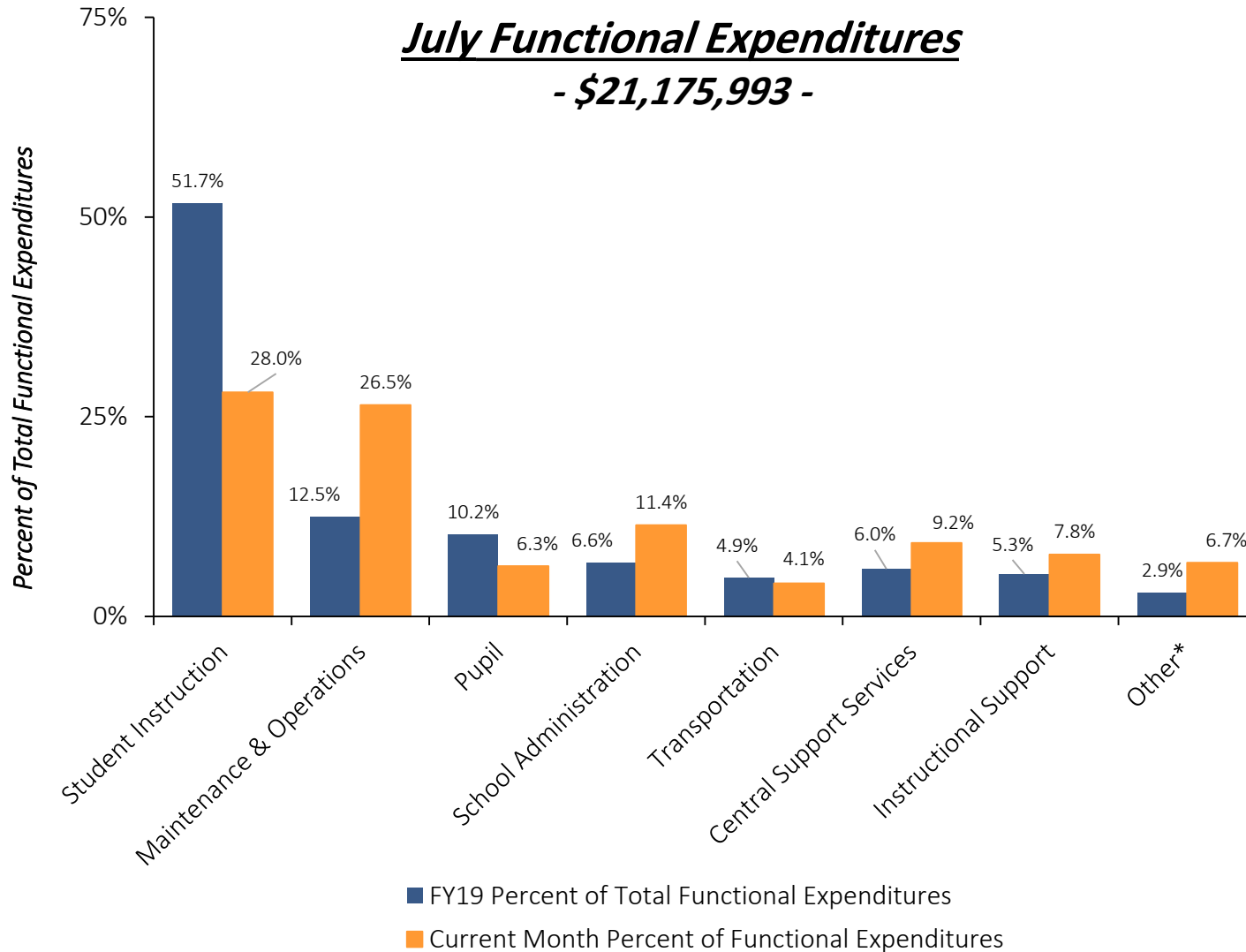
Budget to Actual Comparison YTD

SUMMARY

Revenues

	Budget to Actual Comparison Current Month		Variance		Budget to Actual Comparison YTD		Variance		
	Budget Month of Jul-FY20	Actual Month of Jul-FY20	\$	%	Budget YTD Jul-FY20	Actual YTD Jul-FY20	\$	%	
Local sources	\$ 4,005	\$ 97,493	\$ 93,488	2,334%	\$ 4,005	\$ 97,493	\$ 93,488	2,334%	
State sources	38,144,919	38,154,830	9,911	0%	38,144,919	38,154,830	9,911	0%	
Federal sources	6,215,884	5,256,732	(959,152)	(15%)	6,215,884	5,256,732	(959,152)	(15%)	
Total revenues	44,364,808	43,509,055	(855,753)	(2%)	44,364,808	43,509,055	(855,753)	(2%)	
Expenditures									
Salaries	9,318,792	9,266,045	(52,747)	(1%)	9,318,792	9,266,045	(52,747)	(1%)	
Benefits	4,103,335	5,845,877	1,742,543	42%	4,103,335	5,845,877	1,742,542	42%	
Purchased Services	6,290,655	4,629,908	(1,660,747)	(26%)	6,290,655	4,629,908	(1,660,747)	(26%)	
Supplies & Textbooks	469,550	108,301	(361,249)	(77%)	469,550	108,301	(361,249)	(77%)	
Equipment & Capital	56,125	-	(56,125)	(100%)	56,125	-	(56,125)	(100%)	
Utilities	1,538,305	1,325,862	(212,443)	(14%)	1,538,305	1,325,862	(212,443)	(14%)	
Total expenditures	21,776,761	21,175,993	(600,768)	(3%)	21,776,762	21,175,993	(600,769)	(3%)	
Surplus (Deficit)	\$ 22,588,047	\$ 22,333,062	\$ (254,985)	1%	\$ 22,588,047	\$ 22,333,062	\$ (254,984)	1%	

Expenditures by Function – July 2019



Notes:

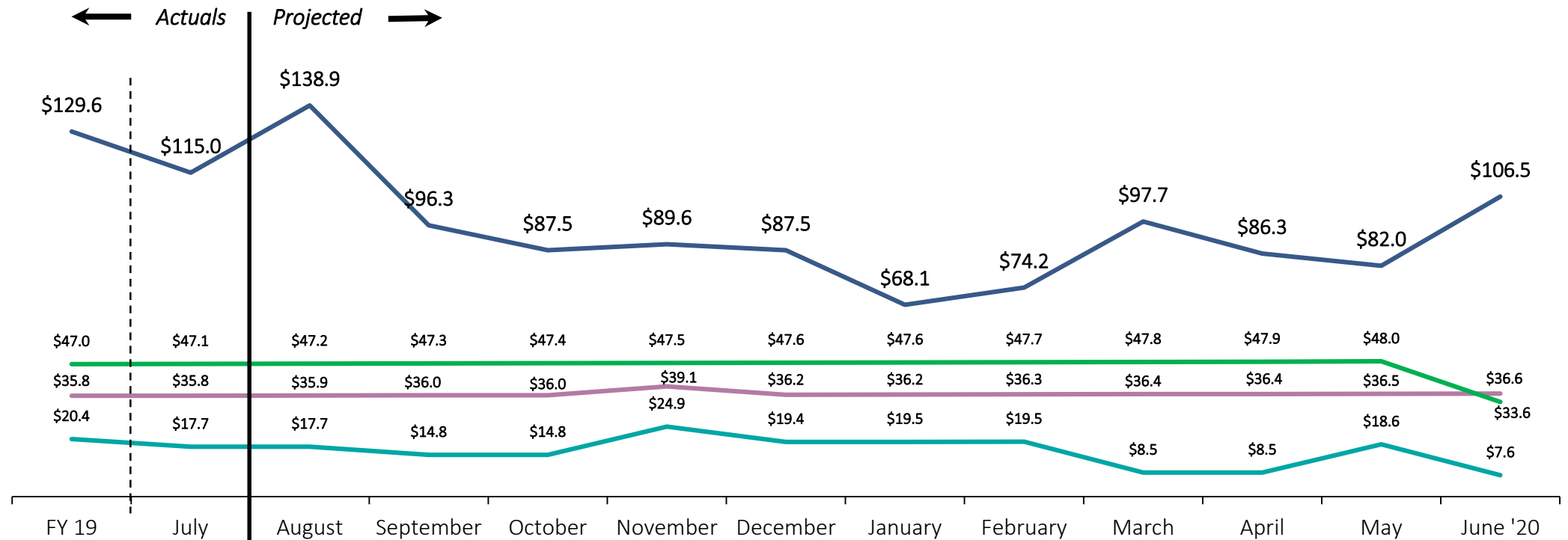
- Consistent with procedures to prep schools while students are off for the summer break, the following functional areas drove July's expenditures:
 - Maintenance and Operations
 - School Administration
 - Central and Instructional Support Services
- Student instruction is largely comprised of summer school classes

DPSCD July 2019 Cash Flow Analysis

- At the end of July, DPSCD’s ending balances were as follows: General Fund - \$115.3M, Rainy-Day Fund - \$35.8M, Capital Projects Fund - \$17.7M, Food Service Fund - \$21.8M and Other* remaining funds - \$25.3M
 - Accounts payable in July was higher than forecast due to FY19 year end closing procedures
 - Due to timing issues, grants income was lower than forecast, however receipts are expected in future periods
- The current General Fund balance is estimated to be equivalent to 8.8 weeks of average expenditures¹.

