



GRETCHEN WHITMER
GOVERNOR

STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

RACHAEL EUBANKS
STATE TREASURER

**FINANCIAL REVIEW COMMISSION FOR THE SCHOOL DISTRICT OF
THE CITY OF DETROIT AND THE DETROIT PUBLIC SCHOOLS
COMMUNITY DISTRICT**

RESOLUTION 2020-23

**CERTIFYING (I) ADOPTION AND ADHERENCE TO DEFICIT-FREE
BUDGETS FOR THREE CONSECUTIVE YEARS (II) COMPLIANCE
WITH THE MICHIGAN FINANCIAL REVIEW COMMISSION ACT PER
MCL 141.1638 (g) AND (III) GRANTING THE DETROIT PUBLIC
SCHOOLS COMMUNITY DISTRICT A WAIVER PURSUANT TO
SECTION 8 OF THE MICHIGAN FINANCIAL REVIEW COMMISSION
ACT**

WHEREAS, the Michigan Financial Review Commission Act, Public Act 181 of 2014, as amended, MCL 141.1631 to 141.1643, (the “Act”) created the Financial Review Commission for the School District of the City of Detroit and the Detroit Public Schools Community District (the “Commission”) to provide oversight of the School District of the City of Detroit (“DPS”) and the Detroit Public Schools Community District (“DPSCD”) beginning on June 21, 2016;

WHEREAS, the Act charges the Commission with, among other things, (a) ensuring that DPS and DPSCD meet certain statutory requirements, (b) reviewing and approving budgets and certain contracts of DPS and DPSCD, and (c) establishing processes to ensure effective and prudent fiscal management for DPS and DPSCD;

WHEREAS, under Section 8 of the Act, the Commission must waive the requirements applicable under Section 6 and 7 of the Act to DPSCD if the Commission certifies that all of the requirements are met:

(a) that DPSCD has adopted and adhered to deficit-free budgets for three consecutive years that comply with generally accepted accounting principles and are in accordance with the Uniform Budgeting and Accounting Act, Public Act 2 of 1968, as amended, MCL 141.421 to 141.440a (the “Budget Act”);

(b) that the State Treasurer and the chief financial officer for DPSCD certify that both of the following are met:

(i) all municipal securities or debt obligations sold by or for the benefit of DPSCD in the general public market during the immediately preceding fiscal year and current fiscal year satisfied the capital and other financial requirements of the school district; and

(ii) there is a substantial likelihood that municipal securities or debt obligations can be sold by DPSCD in the general public market during the remainder of the current fiscal year and the immediately succeeding fiscal year in amounts sufficient to substantially satisfy all of the capital and other financial requirements of DPSCD during those periods in accordance with the school district’s financial plan, as applicable.

(c) that DPSCD has demonstrated to the Commission’s satisfaction that DPSCD has sufficient ability to borrow in the municipal securities market or within DPS;

(d) that DPSCD did not violate the plan for adjustment in the immediately preceding fiscal year, as applicable, and is not in violation in the current fiscal year;

(e) that the State Treasurer has certified that the school district is in compliance with the Budget Act;

(f) that DPSCD is in substantial compliance with the Act;

(g) that the DPSCD has fully satisfied all of its current obligations to the Michigan Public School Employees Retirement System (“MPERS”); and

(h) that DPSCD has implemented a program in which all contracts awarded by DPSCD are posted on the DPSCD's public website within 30 days of the contract award, including the identity of the parties to the contract, the dollar amount of the contract, and a brief description of the goods or services provided by the contract; and

WHEREAS, DPSCD seeks a waiver of active oversight of DPSCD by the Commission and has provided the Commission with documentation indicating that DPSCD has satisfied the conditions for a waiver under Section 8 of the Act.

NOW THEREFORE, be it **RESOLVED** by the Financial Review Commission for the School District of the City of Detroit and the Detroit Public Schools Community District:

1. That the Commission hereby certifies that DPSCD has satisfied the requirement under Section 8(2)(a) of the Act that DPSCD adopt and adhere to a deficit-free budget for three consecutive fiscal years. Documentation indicating that DPSCD adopted and adhered to a deficit-free budget for DPSCD for Fiscal Year 2016-2017 is attached as Exhibit 1-A. Documentation indicating that DPSCD has adopted and adhered to a deficit-free budget for DPSCD for Fiscal Year 2017-2018 is attached as Exhibit 1-B. Documentation indicating that DPSCD has adopted and adhered to a deficit-free budget for DPSCD for Fiscal Year 2018-2019 is attached as Exhibit 1-C.

2. That the Commission hereby certifies that DPSCD has satisfied the requirement under Section 8(2)(b)(i) of the Act that the State Treasurer and that the chief financial officer of DPSCD (the "CFO") both certify that all municipal securities or debt obligations sold by or for the benefit of DPSCD in the general public market during Fiscal Year 2019-2020 and Fiscal Year 2020-2021 satisfied the capital and other financial requirements of DPSCD. The certification by

the State Treasurer is attached as Exhibit 2-A. The certification by the CFO is attached as Exhibit 2-B.

3. That the Commission hereby certifies that DPSCD has satisfied the requirement under Section 8(2)(b)(ii) of the Act that the State Treasurer and the CFO both certify that there is a substantial likelihood that municipal securities or debt obligations can be sold by DPSCD in the general public market during the remainder of the current fiscal year and the immediately succeeding fiscal year in amounts sufficient to substantially satisfy all of the capital and other financial requirements of DPSCD during those periods in accordance with DPSCD's financial plan. The certification by the State Treasurer is attached as Exhibit 3-A. The certification by the CFO is attached as Exhibit 3-B.

4. That the Commission hereby certifies that DPSCD has satisfied the requirement under Section 8(2)(d) of the Act that DPSCD demonstrate to the Commission's satisfaction that DPSCD has sufficient ability to borrow in the municipal securities market or within DPSCD. A letter from the financial advisor for DPSCD regarding the ability of the DPSCD to access the market to finance capital improvements is attached at TAB 4-1.

5. That the Commission hereby certifies that DPSCD has satisfied the requirement under Section 8(2)(e) of the Act that DPSCD did not violate a plan for adjustment in the immediately preceding fiscal year and is not in violation in the current fiscal year because DPSCD has not filed for bankruptcy and is not subject to a plan for adjustment.

6. That the Commission hereby certifies that DPSCD has satisfied the requirement under Section 8(2)(f) of the Act that the State Treasurer certify that DPSCD is in compliance with the Budget Act. A copy of the certification by the State Treasurer is attached as Exhibit 6.

7. That the Commission hereby certifies that DPSCD has satisfied the requirement under Section 8(2)(g) of the Act for DPSCD to be in substantial compliance with the Act. The Commission has previously adopted resolutions confirming that DPSCD was in substantial compliance with the Act during prior fiscal years.

8. That the Commission hereby certifies that DPSCD has satisfied the requirement under Section 8(2)(h) of the Act to have satisfied all of its current obligation to MPSERS. A copy of an invoice from MPSERS indicating that DPSCD is current in its current obligations to MPSERS is attached as Exhibit 8.

9. That the Commission hereby certifies that DPSCD has satisfied the requirement under Section 8(2)(i) of the Act to implement a program in which all contracts awarded by DPSCD are posted on DPSCD's public website within 30 days of the contract award, including the identity of the parties to the contract, the dollar amount of the contract, and a brief description of the goods or services provided by the contract by establishing the Internet website located at <https://www.detroitk12.org/finance/procurement/contracts>.

10. That pursuant to Section 8 of the Act, the Commission hereby waives requirements designated in sections 6 and 7 and applicable to DPSCD effective upon the date of this resolution.

11. That the Commission hereby informs DPSCD that the Commission must rescind the waiver from the requirements of Section 6 and 7 of the Act granted to DPSCD by this resolution pursuant to Section 8(3) of the Act if any of the following occur, or if there is a substantial likelihood that any of the following will occur:

- (a) DPSCD fails to pay principal of or interest on any municipal securities when due or payable;

- (b) DPSCD incurs a budget deficit in a fiscal year equal to or more than 5% of the total expenditures in that year based on generally accepted accounting principles;
- (c) DPSCD issues municipal securities without the authorization of the Commission or in violation of the Revised Municipal Finance Act, Public Act 34 of 2001, as amended, MCL 141.2101 to 141.2821;
- (d) DPSCD violates the Act or any mandatory financial controls in a manner that substantially impairs DPSCD's ability to pay principal of and interest on municipal securities or other debt when due and payable or its ability to adhere to a balanced budget;
- (e) DPSCD violates any provision of any applicable plan for adjustment;
- (f) the State Treasurer or the CFO fail to certify that the criteria in subsection (8)(2)(b) of the Act are met; or
- (g) the CFO resigns, is terminated is removed, or the office of CFO otherwise becomes vacant and a successor to the CFO is not appointed within 180 days of the vacancy; or
- (h) DPSCD has not satisfied the requirements relating to DPSCD contracts in Section 8(2)(h) of the Act.

12. That the Commission will review the waiver from the requirements of Section 6 and 7 of the Act granted to DPSCD by this resolution annually and, by December 31 of each year after 2020, make a determination as to whether to renew the waiver for the subsequent year.

13. That this waiver, and any subsequent waivers, will be reviewed and acted upon by the Commission upon timely submission of the following information and reports to the Commission:

- (a) Within 45 days after the end of each month:
 - (i) Current fiscal year-to-date actuals to budget and annualized projections, in the form provided to the Commission by DPSCD during the 12 months before the waiver granted by this resolution.
 - (ii) Monthly analysis in the form provided to the Commission by DPSCD during the 12 months before the waiver granted by this resolution.
 - (iii) Current fiscal year-to-date net cash flows, including a current ratio analysis, in the form provided to the Commission by DPSCD during the 12 months before the waiver granted by this resolution.
- (b) Within 45 days of the end of each quarter:
 - (i) A summary report of the debt service and current status of payments made by DPSCD to MPSERS during that quarter.
 - (ii) A summary report of DPSCD's capital project expenditures during that quarter.
 - (iii) A summary of any litigation pending relating to the physical condition of DPSCD's facilities with a potential financial impact to DPSCD.
- (c) On an annual basis:
 - (i) At least 45 days before the adoption of the annual budget for a fiscal year, a summary report of changes from the budget for the then-current fiscal year necessary to assure a deficit-free budget in the next fiscal year of DPSCD.
 - (ii) By June 30 of each year, DPSCD presents an adopted deficit-free budget for DPSCD's next fiscal year to the Commission.

(iii) That during any waiver period, the Commission will continue its regular meetings. At these regular meetings, the Commission's staff will make a presentation to the Commission addressing whether financial distress has or is about to occur within DPSCD as provided in the Act. If financial distress is detected, the Commission's staff shall recommend that the waiver be rescinded

14. That this resolution is effective immediately and will remain in effect until the State Treasurer certifies that all outstanding debts of DPSCD are paid in full.

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4832-2201-2872, v. 2

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, 2019 through October 15, 2020

Presented on October 26, 2020

Requirement	FRC Act Sec. No.	Compliance
Statutory compliance: Michigan financial review commission act terms and conditions, 2014 PA 181	6(2)	See attached verification of compliance.
Statutory compliance: Section 8 of the publicly funded health insurance contributions act requirements, 2011 PA 152, MCL 15.568	6(3)(a)	See attached verification of compliance.
Statutory compliance: revised municipal finance act requirements, 2001 PA 34, MCL 141.2101 to 141.2821	6(3)(c)	See attached verification of compliance.
Statutory compliance: uniform budget and accounting act requirements, 1968 PA 2, MCL 141.421 to 141.440a	6(3)(d)	See attached verification of compliance.
Statutory compliance: revised school code requirements, 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 requirements, 1979 PA 94, MCL 388.1601 to 388.1772	6(3)(e)(ii)	See attached verification of compliance.
Statutory compliance: public school employees retirement act of 1979 requirements, 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 86 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 presented 8 amendments to previously ratified CBAs that required a letter of agreement (LOA). A total of 8 CBAs and 8 LOAs 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 operational budgets and budget amendments	7(c)	DPSCD has submitted two amendments to the FY 2020 general fund budget, one amendment to the FY 2020 food service fund budget and one amendment to the FY 2019 capital projects fund budget since