Actual & Projected Ending Cash Balance

\$ in millions



¹) Calculated by taking the General Fund balance as of July 31, 2019 and dividing it by the rolling average actual YTD expenditures per week (excludes the Rainy-Day, Capital Projects, Food Service and Other Fund balances and extraordinary, one-time items)
 *Other Funds include: Internal Service Fund, Legal Reserve Fund, Food Service Fund and the MILAF Investment Account

DPSCD Cash Forecast to Actuals – July 2019

<i>\$ in thousands</i>	July Forecast	July Actuals	July Variance	Comment
Cash Receipts				
State Aid	\$ 41,897	\$ 41,009	\$ (888)	
MPSERS (State Funded)	3,361	3,361	\$ (0)	
Enhancement Millage	-	1,246	\$ 1,246	Timing - receipts expected from previous periods
Grants	8,785	4,511	\$ (4,274)	Timing - receipts expected in future periods
Transfer from DPS	-	0	\$ 0	
Transfers from Other Accounts	-	-	\$ -	
WCRESA	2,607	-	\$ (2,607)	WCRESA Reconciling FY19 payments - receipt expected in August
Food Service Reimbursement	2,841	4,852	\$ 2,011	Higher due to catch up from earlier months
Miscellaneous	750	1,672	\$ 922	
Total Cash Receipts	60,241	56,651	(3,590)	
Cash Disbursements				
MPSERS (Pass through)	\$ (3,361)	\$ (3,361)	\$ 0	
Payroll Direct Deposit	(20,478)	(21,166)	\$ (688)	
Employee Withholdings	(5,194)	(6,174)	\$ (980)	
Employer Taxes	(1,731)	(1,740)	\$ (9)	
Pension (employee portion)	(1,688)	(2,110)	\$ (422)	
Pension (employer portion)	(5,339)	(6,874)	\$ (1,535)	
Fringe Benefits	(450)	(352)	\$ 98	
Health	(3,800)	(4,495)	\$ (695)	
Accounts Payable	(8,335)	(22,062)	\$ (13,727)	Higher than forecast - Processing payables as a result of year end close procedures
Accounts Payable - Capital Projects	-	(697)	\$ (697)	Timing - forecast did not call for payments to resume until August
Food Service	(2,741)	(2,157)	\$ 584	
Transfer to DPS	-	-	\$ -	
Other	(500)	(46)	\$ 454	Forecast assumed contingency
Total Cash Disbursements	(53,617)	(71,233)	(17,616)	
Net Cash Flow	6,624	(14,582)	(21,206)	
Beginning Cash Balance	129,595	129,595	-	
Net Cash Flow	6,624	(14,582)	(21,206)	
Ending Cash Balance	\$ 136,219	\$ 115,013	\$ (21,206)	

Compliance Resolutions



GRETCHEN WHITMER
GOVERNOR

STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

RACHAEL EUBANKS
STATE TREASURER

DETROIT FINANCIAL REVIEW COMMISSION

RESOLUTION 2019-21

CERTIFYING THE DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT’S (DPSCD) COMPLIANCE WITH THE MICHIGAN FINANCIAL REVIEW COMMISSION ACT

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’s (“DPSCD”); and

WHEREAS, Section 6(2) of the Act requires the Commission to ensure that the Detroit Public Schools Community District is complying with the terms and conditions of the Act; and

WHEREAS, Section 6(2) of the Act further requires the Commission, except as otherwise provided in Section 8 of the Act, to certify by October 1 each year that the Detroit Public Schools Community District is in substantial compliance with the provisions of the Act; and

WHEREAS, at the Commission meeting on September 30, 2019, documentation of the Detroit Public School Community District compliance with the Act from September 1, 2018 through August 31, 2019 was presented for consideration.

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

1. That the Commission hereby certifies that the Detroit Public Schools Community District is in substantial compliance with the provisions of the Act for the period September 1, 2018 through August 31, 2019.
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.

DETROIT FINANCIAL REVIEW COMMISSION

Annual Certification of Detroit Public Schools Community District (“DPSCD”)
 Compliance with the Michigan Financial Review Commission Act (Act 181 of 2014)
 Per MCL 141.1636(2)

For the Period September 1, 2018 through August 31, 2019

Required Annually by October 1
 Presented on September 30, 2019

Requirement	FRC Act Sec. No.	Compliance
Statutory compliance: Section 8 of the publicly funded health insurance contribution act, 2011 PA 152, MCL 15.568	6(3)(a)	See attached verification of compliance.
The revised municipal finance act, 2001 PA 34, MCL 141.2101 to 141.2821	6(3)(c)	See attached verification of compliance.
The uniform budgeting and accounting act, 1968 PA 2, MCL 141.421 to 141.440a	6(3)(d)	See attached verification of compliance.
Statutory compliance: The Revised School Code, 1976 PA 451, MCL 380.1 to 380.1852	6(3)(e)(i)	See attached verification of compliance.
Statutory compliance: Article I of the State School Aid Act of 1979, 1979 PA 94, MCL 388.1601 to 388.1772	6(3)(e)(ii)	See attached verification of compliance.
Statutory compliance: The Public-School Employees Retirement Act of 1979, 1980 PA 300, MCL 38.1301 to 38.1437	6(3)(e)(iii)	See attached verification of compliance.
FRC review and approval of all applicable contracts	6(6)	DPSCD has submitted 62 applicable contracts. FRC has approved all of them.
The CFO provide needed information and documents to FRC and attend FRC meetings when needed	6(7), 7(d), and 7(o)	The CFO has been responsive to requests for information and documents and have attended meetings when requested.
FRC review and approval of collective bargaining agreements (CBAs)	6(9)	DPSCD ratified 1 CBA this year and 3 that required a letter of agreement to amend. A total of 8 CBAs has been presented to the FRC and subsequently approved by the FRC.
Quarterly debt service certifications	6(11)	DPSCD has not issued any debt.
FRC review of revenue estimates	7(a)	DPSCD has provided its revenue estimates to the FRC in connection with its budget submissions per subsection 7(c).
FRC review and approval of the annual budget and budget amendments	7(c)	DPSCD submitted its FY 2019 general fund budget to the FRC on April 16, 2018 and the FRC approved it. The FY 2019 food service fund budget and the FY 2019 capital projects fund budget were submitted and approved at the June 25, 2018 FRC meeting. DPSCD has submitted one amendment to the FY 2019 general fund budget and two amendments to the FY 2019 capital projects fund budget to date. The FY 2020 general fund budget was submitted and approved at the June 10, 2019 FRC meeting. The FY 2020 food service fund budget was submitted and approved at the June 24, 2019 FRC meeting.

FRC School District Resolution 2019-21

FRC review and approval of requests to issue debt	7(e)	DPSCD has not submitted any requests to issue debt.
FRC reviews compliance with a deficit elimination plan	7(f)	DPSCD has not been required to submit a deficit elimination plan.
FRC approval of Chief Financial Officer appointment	7(h)	DPSCD submitted its appointment of its Chief Financial Officer. FRC approved the appointment on November 20, 2017.
FRC approval to alter the Superintendent's contract or to terminate the Superintendent	7(i)	DPSCD has not undertaken such actions.
FRC review and approval of reimbursements for out-of-state travel	7(q)	DPSCD has submitted 20 reimbursement requests for out-of-state travel. FRC has approved all of them.



Jeremy Vidito
Chief Financial Officer
Office of Finance

Fisher Building • 3011 West Grand Blvd., 11th Floor • Detroit, MI 48202
O (313) 873 - 6194 • Jeremy.vidito@detroitk12.org

detroitk12.org

September 30, 2019

TO: Financial Review Commission (FRC)
FROM: Jeremy Vidito, Chief Financial Officer, Detroit Public Schools Community District
SUBJECT: Certification of Detroit Public Schools Community District ("DPSCD") Compliance with the Public Act 181 of 2014 ("PA 181"), Section 6(3)

1. AUTHORITY

1.1. PA 181, Section 6(3) states that the commission shall ensure that, where applicable, a qualified school district complies with the provisions of all of the following, as applicable, and may request verification of compliance. The provisions of PA 181, Section 6(3) include: (a) Section 8 of the publicly funded health insurance contribution act, 2011 PA 152, MCL 15.568.; (c) The revised municipal finance act, 2001 PA 34, MCL 141.2101 to 141.2821.; (d) The uniform budgeting and accounting act, 1968 PA 2, MCL 141.421 to 141.440a.; (e)(i) The revised school code, 1976 PA 451, MCL 380.1 to 380.1852.; (e)(ii) Article I of the state school aid act of 1979, 1979 PA 94, MCL 388.1601 to 388.1772.; (e)(iii) The public school employees retirement act of 1979, 1980 PA 300, MCL 38.1301 to 38.1437.

2. PURPOSE

2.1 The FRC has requested the Chief Financial Officer of DPSCD verify compliance with the provisions outlined in Section 1.1 of this letter.

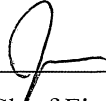
3. OBJECTIVES

Detroit Public Schools Community District (DPSCD) is

- 3.1. In compliance with Section 8 of the publicly funded health insurance contribution act, 2011 PA 152, MCL 15.568.
- 3.2. In compliance with the revised municipal finance act, 2001 PA 34, MCL 141.2101 to 141.2821.
- 3.3. In compliance with the uniform budgeting and accounting act, 1968 PA 2, MCL 141.421 to 141.440a.
- 3.4. In compliance with the Revised School Code, 1976 PA 451, MCL 380.1 to 380.1852
- 3.5. In compliance with Article I of the State School Aid Act of 1979, 1979 PA 94, MCL 388.1601 to 388.1772
- 3.6. Following the Public School Employees Retirement Act of 1979, 1980 PA 300, MCL 38.1301 to 38.1437.

In accordance with PA 181 and at the request of the FRC, I, Jeremy Vidito, Chief Financial Officer of Detroit Public Schools Community District, hereby certify that DPSCD was in compliance and/or substantial compliance with all applicable provisions outlined in Section 1.1 of this letter for the period of September 1, 2018 through August 31, 2019.

CERTIFIED



9/20/19

Jeremy Vidito, Chief Financial Officer

Date

Students Rise. We all Rise

DPSCD does not discriminate based on race, color, national origin, sex, disability and/or religion
Contact Compliance for more information at (313) 240-4377 or detroitk12.org/admin/compliance.



GRETCHEN WHITMER
GOVERNOR

STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

RACHAEL EUBANKS
STATE TREASURER

DETROIT FINANCIAL REVIEW COMMISSION

RESOLUTION 2019-2

CERTIFYING THE DETROIT PUBLIC SCHOOLS (DPS) COMPLIANCE WITH THE MICHIGAN FINANCIAL REVIEW COMMISSION ACT

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”); and

WHEREAS, Section 6(2) of the Act requires the Commission to ensure that the Detroit Public Schools is complying with the terms and conditions of the Act; and

WHEREAS, Section 6(2) of the Act further requires the Commission, except as otherwise provided in Section 8 of the Act, to certify by October 1 each year that the Detroit Public Schools is in substantial compliance with the provisions of the Act; and

WHEREAS, at the Commission meeting on September 30, 2019, documentation of the Detroit Public Schools compliance with the Act from September 1, 2018 through August 31, 2019 was presented for consideration.

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

1. That the Commission hereby certifies that the Detroit Public Schools is in substantial compliance with the provisions of the Act for the period September 1, 2018 through August 31, 2019.
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.

DETROIT FINANCIAL REVIEW COMMISSION

Annual Certification of Detroit Public Schools (“DPS”)
 Compliance with the Michigan Financial Review Commission Act (Act 181 of 2014)
 Per MCL 141.1636(2)

For the Period September 1, 2018 through August 31, 2019

Required Annually by October 1
 Presented on September 30, 2019

Requirement	FRC Act Sec. No.	Compliance
Statutory compliance: Section 8 of the publicly funded health insurance contribution act, 2011 PA 152, MCL 15.568	6(3)(a)	See attached verification of compliance.
The revised municipal finance act, 2001 PA 34, MCL 141.2101 to 141.2821	6(3)(c)	See attached verification of compliance.
The uniform budgeting and accounting act, 1968 PA 2, MCL 141.421 to 141.440a	6(3)(d)	See attached verification of compliance.
Statutory compliance: The Revised School Code, 1976 PA 451, MCL 380.1 to 380.1852	6(3)(e)(i)	See attached verification of compliance.
Statutory compliance: Article I of the State School Aid Act of 1979, 1979 PA 94, MCL 388.1601 to 388.1772	6(3)(e)(ii)	See attached verification of compliance.
Statutory compliance: The Public-School Employees Retirement Act of 1979, 1980 PA 300, MCL 38.1301 to 38.1437	6(3)(e)(iii)	See attached verification of compliance.
FRC review and approval of all applicable contracts	6(6)	DPS has not submitted any contracts.
The CFO provide needed information and documents to FRC and attend FRC meetings when needed	6(7), 7(d), and 7(o)	The CFO has been responsive to requests for information and documents and have attended meetings when requested.
FRC review and approval of collective bargaining agreements (CBAs)	6(9)	DPS has not submitted any CBAs for review or approval.
Quarterly debt service certifications	6(11)	DPS has provided all required quarterly certifications.
FRC review of revenue estimates	7(a)	DPS has provided its revenue estimates to the FRC in connection with its budget submissions per subsection 7(c).
FRC review and approval of the annual budget and budget amendments	7(c)	DPS submitted its FY 2020 general fund budget to the FRC on June 24, 2019 and the FRC approved it.
FRC review and approval of requests to issue debt	7(e)	DPS has not submitted any requests to issue debt.
FRC reviews compliance with a deficit elimination plan	7(f)	DPS has not been required to submit a deficit elimination plan.
FRC approval of Chief Financial Officer appointment	7(h)	Refer to Resolution 2019-21.
FRC approval to alter the Superintendent’s contract or to terminate the Superintendent	7(i)	Refer to Resolution 2019-21.
FRC review and approval of reimbursements for out-of-state travel	7(q)	DPS has not submitted any reimbursement requests for out-of-state travel.



Jeremy Vidito
Chief Financial Officer
Office of Finance

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detroitk12.org

September 30, 2019

TO: Financial Review Commission (FRC)
FROM: Jeremy Vidito, Chief Financial Officer, Detroit Public Schools Community District
SUBJECT: Certification of Detroit Public Schools ("DPS") Compliance with the Public Act 181 of 2014 ("PA 181"), Section 6(3)

1. AUTHORITY

1.1. PA 181, Section 6(3) states that the commission shall ensure that, where applicable, a qualified school district complies with the provisions of all of the following, as applicable, and may request verification of compliance. The provisions of PA 181, Section 6(3) include: (a) Section 8 of the publicly funded health insurance contribution act, 2011 PA 152, MCL 15.568.; (c) The revised municipal finance act, 2001 PA 34, MCL 141.2101 to 141.2821.; (d) The uniform budgeting and accounting act, 1968 PA 2, MCL 141.421 to 141.440a.; (e)(i) The revised school code, 1976 PA 451, MCL 380.1 to 380.1852.; (e)(ii) Article I of the state school aid act of 1979, 1979 PA 94, MCL 388.1601 to 388.1772.; (e)(iii) The public school employees retirement act of 1979, 1980 PA 300, MCL 38.1301 to 38.1437.

2. PURPOSE

2.1 The FRC has requested the Chief Financial Officer of DPS verify compliance with the provisions outlined in Section 1.1 of this letter.


3. OBJECTIVES

Detroit Public Schools (DPS) is

- 3.1. In compliance with Section 8 of the publicly funded health insurance contribution act, 2011 PA 152, MCL 15.568.
- 3.2. In compliance with the revised municipal finance act, 2001 PA 34, MCL 141.2101 to 141.2821.
- 3.3. In compliance with the uniform budgeting and accounting act, 1968 PA 2, MCL 141.421 to 141.440a.
- 3.4. In compliance with the Revised School Code, 1976 PA 451, MCL 380.1 to 380.1852
- 3.5. In compliance with Article I of the State School Aid Act of 1979, 1979 PA 94, MCL 388.1601 to 388.1772
- 3.6. Following the Public School Employees Retirement Act of 1979, 1980 PA 300, MCL 38.1301 to 38.1437.

In accordance with PA 181 and at the request of the FRC, I, Jeremy Vidito, Chief Financial Officer of Detroit Public Schools Community District, hereby certify that DPS was in compliance and/or substantial compliance with all applicable provisions outlined in Section 1.1 of this letter for the period of September 1, 2018 through August 31, 2019.

CERTIFIED



Jeremy Vidito, Chief Financial Officer

9/20/19

Date

Students Rise. We all Rise

DPSCD Proposed CBA Agreements

DPSCD Proposed CBA Agreements

Subject to the wage reopener of the current contracts, the District has reached preliminary agreements with all its bargaining units for fiscal year 2020. The table below summarizes increases included in FY 2018 and FY 2019:

Unit:		FRC Approved	8/29/2019	8/28/2019	9/4/2019	8/26/2019	8/26/2019	8/29/2019	9/12/2019
		DFT	AFSCME	DAEOE	Teamsters ²	Para (SSAS)	Para (NHA)	NISP	OSAS
FY 2018	Top Step	- 3% Wage increase - \$1,750 bonus	- 3% Wage increase - \$650 bonus	- 3% Wage increase	- 3% Wage increase - \$650 bonus	- New wage scale - \$375 settlement bonus	- \$0.40 to \$1.00 wage increase	- 3% Wage increase - \$650 bonus	- 3% One-time bonus
	On-Steps	- Implemented 15 step schedule - Step advancement - Increase base to \$38,500	- 3% Wage increase - \$250 bonus - Step advancement	- 3% Wage increase - Step advancement	- 3% Wage increase - \$250 bonus - Step advancement		- Up to \$800 bonus (OSN members) - \$225 bonus (Early Childhood)	- 3% Wage increase - \$250 bonus - Step advancement	
	Other		- 1/2 day Holiday Pay in November	- 1/2 day Holiday Pay in November	- 1/2 day Holiday Pay in November ³		- 1/2 day Holiday Pay in November	- Day before Thanksgiving Holiday pay	
FY 2019	Top Step	- 4.13% Wage increase - \$1,373.60 bonus	- 4% Wage increase - \$650 bonus	- 4% Wage increase	- 3% Wage increase - \$650 bonus	- Top step increased - Step Advancement	- \$1.15 to \$1.25 wage increase	- 3% Wage increase - \$650 bonus	- 3% wage increase - 1% one-time bonus
	On-Steps		- 3% Wage increase - \$250 bonus - Step advancement	- 3% Wage increase - Step advancement	- 3% Wage increase - \$250 bonus - Step advancement		- \$225 bonus (Early Childhood)	- 3% Wage increase - \$250 bonus - Step advancement	- 3% wage increase - \$1,750 one-time bonus
	Other	- recognize external and internal experience - Repay TIP earlier than scheduled	- 1/2 day Holiday Pay in November	- 1/2 day Holiday Pay in November	- 1/2 day Holiday Pay in November ³		- 1/2 day Holiday Pay in November	- Day before Thanksgiving Holiday pay	- 1/2 day Holiday Pay in November