		<p>September 1, 2019 and the FRC approved all of them.</p> <p>DPSCD submitted the FY 2021 general fund budget, FY 2021 food service fund budget, FY 2020 and FY 2021 student activity fund budgets on June 29, 2020 and the FRC approved all of them.</p>
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 14 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

TO: Financial Review Commission

FROM: Jeremy Vidito, Chief Financial Officer, Detroit Public Schools Community District

SUBJECT: Certification of the District's Compliance with Public Act 181 of 2014 (PA 181), Section 6(3);
Certification that Detroit Public Schools Community District has met the Waiver Conditions
in PA 181, Section 8(2)

DATE: October 26, 2020

1. AUTHORITY

- 1.1. State of Michigan Public Act 181, Section 6(3) states the Financial Review Commission (FRC) shall ensure that Detroit Public Schools Community District (DPSCD) complies with the provisions of various State laws, as applicable, and may request verification of compliance.
- 1.2. State of Michigan Public Act 181, Section 8(1) states the FRC shall, by resolution, waive the oversight requirements designated in Sections 6 and 7 of PA 181 if certain conditions are met as provided in Section 8(2) of PA 181.

2. OBJECTIVE

- 2.1. The FRC has requested that the Chief Financial Officer (CFO) verify that DPSCD is in compliance with the provisions in PA 181, Section 6(3).
- 2.2. The FRC has requested that the CFO verify that DPSCD has met all the waiver conditions in Section 8(2) of PA 181.

3. PURPOSE

- 3.1. To certify that, to the best of my knowledge, the statements in Section 5 of this Memorandum are true and accurate, and to transmit the certification to the FRC.

4. SCOPE

- 4.1. This Memorandum is intended solely to satisfy the FRC's request for verification of compliance with the provisions in PA 181, Section 6(3) and for verification that DPSCD has met the waiver conditions of Section 8(2) of PA 181.

5. STATEMENT

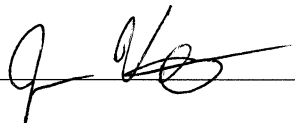
- 5.1. In accordance with Section 6(3) of PA 181, DPSCD is in compliance with the following provisions:
 - 5.1.1. The revised municipal finance act, 2001 PA 34, MCL 141.1638(a) to 141.1638(i).
 - 5.1.2. The uniform budgeting and accounting act, 1968 PA 2, MCL 141.421 to 141.440a.
 - 5.1.3. The public-school employee's retirement act of 1979 (MCL 141.1638(2)(h)).
 - 5.1.4. The revised school code, 1976 PA 451, MCL 380.1 to 380.1852.
 - 5.1.5. Article I of the state school aid act of 1979, 1979 PA 94, MCL 388.1601 to 388.1772.

Students Rise. We all Rise

DPSCD does not discriminate on the basis of race, color, national origin, sex, sexual orientation, transgender identity, disability, age, religion, height, weight, citizenship, marital or family status, military status, ancestry, genetic information, or any other legally protected category, in its educational programs and activities, including employment and admissions. Questions? Concerns? contact the Civil Rights Coordinator at (313) 240-4377 or dpscd.compliance@detroitk12.org or 3011 West Grand Boulevard, 14th Floor, Detroit MI 48202.

- 5.2. In accordance with Section 8(2) of PA 181, DPSCD has met the following conditions:
 - 5.2.1. Adopted and adhered to deficit-free budgets for 3 consecutive years (FY 2017, FY 2018, FY 2019) that comply with generally accepted accounting principles and are in accordance with the uniform budgeting and accounting act, 1968 PA 2, MCL 141.421 to 141.440a.
 - 5.2.2. Both of the following conditions related to municipal securities:
 - 5.2.2.1. All municipal securities or debt obligations sold by or for the benefit of DPSCD in the general public market during the immediately preceding fiscal year and current fiscal year satisfied the capital and other financial requirements of DPSCD during that period. DPSCD did not sell any municipal securities or debt obligations.
 - 5.2.2.2. There is a substantial likelihood that municipal securities or debt obligations can be sold by DPSCD in the general public market during the remainder of the current fiscal year and the immediately succeeding fiscal year in amounts sufficient to substantially satisfy all of the capital and other financial requirements of DPSCD during those periods in accordance with DPSCD's financial plan, as applicable.
 - 5.2.3. Sufficient ability to borrow in the municipal securities market.
 - 5.2.4. If applicable, did not violate the Plan of Adjustment (the "POA") in the immediately preceding fiscal year, as applicable, and is not in violation in the current fiscal year. (NOTE: Upon information and belief, this requirement was not applicable to DPSCD.)
 - 5.2.5. Compliance with the uniform budgeting and accounting act, 1968 PA 2, MCL 141.421 to 141.440a.
 - 5.2.6. Substantial compliance with PA 181.
 - 5.2.7. Implemented a program in which all contracts awarded by the District are posted on the District's public website within 30 days of the contract award, including the identity of the parties to the contract, the dollar amount of the contract, and a brief description of the goods or services provided by the contract.