2) Includes Police, LIEN operator and Security Guard bargaining Units

3) Applies to Police LIEN unit only

DPSCD Proposed CBA Agreements

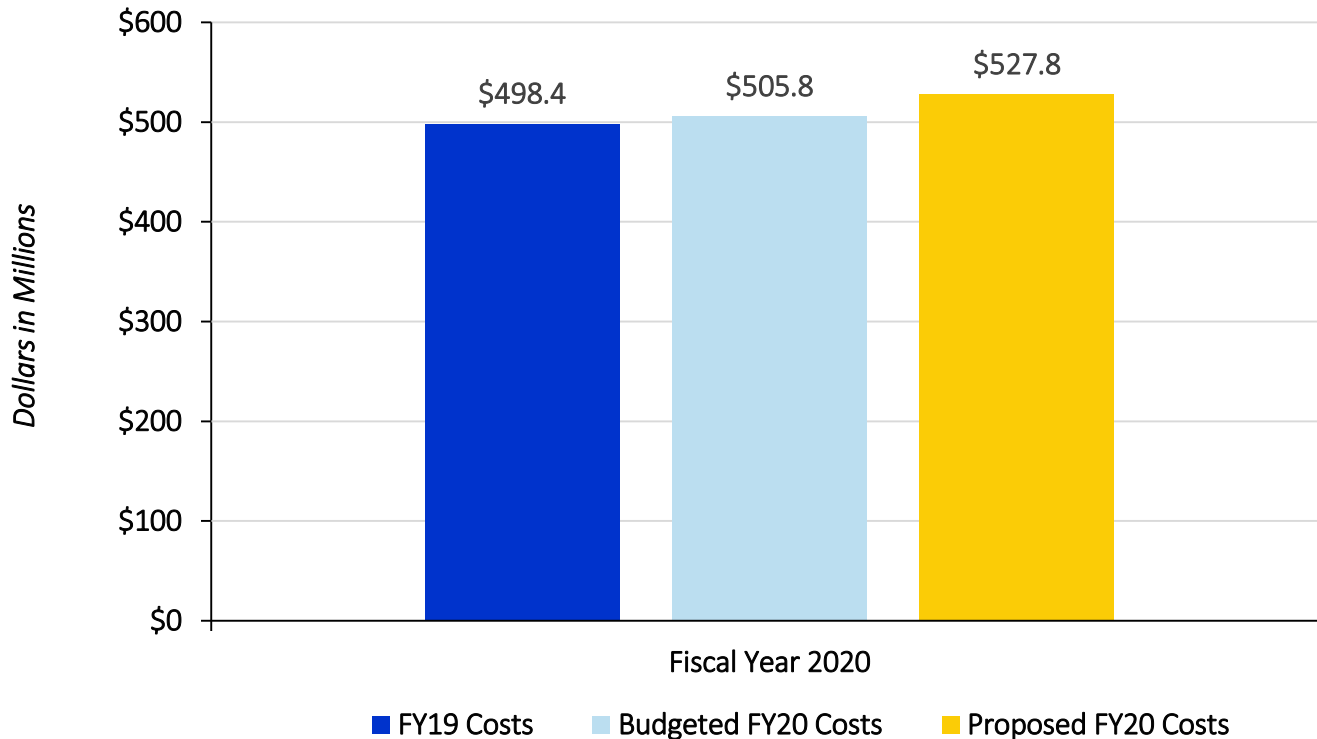
The table below summarizes the proposed FY 2020 impact for all bargaining units:

Unit:		FRC Approved	8/29/2019	8/28/2019	9/4/2019	8/26/2019	8/26/2019	8/29/2019	9/12/2019	Total
		DFT	AFSCME	DAEOE	Teamsters ²	Para (SSAS)	Para (NHA)	NISP	OSAS	
FY 2020 ¹	Top Step	- 4.285% Wage increase - \$1,500 one-time bonus								
	On-Steps	- Step advancement - \$1,500 one-time bonus								
	Other	- Non-step members receive 3% wage increase and a \$1,500 bonus - Auxiliary staff external experience recognized - Step acceleration for SSW, PSY, SLP, OT and PT - Performance bonus up to \$500 (\$1,000 for teachers) - Hard to staff bonus of \$3,000 for select schools - Center based schools step acceleration (5, 10, 15)	- 3% Wage increase - \$900 one-time bonus	- 3% Wage increase - \$750 one-time bonus	- 3% Wage increase - \$800 one-time bonus Police and Lien Operators - \$250 one-time bonus Security Guards	- 3% Wage increase - \$900 one-time bonus	- 3% Wage increase - \$900 one-time bonus	- 3% Wage increase - \$800 one-time bonus	- 3% Wage increase - \$950 one-time bonus	
Incremental Costs over FY19	Recurring	\$ 10,683,892	\$ 323,862	\$ 224,773	\$ 121,393	\$ 239,843	\$ 150,340	\$ 26,974	\$ 545,645	\$ 12,316,722
	One-time	13,580,443	860,314	328,606	93,305	643,750	933,391	42,367	386,562	16,868,738
	Total	\$ 24,264,335	\$ 1,184,176	\$ 553,379	\$ 214,698	\$ 883,593	\$ 1,083,731	\$ 69,341	\$ 932,207	\$ 29,185,460

- 1) All FY 20 contracts, other than the Center Based Schools step acceleration, are scheduled to take effect in the second semester of FY 20. Accordingly, incremental recurring costs represent ½ of the annual recurring costs under the agreements.
- 2) Includes Police, LIEN operator and Security Guard bargaining Units

DPSCD Proposed CBA Agreements

Proposed CBA Cost Comparison



- The FY19 and projected FY20 costs assumes the District is fully staffed
- FY20 budgeted costs reflect a Semester 2 wage increase of 3% for all bargaining units
- The proposed CBAs bring District salaries closer to pre-concession levels and help to make them more competitive with surrounding school districts
 - DFT is the only union to receive an increase above the budgeted 3% increase to help close the teacher salary gap
- Of the \$22M in proposed costs above FY20 budget estimates, \$16.8M are one-time costs in the form of bonus payments
 - One-time payments to DFT members, ~\$13.6M, account for approximately 81% of the total proposed bonus payments

Contract Requests



STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

GRETCHEN WHITMER
GOVERNOR

RACHAEL EUBANKS
STATE TREASURER

DETROIT FINANCIAL REVIEW COMMISSION

SCHOOL DISTRICT RESOLUTION 2019-22

**APPROVING THE COMMUNITY DISTRICT'S SEPTEMBER 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 September 30, 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 September 30, 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	Operations	19-0237-C	<p>Contract Amount: \$2,600,000 Contract Period: September 1, 2019 – August 31, 2020 Source: General Fund Purpose: Security service at schools Contractor: Securitas Location: 6000 Feldwood Rd. College Park, GA 30349</p>	Renewal	Yes	No	<p>Board 07.16.2019</p> <p>Anticipated Approval FRC 09.30.2019</p>	<p>Securitas has provided security services to the District since 2015 and will provide security services to 69 schools for the 2019-2020 school year.</p> <p>This is a contract renewal with Securitas in an amount not to exceed \$2,600,000 for the term September 1, 2019 – August 31, 2020.</p> <p>The District is currently insourcing security services and has completed the insourcing effort for all its High School campuses. The remaining school campuses are scheduled to be insourced by FY2021.</p> <p>In April 2018, the District issued Request for Proposal #19-0012, to obtain proposals to provide security services and six proposals were received. While not the lowest bidder, the Evaluation Committee concluded that Securitas should continue to provide security services to the District. The decision was based on their ability to service a school district the size of DPSCD as well as their experience with the District’s diverse student population.</p>
2	Operations	19-0081-C	<p>Contract Amount: \$9,623,478 Contract Period: December 1, 2019 – June 30, 2022 Source: General Fund Purpose: Natural Gas supply and delivery Contractor: Constellation New Energy – Gas Division, LLC Locations: 9960 Corporate Campus Drive, Suite 2000 Louisville, KY 40223</p>	Renewal	Yes	Yes	<p>Board 09.17.2019</p> <p>Anticipated Approval FRC 09.30.2019</p>	<p>This is a contract renewal with Constellation in an amount not to exceed \$9,623,478 for the term December 1, 2019 – June 30, 2022.</p> <p>The District issued a Request for Proposal (RFP) 19-0081 on August 30, 2018 for natural gas service. There was one respondent – Constellation. Lack of additional responders is due to Constellation’s easement to deliver gas services to DPSCD facilities via DTE pipelines. The RFP closed on September 13, 2018.</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	Curriculum and Instruction	Multiple	<p>Contract Amount: \$1,400,000 Contract Period: September 15, 2019 – June 30, 2020 Source: General and Grant Funds Purpose: Dual Enrollment College & University Partners Contractors: University of Detroit – Mercy, Wayne State University, Lawrence Technological University, Wayne County Community College District Locations: Detroit, Southfield, Wayne County, MI</p>	New	No	N/A	<p>Board 09.17.2019</p> <p>Anticipated Approval FRC 09.30.2019</p>	<p>This funding provides access to Dual Enrollment courses to District students in partnership with Wayne County Community College (WCCC), Lawrence Technological University (LTU), University of Detroit Mercy (Detroit Mercy), and Wayne State University (WSU) for the 2019/2020 school year in an amount not to exceed \$1,400,000.</p> <p>The Postsecondary Enrollment Options Act (PA 160 or 1996) states that districts and public school academies shall use funds allocated under the State School Aid Act to support eligible pupils in their pursuit of enrollment opportunities in postsecondary institutions.</p> <table border="1"> <thead> <tr> <th><u>Institution</u></th> <th><u>Cost/Credit Hour</u></th> <th><u>Course Fees (Books)</u></th> </tr> </thead> <tbody> <tr> <td>WSU</td> <td>\$116.10</td> <td>Varies</td> </tr> <tr> <td>WCCCD</td> <td>\$113.10</td> <td>Varies</td> </tr> <tr> <td>UD-Mercy</td> <td>\$300.00</td> <td>~\$600 / student</td> </tr> <tr> <td>LTU</td> <td>\$100.00/class</td> <td>~\$1,200 / semester</td> </tr> </tbody> </table>	<u>Institution</u>	<u>Cost/Credit Hour</u>	<u>Course Fees (Books)</u>	WSU	\$116.10	Varies	WCCCD	\$113.10	Varies	UD-Mercy	\$300.00	~\$600 / student	LTU	\$100.00/class	~\$1,200 / semester
<u>Institution</u>	<u>Cost/Credit Hour</u>	<u>Course Fees (Books)</u>																					
WSU	\$116.10	Varies																					
WCCCD	\$113.10	Varies																					
UD-Mercy	\$300.00	~\$600 / student																					
LTU	\$100.00/class	~\$1,200 / semester																					



Agenda Item Details

Meeting	Jul 16, 2019 - Regular Board Meeting
Category	13. Administrative Action Items
Subject	13.01 Renewal of Securitas Contract
Access	Public
Type	Action
Recommended Action	Motion to approve contract renewal with Securitas, Inc. to provide security personnel to schools for the period of September 1, 2019 to August 31, 2020 in an amount Not-To-Exceed \$2,600,000.

Public Content

Recommendation:

That the School Board approve the contract with Securitas, Inc. ("Securitas") to provide security personnel to schools for the period of September 1, 2019 to August 31, 2020 in an amount Not-To-Exceed ("NTE") \$2,600,000.

Description and Background:

This item was reviewed at the Academic and Finance Sub-Committees.

July 2018, the Board approved continuation of the contract with Securitas as the District’s sole provider of security services. Securitas was contracted to provide 166 security officers servicing all District schools. In August 2018, the District initiated a Security Pilot Program in 12 District schools with 20 District hired officers, thus reducing Securitas’ number of needed officers to 146.

Gap Analysis:

The District entered into an agreement with Securitas based on their ability to recruit and retain staff, a reduction of cost and need for operational oversight/management. After moving to a Districtwide model, there has been some difficulty in stabilizing staff where 64% (94) of the contracted officers have started and/or exited the position since August 2018. Through an analysis of the security pilot, the District has the ability to hire more staff, while slightly reducing the cost for the same numbers of officers. The pilot program in comparison to the security provider has shown turnover of less than 10%. This provides staff consistency for the reinforcement of protocols and disciplinary procedures. Additionally, costs analysis for the proposed full-time employment (FTE) schools based on 19-20 costs demonstrate a cost reduction. If the District continued the use of 20 District security officers and 71 Securitas officers at the selected schools total cost is projected to be \$3,453,110. Using 91 FTE officers at the selected schools total cost is projected to be \$3,377,700. This reduction in cost of \$75,410 will be used to supplement the added cost for the provision of Securitas officers at the four new schools, Barton, Edmondson, Marygrove and Hamilton.

Feedback from security pilot principals and high school principals, indicate a greater satisfaction with the security pilot program. The proposed expansion of FTE security officers will be concentrated in high schools where there is often the most frequent interaction between students and officers and the benefits of direct District ownership and management of the security process may improve the quality and outcomes of these interactions.

Survey Questions	Pilot Schools	High Schools (Securitas)
I am satisfied with the security pilot program	90%	75%
I am satisfied with my security officer	94%	80%
I would like to remain/become a part of the security pilot program and hire my own officer	100%	85%
I would like to keep my current security officer	89%	75%*

*Due to the significant number of schools satisfied with their Securitas officers, current officers who are viewed favorably will be maintained through Securitas or offered the opportunity to convert to full-time employment with the District.

Previous Outcomes:

Securitas has provided security services to the District since 2015. In July 2018, the contract was approved for \$5,100,000 and Securitas serviced 95 schools.

For the first full fiscal year of Securitas services during the Board's tenure (2017-2018), total cost was \$5,641,964 (Prudential was still providing security to the former EAA schools, thus total cost of security was \$6,123,215.)

Expenditures for Securitas when blended with the pilot program are tracking similarly for the 2018-2019 school year.

Expected Outcomes:

Securitas will provide security services to 69 schools for the 2019-2020 school year, with 82 officers.

The District's FTE program will provide security services to 39 schools 2019-2020 school year with 91 officers. As experienced through staff retention in the 2018-2019 school year, hiring full-time employees provides the opportunity for the District and the building Principal managing the security guard to take greater ownership in the security and safety process for the schools. This leads to greater opportunities for training and more direct accountability.

Alignment to Strategic Plan:

Transformative Culture

Financial Impact:

\$2,600,000 from General Funds.

Bid Process: The District issued Request for Proposal 19-0012 to obtain suppliers to provide security services. Six proposals were received; Advance Security, Contemporary Services Corporation, D.M. Barr Security Services, LGC, Prudential Security, Securitas. The evaluation committee reviewed six supplier proposals based upon criteria which encompassed supplier background, experience, capability, and cost. The team selected Securitas who, based on their proposal.

Contact for Item:

Name: Iranetta Wright
Phone: 313-873-6893
Email: iranetta.wright@detroitk12.org

Supporting Documents/Attachments:[19-0012-Securitas holiday amendment.pdf \(314 KB\)](#)[19-0012-C_SECURITAS.pdf \(3,250 KB\)](#)**Administrative Content****Executive Content**



Agenda Item Details

Meeting	Sep 17, 2019 - Regular Board Meeting
Category	15. Consent Agenda (Administrative Items)
Subject	15.01 Recommendation to Approve the Contract Renewal with Constellation New Energy - Gas Division, LLC
Access	Public
Type	Action
Recommended Action	Motion to approve the contract renewal with Constellation New Energy – Gas Division, LLC (“Constellation”) for the period of December 1, 2019 through June 30, 2022 with a contract value not-to-Exceed (NTE) \$9,623,477.88.

Public Content

Recommendation:

That the School Board approve a multi-year contract renewal with Constellation New Energy – Gas Division, LLC to provide natural gas supply and delivery to District buildings for the period of December 1, 2019 through June 30, 2022 with a contract value NTE \$9,623,477.88.

Description and Background:

This item was recommended for approval by the Finance Committee on August 23, 2019.

Constellation provides gas distribution services at a fixed rate per gas unit that is discounted through a federally mandated easement agreement allowing them to use the DTE Energy natural gas distribution system. The District’s gas commodity pricing with Constellation is based on the published variable rate index which resets in April of each year. By entering into this multi-year agreement, the District locks in the published rates available at the time of signing for the agreed upon terms as outlined in the contract. In addition, the District is afforded the opportunity to estimate its annual usage based on the fixed rate. The District is then billed based on the monthly budgeted amount for predictability. In the spring, the District and Constellation reconcile any over or underpayments based on the projected usage for the fiscal year. A credit is issued to the District for overpayments and/or the District is responsible to pay the overtures beyond the estimated budget.

Gap Analysis:

Locking the price of natural gas will provide predictability in the District’s budget. Notably, if the market rate decreases after locking in unit pricing, the school District will be obligated to pay the rate that is locked in. Historically, the savings and predictability associated with rate locking has overcome any losses the District has experienced. In the event the District does not approve the renewal of the contract, thereby locking the purchasing price of natural gas, the District will purchase its required gas at the price prevailing when the order for natural gas is placed and prices will be subject to fluctuation. Without the renewal, the District will have its natural gas delivered to the schools and its other sites by DTE Energy without the accompanying savings provided by the Constellation easement agreement. Finally, locking in the rate for multiple years (two or more) increases the likelihood that the District will receive a lower than market rate .

Previous Outcomes:

For the period November 1, 2018 - March 31, 2019, the District was billed based on a fixed rate of \$3.09 per natural gas unit. The fiscal year 2019 winter was historically harsh and produced frigid temperatures that significantly increased the gas consumption across the District, and in turn increased the distribution costs of the commodity. Beginning April 1, the District’s rate lock expired and the District paid the prevailing market rate, which averaged \$3.715 per natural gas unit.

Constellation Rate Cycle (April 1-March 30)	Total Annual Cost
2017-18	3,032,427.29
2018-19	3,634,961.90

Expected Outcomes:

The current indicative gas rate projected for October 1 through June 30, 2022 is \$2.93 per natural gas unit, subject to confirmation and execution of the contract. This contract renewal will complete two (2) objectives:

1. Lock the Natural Gas rate to ensure that the District will have a more controlled cost for this commodity.
2. The terms of the contract will no longer end November 30th and will be placed on a contract cycle ending on June 30th following the traditional fiscal year. The new contract will exist from December 1, 2019 through June 30, 2022; however, the new rate lock will take effect beginning October 1, 2019.