CERTIFIED



Chief Financial Officer, Detroit Public Schools Community District

Exhibit 1-A

**Detroit Public Schools Community District's FY 2016-2017 Budget and Budget
Amendments**

**DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT
GENERAL FUND
ADOPTED BUDGET
YEAR ENDING JUNE 30, 2017**

	FY 2015 - Actual	FY 2016 - 2nd Amendment	FY 2017 - Proposed	FY 2017 - Proposed Increase (Decrease) Over FY 2015 - Actual	FY 2017 - Proposed Increase (Decrease) Over FY 2016 - Amended
Revenue:					
Local sources					
Special education millage	\$ 30,085,680	\$ 31,777,479	\$ 38,826,853	\$ 8,741,173	\$ 7,049,374
Property Taxes	65,981,648	68,909,286	-	(65,981,648)	(68,909,286)
Other	9,255,286	13,934,450	11,925,615	2,670,329	(2,008,835)
Total local sources	105,322,614	114,621,215	50,752,468	(54,570,146)	(63,868,747)
State sources	385,812,644	429,660,056	445,820,225	60,007,581	16,160,169
Federal sources	169,259,155	160,941,659	141,820,618	(27,438,537)	(19,121,041)
Total Revenue	660,394,413	705,222,930	638,393,311	(22,001,102)	(66,829,619)
Expenditures:					
Instruction	335,669,369	339,505,433	332,136,275	(3,533,094)	(7,369,158)
Support services					
Pupil services	52,375,223	57,706,830	61,098,044	8,722,821	3,391,214
Instructional staff support	62,830,196	71,701,361	55,406,594	(7,423,602)	(16,294,767)
General administration	7,583,101	4,464,900	3,177,970	(4,405,131)	(1,286,930)
School administration	35,378,176	37,594,136	38,695,133	3,316,957	1,100,997
Business office	16,031,649	8,994,005	9,992,727	(6,038,922)	998,722
Operations & maintenance	79,307,554	74,835,192	84,826,740	5,519,186	9,991,548
Transportation	32,840,089	37,194,522	35,049,312	2,209,223	(2,145,210)
Central support service	29,780,386	29,522,183	28,356,986	(1,423,400)	(1,165,197)
Other support service	2,023,495	885,007	769,593	(1,253,902)	(115,414)
Total support services	318,149,869	322,898,136	317,373,099	(776,770)	(5,525,037)
Community service	3,301,079	4,596,346	4,189,662	888,583	(406,684)
Facilities acquisitions and improvement	14,721	577,896	606,809	592,088	28,913
Debt service	56,895,055	63,849,494	-	(56,895,055)	(63,849,494)
Total Expenditures	714,030,093	731,427,305	654,305,845	(59,724,248)	(77,121,460)
Other Financial Sources (Uses)					
Sources					
Transfers from other school districts	-	-	25,000,000	25,000,000	25,000,000
Proceeds from sale of capital assets	5,401,970	3,046,000	6,000,000	598,030	2,954,000
Transfers In	1,762,100	2,256,058	2,256,058	493,958	-
Total Sources	7,164,070	5,302,058	33,256,058	26,091,988	27,954,000
Total Other Financial Sources (Uses)	7,164,070	5,302,058	33,256,058	26,091,988	27,954,000
Excess (deficiency) of Revenue and Other Sources Over (Under) Expenditures and Other Uses	(46,471,610)	(20,902,317)	17,343,524	63,815,134	38,245,841
Beginning Fund Balance	(169,460,307)	(215,931,917)	-		
Fund Balance Designated for Future Investments	-	-	17,343,524		
Unrestricted Fund Balance	-	-	-		
Ending Fund Balance	\$ (215,931,917)	\$ (236,834,234)	\$ 17,343,524		

**Detroit Public Schools Community District vs. DPS Prior Years
(For Comparison Purposes)**

**DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT
FOOD SERVICE FUND
ADOPTED BUDGET
YEAR ENDING JUNE 30, 2017**

	<u>FY 2015 - Actual</u>	<u>FY 2016 - 2nd Amendment</u>	<u>FY 2017 - Proposed</u>	<u>FY 2017 - Proposed Increase (Decrease) Over FY 2015 - Actual</u>	<u>FY 2017 - Proposed Increase (Decrease) Over FY 2016 - Amended</u>
Revenue:					
Local sources					
Other	\$ 906,280	\$ -	\$ 980,500	\$ 74,220	\$ 980,500
Total local sources	906,280	-	980,500	74,220	980,500
State sources	1,653,364	2,800,000	1,283,000	(370,364)	(1,517,000)
Federal sources	43,044,669	43,570,897	47,340,473	4,295,804	3,769,576
Total Revenue	45,604,313	46,370,897	49,603,973	3,999,660	3,233,076
Expenditures:					
Support services					
Personnel	13,529,815	15,674,477	15,190,201	1,660,386	(484,276)
Purchased Services	2,914,962	3,865,065	2,644,775	(270,187)	(1,220,290)
Supplies	24,424,489	23,356,646	28,412,939	3,988,450	5,056,293
Equipment & Capital	1,798,665	1,218,651	1,100,000	(698,665)	(118,651)
Total support services	42,667,931	44,114,839	47,347,915	4,679,984	3,233,076
Total Expenditures	42,667,931	44,114,839	47,347,915	4,679,984	3,233,076
Other Financial Sources (Uses)					
Sources					
Transfers from Other School	-	-	6,146,057	6,146,057	6,146,057
Total Sources	-	-	6,146,057	6,146,057	6,146,057
Uses					
Transfers Out	(1,762,100)	(2,256,058)	(2,256,058)	493,958	-
Total Uses	(1,762,100)	(2,256,058)	(2,256,058)	493,958	-
Total Other Financial Sources (Uses)	(1,762,100)	(2,256,058)	3,889,999	5,652,099	6,146,057
Excess (deficiency) of Revenue Over (Under) Expenditures	1,174,282	-	6,146,057	4,971,775	6,146,057
Beginning Fund Balance	4,971,775	6,146,057	-		
Ending Fund Balance	\$ 6,146,057	\$ 6,146,057	\$ 6,146,057		

DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT

DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT GENERAL FUND BUDGET AMENDMENT # 5 YEAR ENDING JUNE 30, 2017

	FY 2017 - Budget Amendment # 1	FY 2017 - Budget Amendment # 2	FY 2017 - Budget Amendment # 3	FY 2017 - Budget Amendment # 4	FY 2017 - Budget Amendment # 5	FY 2017 - Budget Amendment # 5 Increase (Decrease) Over FY 2017 - Budget Amendment # 4
Revenue:						
Local sources						
Special education millage	\$ 38,826,853	\$ 38,826,853	\$ 37,784,426	\$ 39,978,739	\$ 43,262,078	\$ 3,283,339
Revenue enhancement millage	-	-	16,482,670	16,482,670	16,482,670	-
Payments from the EAA	-	2,000,000	2,449,999	2,449,999	2,449,999	-
Other	12,228,981	12,228,981	12,216,928	15,618,447	12,455,584	(3,162,863)
Total local sources	51,055,834	53,055,834	68,934,023	74,529,855	74,650,331	120,476
State sources	445,820,225	441,320,225	441,694,928	439,594,318	439,541,179	(53,139)
Federal sources	142,198,114	142,198,114	146,159,505	151,523,011	159,145,678	7,622,667
Total Revenue	639,074,173	636,574,173	656,788,456	665,647,184	673,337,188	7,690,004
Expenditures:						
Instruction	334,818,295	341,551,248	334,685,823	333,286,682	330,065,300	(3,221,382)
Support services						
Pupil services	60,851,687	62,033,509	59,110,094	57,303,208	57,005,607	(297,601)
Instructional staff support	53,634,411	53,967,452	54,084,423	51,958,975	55,883,400	3,924,425
General administration	3,836,974	3,836,974	3,868,412	3,597,300	3,609,034	11,734
School administration	38,454,265	38,487,534	38,867,075	37,569,649	35,588,016	(1,981,633)
Business office	9,481,223	9,481,223	9,203,315	11,515,247	11,162,082	(353,165)
Operations & maintenance	84,854,606	84,854,606	87,255,722	86,585,186	85,161,107	(1,424,079)
Transportation	35,031,312	35,031,312	35,834,665	35,709,996	35,689,754	(20,242)
Central support service	28,331,822	28,339,379	29,407,090	28,689,993	27,785,246	(904,747)
Other support service	842,576	842,576	1,838,525	1,840,454	1,929,552	89,098
Total support services	315,318,876	316,874,565	319,469,321	314,770,008	313,813,798	(956,210)
Community service	4,242,729	4,257,403	5,350,764	5,403,670	6,050,153	646,483
Facilities acquisitions and improvement	606,809	606,809	606,809	95,093	95,093	-
Total Expenditures	654,986,709	663,290,025	660,112,717	653,555,453	650,024,344	(3,531,109)
Other Financial Sources (Uses)						
Sources						
Proceeds from sale of capital assets	6,000,000	9,000,000	9,000,000	9,453,597	9,453,597	-
Payments From Detroit Public Schools	25,000,000	42,300,000	40,269,308	40,696,275	40,696,275	-
Transfer from Food Service Fund	2,256,058	2,256,058	2,256,058	2,256,058	2,256,058	-
Total Sources	33,256,058	53,556,058	51,525,366	52,405,930	52,405,930	-
Total Other Financial Sources (Uses)	33,256,058	53,556,058	51,525,366	52,405,930	52,405,930	-
Excess (deficiency) of Revenue and Other Sources Over (Under) Expenditures and Other Uses	17,343,522	26,840,206	48,201,105	64,497,661	75,718,774	11,221,113
Beginning Reserves	-	-	-	-	-	-
Ending Reserves	\$ 17,343,522	\$ 26,840,206	\$ 48,201,105	\$ 64,497,661	\$ 75,718,774	\$ 11,221,113
Restricted Reserves			\$ 32,750,000	\$ 32,750,000	\$ 32,750,000	
Unrestricted Reserves			\$ 15,451,105	\$ 31,747,661	\$ 42,968,774	

DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT

DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT FOOD SERVICE FUND BUDGET AMENDMENT # 5 YEAR ENDING JUNE 30, 2017

	FY 2017 - Budget Amendment # 1	FY 2017 - Budget Amendment # 2	FY 2017 - Budget Amendment # 3	FY 2017 - Budget Amendment # 4	FY 2017 - Budget Amendment # 5	FY 2017 - Budget Amendment # 5 Increase (Decrease) Over FY 2017 - Budget Amendment # 4
Revenue:						
Local sources						
Other	\$ 980,500	\$ 980,500	\$ 980,500	\$ 980,500	\$ 980,500	\$ -
Total local sources	980,500	980,500	980,500	980,500	980,500	-
State sources	1,283,000	1,283,000	1,380,117	1,380,117	1,665,117	285,000
Federal sources	47,340,473	47,340,473	47,340,473	47,340,473	47,340,473	-
Total Revenue	49,603,973	49,603,973	49,701,090	49,701,090	49,986,090	285,000
Expenditures:						
Support services						
Personnel	15,190,201	15,190,201	15,976,168	15,979,630	15,979,630	-
Purchased Services	2,644,775	2,644,775	2,290,859	2,320,859	2,320,859	-
Supplies	28,412,939	28,412,939	28,045,643	28,012,181	28,012,181	-
Equipment & Capital	1,100,000	1,100,000	1,132,362	1,132,362	1,417,362	285,000
Total support services	47,347,915	47,347,915	47,445,032	47,445,032	47,730,032	285,000
Total Expenditures	47,347,915	47,347,915	47,445,032	47,445,032	47,730,032	285,000
Other Financial Sources (Uses)						
Sources						
Payments From Detroit Public Schools	-	-	-	-	4,458,220	4,458,220
Total Sources	-	-	-	-	4,458,220	4,458,220
Uses						
Transfers Out	(2,256,058)	(2,256,058)	(2,256,058)	(2,256,058)	(2,256,058)	-
Total Uses	(2,256,058)	(2,256,058)	(2,256,058)	(2,256,058)	(2,256,058)	-
Total Other Financial Sources (Uses)	(2,256,058)	(2,256,058)	(2,256,058)	(2,256,058)	2,202,162	4,458,220
Excess (deficiency) of Revenue Over (Under) Expenditures	-	-	-	-	4,458,220	
Beginning Fund Balance	-	-	-	-	-	
Ending Fund Balance	\$ -	\$ -	\$ -	\$ -	\$ 4,458,220	