Alignment to Strategic Plan:

Responsible Stewardship

Financial Impact:

Contract Renewal Period: December 1, 2019 through June 30, 2022
 Estimated Budgeted Value (Conservative): \$9,322,744.20 (12/1/19 – 06/30/22)
 Estimated Contingency Cost for Extreme Weather: \$300,733.68 (Equivalent to one (1) budgeted month expense)
 Total Contract Value NTE: \$9,623,477.88

Bid Process: The District issued a Request for Proposal (RFP) 19-0081 on August 30, 2018 for natural gas service. There was one respondent – Constellation. The RFP closed on September 13, 2018. The contract will run from December 1, 2018 – November 30, 2019 with three (3) one-year renewals.

Contact for Item:

Name: Machion Jackson, Assistant Superintendent of Operations
Phone: (313) 682-7067
Email: Machion.Jackson@Detroitk12.org

Estimated Budget Bills fixed vs. variable market 8-7-19.xlsx (21 KB)

Administrative Content

Executive Content



Agenda Item Details

Meeting	Sep 17, 2019 - Regular Board Meeting
Category	15. Consent Agenda (Administrative Items)
Subject	15.03 Recommendation to Approve the Costs for Dual Enrollment Courses
Access	Public
Type	Action
Recommended Action	Motion to approve funding to provide access to Dual Enrollment courses to District students in partnership with Wayne County Community College (WCCC), Lawrence Technological University, University of Detroit Mercy, and Wayne State University for the 2019/2020 school year in an amount not to exceed \$1,400,000.

Public Content

Recommendation:

That the School Board approve funding to provide access to Dual Enrollment courses to District students in partnership with Wayne County Community College (WCCC), Lawrence Technological University (LTU), University of Detroit Mercy (Detroit Mercy), and Wayne State University (WSU) for the 2019/2020 school year in an amount not to exceed \$1,400,000.

Description and Background:

This item was recommended for approval by the Academic Committee on August 22, 2019 and the Finance Committee on August 23, 2019.

The approval of this item will provide access for District High School students to take Dual Enrollment courses in partnership with local colleges and universities including: WCCC, LTU, Detroit Mercy, and WSU. The Postsecondary Enrollment Options Act (PA 160 or 1996) states that districts and public school academies shall use funds allocated under the State School Aid Act to support eligible pupils in their pursuit of enrollment opportunities in postsecondary institutions. These expenditures will allow students to access more than 120 college level courses at 15 High Schools district-wide. To support this, the District has developed Memorandums of Understanding with partners. Most dual enrollment courses will take place on our campuses, however there are instances where students travel to local campuses. Associates Degree options are available from Wayne County Community College and as part of the Early Middle College agreement with Lawrence Technological University. Beyond degree options, some series of courses lead to industry certifications.

Of the 120 courses offered across institutions, 27 of those, offered by WCCC are industry-aligned dual enrollment courses. The 27 courses will be offered in seven industry areas:

- business and entrepreneurship
- health care
- technology, media and arts
- law, education, and public safety
- engineering, manufacturing, and transportation
- construction
- service industry

Fourteen of the 22 high schools are designated as career academies. The High Schools who will offer Dual Enrollment include:

- Academy of Americas
- Ben Carson
- Cass Tech
- Cody High School
- Communications and Media Arts
- DCP Northwestern
- Denby
- Detroit School of the Arts
- East English Village
- Henry Ford
- Martin Luther King
- Marygrove
- Mumford
- Osborn
- Renaissance
- Southeastern
- Western International

Prior to enrollment District students meet with their counselor and/or principal to discuss eligibility and other aspects of the Postsecondary Enrollment Options Act. Students then receive approval of the principal indicating eligibility to dual enroll. The District then enrolls the students in eligible course(s) with postsecondary institution and ensure that the student schedule and transcript reflect the course. District students will enroll in both the first and second semesters of the 2019/2020 SY.

The District plans to support approximately 2,182 students at an average cost for courses and fees at \$641.64 each. Costs per institutions vary.

Institution	Cost per Credit Hour	Course Fees (Books)
Wayne State University	\$116.10	Varies
Wayne County Community College (WCCCD)	\$116.10	Varies
University of Detroit Mercy	\$300.00	~\$600 per student

Lawrence Technological University	\$100.00 per class	\$1200 per semester
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Gap Analysis:

The District is committed to expanding students' access to college and career readiness courses. In service of this, the District's strategic plan includes annual improvement goals to increase the percent of students enrolled (+12%) and successful completion (>95%) of college and career readiness (CCR) coursework, including Dual Enrollment and industry certification exams. In the Fall of 2018, only 9 high schools offered Dual Enrollment, this initiative expands to 15 and the District plans to expand to additional high schools in future academic years including expansion of additional partners (ex: Henry Ford College). Currently, 30.7% of District high school students participate in Advanced Placement, IB, Dual Enrollment, JROTC, and courses that lead to industry certifications. The District aspires to increase this by 12% in the coming year.

Previous Outcomes:

In previous years, Dual Enrollment was managed for and budgeted by schools. This resulted in reduced access to courses as well as fewer students participating in the program. On average the District has spent approximately \$270,000 on Dual Enrollment with three primary partners: Wayne County Community College, Lawrence Tech, University of Detroit - Mercy.

FY 19 Expenditures

Wayne County Community College: \$242,927

Lawrence Tech: \$7,800

University of Detroit - Mercy: \$22,441

Expected Outcomes:

Students in District High Schools will complete college level courses in partnership with Dual Enrollment college and university partners with a goal of increasing the number of Dual Enrollment courses available and the number of participating students Districtwide.

Financial Impact:

\$1,400,000 in general and grant funds

Administrative Content

Executive Content

Out-of-State Travel Requests



STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

GRETCHER WHITMER
GOVERNOR

RACHAEL EUBANKS
STATE TREASURER

DETROIT FINANCIAL REVIEW COMMISSION

SCHOOL DISTRICT RESOLUTION 2019-23

APPROVING THE COMMUNITY DISTRICT'S SEPTEMBER 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 September 30, 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 September 30, 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	Total Participants	Funding Source	Total Est. Cost	Approved by:	Notes
1	CropKing Grower Training	Lodi, OH	October 9 – October 10, 2019	Drew Transition Center	0	0	1	1	Grant Funds	\$901	Academic Committee 8.22.2019 Finance Committee 08.23.2019 Board 09.17.2019 Anticipated Approval FRC 09.30.2019	
2	Urban School Wellness Coalition	Charlotte, NC	October 14 – October 17, 2019	Office of School Nutrition	1	0	0	1	Grant Funds	\$1,839	Academic Committee 8.22.2019 Finance Committee 08.23.2019 Board 09.17.2019 Anticipated Approval FRC 09.30.2019	

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	Appellate Oral Argument of Federal Literacy Lawsuit	Cincinnati, OH	October 24, 2019	Office of the General Counsel	1	0	0	1	General Funds	\$1,115	Anticipated Approval Finance Committee 09.27.2019 FRC 09.30.2019 Board 10.15.2019	



Agenda Item Details

Meeting Sep 17, 2019 - Regular Board Meeting
 Category 15. Consent Agenda (Administrative Items)
 Subject 15.05 Recommendation to Approve the Out-of-State Travel to the CropKing Growers Workshop
 Access Public
 Type Action
 Recommended Action Motion to approve Out-of-State Travel to the CropKing Growers Workshop in the amount of \$901 using Special Education (Act 18) grant funds.

Public Content

Recommendation:

That the School Board approve Out-of-State Travel to the CropKing Growers Workshop in the amount of \$901 using Special Education (Act 18) grant funds.

Description and Background:

This item was recommended for approval by the Academic Committee on August 22, 2019 and the Finance Committee on August 23, 2019.

The following represents the travel request for approval:

Trip Details	Estimated Cost
Event: CropKing Grower Training Workshop	Registration \$595
Location: Lodi, OH	Lodging \$174
Dates: 10/9/19 - 10/11/19	Per Diem \$132
Department: Drew Transition Center	Total: \$901
Participants: 1 Staff	
Funding Source: Act 18	

Gap Analysis:

Drew Transition Center has the largest farm-to-school and work-based training programs in Michigan. One of its horticulture program teachers was awarded the Innovative Educator Corps grant to attend the CropKing Grower Workshop for his work at Drew. The CropKing Grower Workshop is a greenhouse and hydroponics training program that will incorporate teaching and demonstration to provide participants an understanding of controlled environment vegetable production systems. Participants will learn about CropKing's vine and leafy crop production systems and be introduced to the central elements of hydroponic greenhouse design and management.

Previous Outcomes:

N/A

Financial Impact:

\$901, Act 18 - Exceptional Student Education Funds

Contact for Item:

Name: Iranetta Wright, Deputy Superintendent of Schools
 Phone: 313-873-6893
 Email: iranetta.wright@detroitk12.org

Administrative Content

Executive Content



Agenda Item Details

Meeting	Sep 17, 2019 - Regular Board Meeting
Category	15. Consent Agenda (Administrative Items)
Subject	15.06 Recommendation to Approve the Out-of-State Travel to 2019 Urban School Wellness Coalition Conference
Access	Public
Type	Action
Recommended Action	Motion to approve out of state travel for the 2019 Urban School Wellness Coalition for the period of October 14, 2019 through October 17, 2019 in an amount not-to-exceed \$2,000.

Public Content

Recommendation:

That the School Board approve out of state travel for the 2019 Urban School Wellness Coalition (USWC) for the period of October 14, 2019 through October 17, 2019 in an amount not-to-exceed \$2,000.

Description and Background:

This item was recommended for approval by the Academic Committee on August 22, 2019 and the Finance Committee on August 23, 2019.

The Action for Healthy Kids Urban School Wellness Coalition is committed to helping school districts inform, coordinate, enhance and measure the development and implementation of equitable practices and policies through the collective impact model to ensure students are healthy, safe, engaged, supported and challenged. The Healthy Hunger-Free Kids Act of 2010 required districts to establish local school wellness policies which, at a minimum, include: goals for nutrition promotion and education, physical activity, and other school-based activities that promote student wellness; and nutrition guidelines for all foods available on each school campus during the school day consistent with USDA's meal pattern requirements.

As the District improves its integration of health and wellness into our education setting, the Urban School Wellness Coalition, comprised of leaders from 32 school districts, uses a collaborative impact approach through the Whole School, Whole Child model to advance the implementation of comprehensive school wellness policies and practices. Attending the conference and benchmarking with colleagues aligns with the Whole Child Commitment as we address not only eating healthy for wellness but other areas that students and their families encounter such as food insecurity.

Trip	Category	Estimated Cost
Conference: 2019 Urban School Wellness Coalition Location: Charlotte, NC Date: 10/14/19 - 10/17/19 Department: Office of School Nutrition Participants: 1 Program Supervisor Funding Source: NSLP (Federal)	Registration: Transportation: Lodging: Per Diem: Total:	\$500 \$325 \$624 \$390 \$1,839

Gap Analysis:

Attending this conference will assist us in remaining current on issues concerning school wellness policies and the requirements from the USDA. Failure to comply with the USDA school wellness policy could result in a finding.

Previous Outcomes:

Since 2014, District personnel have used the information learned at the conference to apply best practice principles from other districts to our wellness policy. These practices included utilizing Healthy Pro software to aid the District in promoting and marketing its food offerings to students. Previous conference attendance also aided the District's Wellness School Assessment Score (WelSat 2.0) in improving above the national average.

Expected Outcomes:

Attendee is expected to gain skills and knowledge necessary for the District to remain compliant with the implementation of MDE's mandated wellness policy.

Alignment to Strategic Plan:

Whole Child Commitment

Financial Impact:

School Lunch Program Funding (Fund 25): \$2,000.

Administrative Content

Executive Content



Agenda Item Details

Meeting	Sep 27, 2019 - Finance Sub-Committee Meeting (Open)
Category	4. Action Items
Subject	4.04 Out-of-State Travel Request - Office of the General Counsel to Attend Appellate Oral Argument of Federal Literacy Lawsuit
Access	Public
Type	Action
Recommended Action	Motion to approve the out of state travel for the General Counsel to attend the U.S. Court of Appeal for the Sixth Circuit federal lawsuit, Gary B., et al. v. Gretchen Whitmer, et al., for the date of October 24, 2019 for an amount not-to-exceed \$1,115.

Public Content

Recommendation:

That the School Board approve the request for out of state travel for the General Counsel to attend the Thursday, October 24, 2019 oral argument, before the U.S. Court of Appeal for the Sixth Circuit, of the federal literacy lawsuit Gary B., et al. v. Gretchen Whitmer, et al. The amount of travel will-not-exceed \$1,115.

Description and Background:

The below flight and hotel costs will only be incurred if the General Counsel is requested to present to the Court in this matter. Should the General Counsel attend for observation purposes only, travel will occur via car, same day.

Trip Details	Estimated Cost	Comments
Event: Oral Argument in federal literacy lawsuit, <u>Gary B. et al. v. Whitmer, et al.</u> , Location: Cincinnati, Ohio Dates: October 24, 2019 at 9:00 a.m.. EST.	<u>Airfare: \$515.00</u> <u>Hotel: \$270.00</u> <u>Transportation to/from Cincinnati Airport and Hotel: \$50.00</u> Per Diem: \$280.00 TOTAL: \$1,115.00	

<p>Department: Office of the General Counsel</p> <p>Participant(s): 1 (General Counsel, Jenice Mitchell Ford)</p> <p>Funding Source: General Funds</p>	
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Gap Analysis:

- This federal lawsuit alleges that the State of Michigan has breached Detroit school children’s constitutional right of access to literacy.
- The lawsuit was filed in 2016 while Detroit Public Schools was under State of Michigan emergency management. In November 2018, Detroit Public Schools Community District Office of the General Counsel (“OGC”) filed an amicus brief on behalf of plaintiffs/Detroit school children.
- OGC will timely file a motion to present oral argument. Also, it is possible that even if OGC doesn’t present oral argument – OGC may be asked a question by the judicial panel. To this end, it is prudent for OGC to attend the hearing.

Previous Outcomes:

Not Applicable.

Expected Outcomes:

The Court may rule in the plaintiffs and District's favor.

Alignment to Strategic Plan:

Outstanding Achievement

Financial Impact:

This amount would be paid out of the General Funds.

Contact for Item:

Name: Jenice Mitchell Ford

Phone: 313-873-4528

Email: [jenice.mitchellford @detroitk12.org](mailto:jenice.mitchellford@detroitk12.org)

Administrative Content

Executive Content

Appendix – DPSCD Detailed Schedules

DPSCD FY 2020 Monthly Cash Flows

\$ in thousands

	2019						2020						FY 20 Total
	July	August	September	October	November	December	January	February	March	April	May	June	
	8/2/2019	8/30/2019	9/27/2019	11/1/2019	11/29/2019	12/27/2019	1/31/2020	2/28/2020	3/27/2020	5/1/2020	5/29/2020	6/30/2020	
	Actual	Forecast*	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	
<i>Actual month end dates based on weeks</i>													
Cash Receipts													
State Aid	\$ 41,009	\$ 41,897	\$ -	\$ 42,100	\$ 42,100	\$ 42,100	\$ 42,100	\$ 42,100	\$ 42,100	\$ 42,100	\$ 42,100	\$ 42,100	\$ 461,806
MPSERS (State Funded)	3,361	3,361	-	-	6,753	3,377	3,377	3,377	3,377	3,377	3,377	3,377	37,111
Enhancement Millage	1,246	-	-	3,016	5,628	769	-	4,019	2,570	1,996	1,002	-	20,246
Grants	4,511	16,062	7,068	3,033	10,671	25,544	16,159	21,328	23,176	10,095	23,050	16,304	177,000
Transfer from DPS	0	-	-	-	6,110	-	-	-	-	-	-	-	6,110
Transfers from Other Accounts	-	-	2,947	-	-	5,500	-	-	11,000	-	-	25,500	44,947
WCRESA	-	2,607	2,607	2,607	2,607	2,607	2,607	2,607	2,607	2,607	2,607	2,607	28,677
Food Service Reimbursement	4,852	1,700	-	3,811	3,811	2,000	3,811	2,855	3,811	2,855	3,811	3,811	37,128
Miscellaneous	1,672	750	750	750	750	750	750	750	750	750	750	750	9,922
Total Cash Receipts	56,651	66,377	13,372	55,317	78,431	82,647	68,803	77,036	89,390	63,779	76,696	94,448	822,947
Cash Disbursements													
MPSERS (Pass through)	\$ (3,361)	\$ (3,361)	\$ (3,361)	\$ -	\$ -	\$ (6,753)	\$ (3,377)	\$ (3,377)	\$ (3,377)	\$ (3,377)	\$ (3,377)	\$ (3,377)	\$ (37,095)
Payroll Direct Deposit	(21,166)	(12,099)	(17,261)	(17,261)	(17,261)	(32,850)	(27,022)	(18,015)	(18,015)	(18,015)	(18,015)	(18,015)	(234,993)
Employee Withholdings	(6,174)	(4,356)	(5,285)	(9,321)	(6,214)	(6,485)	(11,826)	(6,485)	(6,485)	(9,728)	(6,485)	(6,485)	(85,330)
Employer Taxes	(1,740)	(1,452)	(1,762)	(3,107)	(2,071)	(2,162)	(3,942)	(2,162)	(2,162)	(3,243)	(2,162)	(2,162)	(28,126)
Pension (employee portion)	(2,110)	(1,416)	(1,718)	(3,029)	(2,020)	(2,108)	(3,843)	(2,108)	(2,108)	(3,162)	(2,108)	(2,108)	(27,836)
Pension (employer portion)	(6,874)	(4,477)	(5,432)	(9,580)	(6,386)	(6,665)	(12,154)	(6,665)	(6,665)	(9,998)	(6,665)	(6,665)	(88,228)
Fringe Benefits	(352)	(300)	(334)	(453)	(191)	(262)	(307)	(227)	(250)	(270)	(391)	(426)	(3,764)
Health	(4,495)	(5,100)	(5,355)	(5,355)	(5,355)	(5,355)	(5,623)	(5,623)	(5,623)	(5,623)	(5,623)	(5,623)	(64,751)
Accounts Payable	(22,062)	(7,427)	(11,984)	(11,432)	(20,905)	(15,600)	(15,600)	(15,600)	(15,600)	(15,600)	(15,600)	(19,449)	(186,857)
Accounts Payable - Capital Projects	(697)	(750)	(1,500)	(1,500)	(2,000)	(2,000)	(2,000)	(7,000)	(2,000)	(2,000)	(7,000)	(2,000)	(30,447)
Food Service	(2,157)	(1,294)	(1,400)	(2,636)	(3,371)	(4,090)	(1,996)	(3,161)	(3,077)	(3,685)	(3,077)	(3,077)	(33,021)
Transfer to DPS	-	-	-	-	-	-	-	-	-	-	-	-	-
Other	(46)	(500)	(500)	(500)	(10,500)	(500)	(500)	(500)	(500)	(500)	(10,500)	(500)	(25,546)
Total Cash Disbursements	(71,233)	(42,531)	(55,889)	(64,173)	(76,274)	(84,831)	(88,190)	(70,923)	(65,861)	(75,199)	(81,002)	(69,887)	(845,994)
Net Cash Flow	(14,582)	23,846	(42,517)	(8,856)	2,157	(2,184)	(19,387)	6,113	23,529	(11,420)	(4,306)	24,561	(23,046)
Beginning Cash Balance	129,595	115,013	138,859	96,342	87,486	89,643	87,458	68,072	74,185	97,714	86,294	81,987	129,595
Net Cash Flow	(14,582)	23,846	(42,517)	(8,856)	2,157	(2,184)	(19,387)	6,113	23,529	(11,420)	(4,306)	24,561	(23,046)
Ending Cash Balance	\$ 115,013	\$ 138,859	\$ 96,342	\$ 87,486	\$ 89,643	\$ 87,458	\$ 68,072	\$ 74,185	\$ 97,714	\$ 86,294	\$ 81,987	\$ 106,549	\$ 106,549