Exhibit 1-B

**Detroit Public Schools Community District's FY 2017-2018 Budget and Budget
Amendments**

**DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT
GENERAL FUND
ADOPTED BUDGET
YEAR ENDING JUNE 30, 2018**

	FY 2017 - Final	FY 2018 - Adopted	FY 2018 - Adopted Increase (Decrease) Over FY 2017 - Final
Revenue:			
Local sources			
Special education millage	\$ 43,262,078	\$ 43,151,615	\$ (110,463)
Revenue enhancement millage	16,482,670	17,740,760	1,258,090
Payments from the EAA	2,449,999	2,546,317	96,318
Other	12,455,584	11,689,525	(766,059)
Total local sources	74,650,331	75,128,217	477,886
State sources	439,541,179	475,732,309	36,191,130
Federal sources	159,145,678	144,305,730	(14,839,948)
Total Revenue	673,337,188	695,166,256	21,829,068
Expenditures:			
Instruction	330,065,300	368,474,924	38,409,624
Support services			
Pupil services	57,005,607	64,545,884	7,540,277
Instructional staff support	55,883,400	53,486,475	(2,396,925)
General administration	3,609,034	5,421,503	1,812,469
School administration	35,588,016	39,684,565	4,096,549
Business office	11,162,082	7,718,860	(3,443,222)
Operations & maintenance	85,161,107	90,944,957	5,783,850
Transportation	35,689,754	39,401,259	3,711,505
Central support service	27,785,246	29,494,567	1,709,321
Other support service	1,929,552	2,036,418	106,866
Total support services	313,813,798	332,734,488	18,920,690
Community service	6,050,153	4,706,607	(1,343,546)
Facilities acquisitions and improvement	95,093	-	(95,093)
Total Expenditures	650,024,344	705,916,019	55,891,675
Other Financial Sources (Uses)			
Sources			
Proceeds from sale of capital assets	9,453,597	-	(9,453,597)
Payments From Detroit Public Schools	40,696,275	13,100,000	(27,596,275)
Transfer from Food Service Fund	2,256,058	2,000,000	(256,058)
Total Sources	52,405,930	15,100,000	(37,305,930)
Total Other Financial Sources (Uses)	52,405,930	15,100,000	(37,305,930)
Excess (deficiency) of Revenue and Other Sources Over (Under) Expenditures and Other Uses	75,718,774	4,350,237	(71,368,537)
Beginning Reserves	-	75,718,774	
Ending Reserves	\$ 75,718,774	\$ 80,069,011	
Restricted Reserves	\$ 32,750,000	\$ 34,750,000	
Unrestricted Reserves	\$ 42,968,774	\$ 45,319,011	

Food Service

The District records food service economic transactions in Fund 25, which is a special revenue fund that is not a part of the General Fund and as such is presented separately. This Fund continues to maintain a positive fund balance while providing high quality food service to our students. Following is the FY 2018 budget for the District's food service operations:

DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT FOOD SERVICE FUND ADOPTED BUDGET YEAR ENDING JUNE 30, 2018			
	FY 2017 - Final	FY 2018 - Adopted	FY 2018 - Adopted Increase (Decrease) Over FY 2017 - Final
Revenue:			
Local sources			
Other	\$ 980,500	\$ 980,500	\$ -
Total local sources	980,500	980,500	-
State sources	1,665,117	1,283,000	(382,117)
Federal sources	47,340,473	45,815,884	(1,524,589)
Total Revenue	49,986,090	48,079,384	(1,906,706)
Expenditures:			
Support services			
Personnel	15,979,630	18,110,553	2,130,923
Purchased Services	2,320,859	1,924,400	(396,459)
Supplies	28,012,181	24,864,431	(3,147,750)
Equipment & Capital	1,417,362	930,000	(487,362)
Utilities	-	250,000	250,000
Total support services	47,730,032	46,079,384	(1,650,648)
Total Expenditures	47,730,032	46,079,384	(1,650,648)
Other Financial Sources (Uses)			
Sources			
Payments From Detroit Public Schools	4,458,220	-	(4,458,220)
Total Sources	4,458,220	-	(4,458,220)
Uses			
Transfers Out	(2,256,058)	(2,000,000)	256,058
Total Uses	(2,256,058)	(2,000,000)	256,058
Total Other Financial Sources (Uses)	2,202,162	(2,000,000)	(4,202,162)
Excess (deficiency) of Revenue Over (Under) Expenditures	4,458,220	-	
Beginning Fund Balance	-	4,458,220	
Ending Fund Balance	\$ 4,458,220	\$ 4,458,220	

**DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT
GENERAL FUND
BUDGET AMENDMENT # 2
YEAR ENDING JUNE 30, 2018**

	FY 2017 - Actual	FY 2018 - Budget Amendment # 1	FY 2018 - Budget Amendment # 2	FY 2018 - Budget Amendment # 2 Increase (Decrease) Over FY 2018 - Budget Amendment # 1
Revenue:				
Local sources				
Special education millage	\$ 35,126,096	\$ 43,151,615	\$ 45,155,735	\$ 2,004,120
Revenue enhancement millage	15,546,457	17,740,760	18,528,860	788,100
Payments from the EAA	3,699,998	2,546,317	2,546,317	-
Other	8,155,766	11,956,850	11,998,353	41,503
Total local sources	62,528,317	75,395,542	78,229,265	2,833,723
State sources	441,911,193	475,699,609	495,159,759	19,460,150
Federal sources	116,292,314	153,410,004	172,805,905	19,395,901
Total Revenue	620,731,824	704,505,155	746,194,929	41,689,774
Expenditures:				
Instruction	300,767,174	362,773,869	375,053,163	12,279,294
Support services				
Pupil services	50,446,214	63,366,955	63,397,068	30,113
Instructional staff support	45,947,616	52,253,390	52,516,821	263,431
General administration	3,408,368	5,342,036	5,225,977	(116,059)
School administration	32,685,915	40,105,434	41,155,553	1,050,119
Business office	9,950,639	9,211,035	10,051,024	839,989
Operations & maintenance	80,857,617	95,957,617	97,563,360	1,605,743
Transportation	33,519,120	38,096,982	38,672,144	575,162
Central support service	24,852,688	32,939,414	33,947,578	1,008,164
Other support service	1,764,382	1,561,965	2,459,804	897,839
Total support services	283,432,559	338,834,828	344,989,329	6,154,501
Community service	3,698,595	4,809,206	5,797,369	988,163
Total Expenditures	587,898,328	706,417,903	725,839,861	19,421,958
Other Financial Sources (Uses)				
Sources				
Proceeds from sale of capital assets	9,453,274	-	-	-
Payments From Detroit Public Schools	34,104,890	13,100,000	13,100,000	-
Transfer from Food Service Fund	2,571,460	2,000,000	2,000,000	-
Total Sources	46,129,624	15,100,000	15,100,000	-
Uses				
Contingency	-	(8,900,000)	(17,995,338)	9,095,338
Total Uses	-	(8,900,000)	(17,995,338)	9,095,338
Total Other Financial Sources (Uses)	46,129,624	6,200,000	(2,895,338)	(9,095,338)
Excess (deficiency) of Revenue and Other Sources Over (Under) Expenditures and Other Uses	78,963,120	4,287,252	17,459,730	13,172,478
Excess (deficiency) of Revenue and Other Sources Over (Under) Expenditures and Other Uses	78,963,120	4,287,252	17,459,730	13,172,478
Beginning Reserves	-	78,963,120	78,963,120	
Ending Reserves	\$ 78,963,120	\$ 84,305,156	\$ 84,189,097	
Restricted Reserves	\$ 20,190,532	\$ 19,742,900	\$ 18,668,284	
Unrestricted Reserves	\$ 58,772,588	\$ 64,562,256	\$ 65,520,813	

**DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT
FOOD SERVICE FUND
BUDGET AMENDMENT # 2
YEAR ENDING JUNE 30, 2018**

	FY 2017 - Actual	FY 2018 - Budget Amendment # 1	FY 2018 - Budget Amendment # 2	FY 2018 - Budget Amendment # 2 Increase (Decrease) Over FY 2018 - Budget Amendment # 1
Revenue:				
Local sources				
Other	\$ 527,397	\$ 980,500	\$ 980,500	\$ -
Total local sources	527,397	980,500	980,500	-
State sources	1,701,715	1,283,000	1,568,000	285,000
Federal sources	47,247,599	45,815,884	45,815,884	-
Total Revenue	49,476,711	48,079,384	48,364,384	285,000
Expenditures:				
Support services				
Personnel	13,350,968	18,124,974	18,343,454	218,480
Purchased Services	1,511,583	1,924,400	1,924,400	-
Supplies	25,782,470	24,850,010	24,850,010	-
Equipment & Capital	35,365	930,000	996,520	66,520
Utilities	-	250,000	250,000	-
Total support services	40,680,386	46,079,384	46,364,384	285,000
Total Expenditures	40,680,386	46,079,384	46,364,384	285,000
Other Financial Sources (Uses)				
Sources				
Proceeds from sale of capital assets	8,691,423	-	-	-
Total Sources	8,691,423	-	-	-
Uses				
Transfers Out	(2,571,460)	(2,000,000)	(2,000,000)	-
Total Uses	(2,571,460)	(2,000,000)	(2,000,000)	-
Total Other Financial Sources (Uses)	6,119,963	(2,000,000)	(2,000,000)	-
Excess (deficiency) of Revenue Over (Under)				
Expenditures	14,916,288	-	-	-
Beginning Fund Balance	-	14,916,288	14,916,288	
Ending Fund Balance	\$ 14,916,288	\$ 14,916,288	\$ 14,916,288	

Exhibit 1-C

**Detroit Public Schools Community District's FY 2018-2019 Budget and Budget
Amendments**

**DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT
GENERAL FUND
BUDGET AMENDMENT # 1
YEAR ENDING JUNE 30, 2019**

	FY 2018 - Actual	FY 2019 Adopted Budget	FY 2019 Budget Amendment # 1	Variance
Revenue:				
Local sources	\$ 66,222,793	\$ 71,531,139	\$ 66,455,987	(5,075,152)
State sources	484,209,873	503,289,568	512,763,670	9,474,101
Federal sources	131,731,039	174,565,368	183,058,492	8,493,124
Total Revenue	682,163,705	749,386,075	762,278,149	12,892,073
Expenditures:				
Instruction	324,511,382	390,136,373	378,051,491	(12,084,882)
Support services				
Pupil services	52,567,856	78,354,488	91,306,167	12,951,679
Instructional staff support	31,296,933	32,899,337	45,723,042	12,823,706
General administration	4,549,474	6,078,685	5,688,261	(390,424)
School administration	39,221,706	52,476,876	48,188,781	(4,288,095)
Business office	10,206,870	11,073,394	10,218,789	(854,605)
Operations & maintenance	93,223,006	81,961,782	92,615,755	11,330,862
Transportation	34,896,150	36,749,795	36,975,486	225,690
Central support service	34,934,693	38,949,349	41,881,594	2,932,245
Other support service	3,660,090	2,413,014	2,729,881	316,867
Total support services	304,556,778	340,956,720	375,327,756	35,047,925
Community service	4,047,594	1,271,230	5,463,516	4,192,286
Facilities acquisitions and improvement	-	-	28,171	28,171
Total Expenditures	633,115,754	732,364,323	758,870,934	27,183,500
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	-
Transfer from Food Service Fund	1,779,586	2,000,000	2,000,000	-
Total Sources	1,779,586	8,900,000	9,268,575	368,575
Uses				
Contingency	-	(17,831,299)	-	(17,831,299)
Total Uses	-	(17,831,299)	-	(17,831,299)
Total Other Financial Sources (Uses)	1,779,586	(8,931,299)	9,268,575	18,199,874
Special Item	11,244,572	-	-	-
Excess (deficiency) of Revenue and Other Sources Over (Under) Expenditures and Other Uses	62,072,109	8,090,453	12,675,790	4,585,335
Excess (deficiency) of Revenue and Other Sources Over (Under) Expenditures and Other Uses	62,072,109	8,090,453	12,675,790	4,585,335
Fund Balance - Beginning	78,963,120	141,035,229	141,035,229	
Fund Balance - Ending	\$ 141,035,229	\$ 149,125,682	\$ 153,711,019	

¹ General Fund includes Funds 11 through 22.