*Forecast includes actuals through August 9, 2019

DPSCD FY 2020 Other Cash Accounts

	July Actual	August Forecast*	September Forecast	October Forecast	November Forecast	December Forecast	January Forecast	February Forecast	March Forecast	April Forecast	May Forecast	June Forecast	FY 20 Total
General Fund Cash Balance	\$ 115,013	\$ 138,859	\$ 96,342	\$ 87,486	\$ 89,643	\$ 87,458	\$ 68,072	\$ 74,185	\$ 97,714	\$ 86,294	\$ 81,987	\$ 106,549	\$ 106,549
Internal Service Fund													
Beginning Balance	\$17,643	\$17,677	\$17,712	\$17,748	\$17,783	\$17,818	\$17,853	\$17,889	\$17,924	\$17,960	\$17,995	\$18,031	\$17,643
(+) Transfers in/Interest	34	35	35	35	35	35	35	35	36	36	36	36	424
(-) TIP and Workers' Compensation Claims	-	-	-	-	-	-	-	-	-	-	-	(3,000)	(3,000)
Ending Internal Service Fund Balance	\$17,677	\$17,712	\$17,748	\$17,783	\$17,818	\$17,853	\$17,889	\$17,924	\$17,960	\$17,995	\$18,031	\$15,067	\$15,067
Legal Reserve Fund													
Beginning Balance	\$1,153	\$1,155	\$1,157	\$1,159	\$1,162	\$1,164	\$1,166	\$1,168	\$1,170	\$1,173	\$1,175	\$1,177	\$1,153
(+) Transfers in/Interest	2	2	2	2	2	2	2	2	2	2	2	2	27
(-) Transfers out	-	-	-	-	-	-	-	-	-	-	-	-	-
Ending Legal Reserve Fund Balance	\$1,155	\$1,157	\$1,159	\$1,162	\$1,164	\$1,166	\$1,168	\$1,170	\$1,173	\$1,175	\$1,177	\$1,179	\$1,179
Capital Projects Fund													
Beginning Balance	\$20,438	\$17,689	\$17,722	\$14,809	\$14,837	\$24,865	\$19,413	\$19,450	\$19,487	\$8,524	\$8,540	\$18,556	\$20,438
(+) Transfers in/Interest	34	34	34	28	10,028	47	37	37	37	16	10,016	35	20,383
(-) Payments for completed projects	(2,783)	-	(2,947)	-	-	(5,500)	-	-	(11,000)	-	-	(11,000)	(33,230)
Ending Capital Projects Fund Balance	\$17,689	\$17,722	\$14,809	\$14,837	\$24,865	\$19,413	\$19,450	\$19,487	\$8,524	\$8,540	\$18,556	\$7,591	\$7,591
Rainy Day Fund													
Beginning Balance	\$35,748	\$35,817	\$35,886	\$35,954	\$36,023	\$36,092	\$36,161	\$36,231	\$36,300	\$36,370	\$36,439	\$36,509	\$35,748
(+) Transfers in/Interest	69	69	69	69	69	69	69	69	70	70	70	70	832
(-) Transfers out	-	-	-	-	-	-	-	-	-	-	-	-	-
Ending Rainy Day Fund Balance	\$35,817	\$35,886	\$35,954	\$36,023	\$36,092	\$36,161	\$36,231	\$36,300	\$36,370	\$36,439	\$36,509	\$36,579	\$36,579
MILAF Investment Account													
Beginning Balance	\$6,456	\$6,467	\$6,479	\$6,491	\$6,502	\$6,514	\$6,526	\$6,538	\$6,550	\$6,561	\$6,573	\$6,585	\$6,456
(+) Transfers in/Interest	12	12	12	12	12	12	12	12	12	12	12	12	141
(-) Transfers out	-	-	-	-	-	-	-	-	-	-	-	-	-
Ending MILAF Investment Account Balance	\$6,467	\$6,479	\$6,491	\$6,502	\$6,514	\$6,526	\$6,538	\$6,550	\$6,561	\$6,573	\$6,585	\$6,597	\$6,597
Food Service Fund													
Beginning Balance	\$21,760	\$21,802	\$21,843	\$21,885	\$21,926	\$21,968	\$22,010	\$22,051	\$22,093	\$22,135	\$22,177	\$22,220	\$21,760
(+) Transfers in/Interest	42	41	42	42	42	42	42	42	42	42	42	42	502
(-) Transfers out	-	-	-	-	-	-	-	-	-	-	-	(11,500)	(11,500)
Ending Food Service Fund Balance	\$21,802	\$21,843	\$21,885	\$21,926	\$21,968	\$22,010	\$22,051	\$22,093	\$22,135	\$22,177	\$22,220	\$10,762	\$10,762
Total General, Internal Service, Legal Reserve, Capital Projects, Rainy Day, MILAF Investment and Food Service Funds	\$215,620	\$239,659	\$194,387	\$185,719	\$198,064	\$190,587	\$171,398	\$177,709	\$190,437	\$179,194	\$185,066	\$184,324	\$184,324

*Forecast includes actuals through August 9, 2019

Expenditures by Function – July 2019

	Budget to Actual Comparison Current Month				Budget to Actual Comparison YTD				
	Budget	Actual	Variance		Budget	Actual	Variance		
	Month of Jul-FY20	Month of Jul-FY20	\$	%	YTD Jul-FY20	YTD Jul-FY20	\$	%	
FUNCTION LEVEL EXPENDITURES									
INSTRUCTION									
Elementary Programs	\$ 2,114,557	\$ 1,977,358	\$ (137,199)	(6%)	2,114,557	\$ 1,977,358	\$ (137,199)	(6%)	
Middle School Programs	63,618	260,258	196,640	309%	63,618	260,258	196,640	309%	
High School & Summer Programs	1,591,291	1,631,351	40,060	3%	1,591,291	1,631,351	40,060	3%	
Special Education	807,741	583,347	(224,394)	(28%)	807,741	583,347	(224,394)	(28%)	
Compensatory Education	2,069,981	1,445,509	(624,472)	(30%)	2,069,981	1,445,509	(624,472)	(30%)	
Career and Technical Education	10,445	19,789	9,344	89%	10,445	19,789	9,344	89%	
Adult/Continuing Education	1,875	21,027	19,152	1021%	1,875	21,027	19,152	1021%	
Total Instruction	6,659,508	5,938,637	(720,871)	(11%)	6,659,508	5,938,637	(720,871)	(11%)	
SUPPORTING SERVICES									
Pupil	885,090	1,333,408	448,318	51%	885,090	1,333,408	448,318	51%	
Instructional Support	1,858,296	1,641,548	(216,748)	(12%)	1,858,296	1,641,548	(216,748)	(12%)	
General Administration	482,969	470,436	(12,533)	(3%)	482,969	470,436	(12,533)	(3%)	
School Administration	2,177,646	2,420,231	242,585	11%	2,177,646	2,420,231	242,585	11%	
Business	895,023	884,623	(10,400)	(1%)	895,023	884,623	(10,400)	(1%)	
Maintenance & Operations	5,926,060	5,604,794	(321,265)	(5%)	5,926,060	5,604,794	(321,265)	(5%)	
Transportation	852,782	871,254	18,472	2%	852,782	871,254	18,472	2%	
Central Support Services	1,902,379	1,945,334	42,955	2%	1,902,379	1,945,334	42,955	2%	
School Activities	114,086	58,153	(55,933)	(49%)	114,086	58,153	(55,933)	(49%)	
Total Supporting Services	15,094,331	15,229,782	135,452	1%	15,094,331	15,229,782	135,452	1%	
Community Service	22,923	7,573	(15,350)	(67%)	22,923	7,573	(15,350)	(67%)	
TOTAL EXPENDITURES	\$ 21,776,762	\$ 21,175,993	(600,769)	(3%)	\$ 21,776,762	\$ 21,175,993	(600,769)	(3%)	