² Notes: See footnotes that follow for explanation of increases and decreases

October 26, 2020

Financial Review Commission for the School District
of the City of Detroit and the Detroit Public Schools
Community District
3062 West Grand Boulevard
Detroit, MI 48202

**Re: Certification for the Detroit Public Schools Community District Pursuant to MCL
141.1638(2)(b)(i)**

Dear Commission Members:

Pursuant to Section 8(2)(b)(i) of the Michigan Financial Review Commission Act, Public Act 181 of 2014, as amended, MCL 141.1638(2)(b)(i), I hereby certify that all municipal securities or debt obligations sold by or for the benefit of the Detroit Public Schools Community District (“DPSCD”) in the general public market during Fiscal Year 2019-2020 and Fiscal Year 2020-2021 satisfied the capital and other financial requirements of DPSCD.

This certification is based upon the following:

- (1) the chief financial officer of DPSCD (the “CFO”) has certified that DPSCD did not and does not plan to sell any municipal securities or debt obligations during Fiscal Year 2019-2020 and Fiscal Year 2020-2021; and
- (2) the CFO indicates that DPSCD has not needed to borrow to address working capital or facility needs.

Sincerely,



Rachael A. Eubanks
State Treasurer



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

August 24, 2020

TO: Financial Review Commission

FROM: Jeremy Vidito, Chief Financial Officer

SUBJECT: DPSCD Certification FRC Requirement 8(2)(b)(i)

As Chief Financial Officer of Detroit Public Schools Community District (DPSCD) and Detroit Public Schools (DPS), I certify that DPSCD did not sell any municipal securities or debt obligations in the preceding (FY 20) fiscal year and does not plan to sell any in the current (FY 21) fiscal year. DPSCD has available unrestricted general fund balance to meet all capital and other financial requirements during the time period.

Requirement: 8(2)(b)(i): Both State Treasurer and CFO certify that: All municipal securities or debt obligations sold by the qualified school district in the general public during the immediately preceding fiscal year and current fiscal year satisfied the capital and other financial requirements of the qualified school district during that period (MCL 141.1638(b)(i)).

Students Rise. We all Rise

DPSCD does not discriminate on the basis of race, color, national origin, sex, sexual orientation, transgender identity, disability, age, religion, height, weight, citizenship, marital or family status, military status, ancestry, genetic information, or any other legally protected category, in its educational programs and activities, including employment and admissions. Questions? Concerns? contact the Civil Rights Coordinator at (313) 240-4377 or dpscd.compliance@detroitk12.org or 3011 West Grand Boulevard, 14th Floor, Detroit MI 48202.

October 26, 2020

Financial Review Commission for the School District
of the City of Detroit and the Detroit Public Schools
Community District
3062 West Grand Boulevard
Detroit, MI 48202

**Re: Certification for the Detroit Public Schools Community District Pursuant to MCL
141.1638(2)(b)(ii)**

Dear Commission Members:

Pursuant to Section 8(2)(b)(ii) of the Michigan Financial Review Commission Act, Public Act 181 of 2014, as amended, MCL 141.1638(2)(b)(ii), I hereby certify that there is a substantial likelihood that municipal securities or debt obligations can be sold by the Detroit Public Schools Community District ("DPSCD") in the general public market during the remainder of the Fiscal Year 2020-2021 and Fiscal Year 2021-2022 in amounts sufficient to substantially satisfy all of the capital and other financial requirements of DPSCD during those periods in accordance with DPSCD's financial plan.

This certification is based upon the following:

- (1) a certification from the chief financial officer for DPSCD that there is a substantial likelihood that DPSCD could sell municipal securities or debt obligations in the remainder of Fiscal Year 2020-2021 and in Fiscal Year 2021-2022 in amounts to substantially satisfy all capital and other financial requirements;
- (2) as a separate district from the School District of the City of Detroit, DPSCD may (with prequalification by the Department of Treasury and approval by the electors of DPSCD) issue bonds for capital expenditures under the School Bond Qualification, Approval, and Loan Act, Public Act 92 of 2005, as amended, MCL 388.1921 to 388.1939; and
- (3) information provided by DPSCD and its financial advisor.

Sincerely,



Rachael A. Eubanks
State Treasurer



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

August 24, 2020

TO: Financial Review Commission

FROM: Jeremy Vidito, Chief Financial Officer 

SUBJECT: DPSCD Certification FRC Requirement 8(2)(b)(ii)

As Chief Financial Officer of Detroit Public Schools Community District (DPSCD) and Detroit Public Schools (DPS), I certify that there is a substantial likelihood that municipals securities or debt obligations can be sold by DPSCD during the FY 21 and FY 22 in the amounts sufficient to substantially satisfy all of the capital and other financial requirements.

DPSCD has the legal authority to borrow funds to address capital needs. This is applicable under Section 1351a of the Revised School Code to borrow through voted or non-voted basis to finance its capital requirements. Authority is also available under Act 99 of 1933, as amended (MCL 123.721, et. Seq) (installment contracts) and Revised School Code Section 1374a (Energy Conservation Improvements) to finance capital improvements.

DPSCD allocated \$25.3M to address facility issues in FY 20 and FY 21 and has a remaining unrestricted general fund balance of \$139.5M to satisfy all capital requirements in the succeeding year.

As of August 2020, DPSCD has approximately 8 weeks of available working capital, and is projected to have enough working capital to meet all financial requirements in FY 20 and FY 21.

Requirement: 8(2)(b)(ii): Both the State Treasurer and the CFO certify: There is a substantial likelihood that municipal securities or debt obligations can be sold by the qualified school district during the remainder of the current fiscal year and the immediately succeeding fiscal year in amounts sufficient to substantially satisfy all of the capital and other financial requirements (MCL 141.1638(b)(ii)).

Students Rise. We all Rise

DPSCD does not discriminate on the basis of race, color, national origin, sex, sexual orientation, transgender identity, disability, age, religion, height, weight, citizenship, marital or family status, military status, ancestry, genetic information, or any other legally protected category, in its educational programs and activities, including employment and admissions Questions? Concerns? contact the Civil Rights Coordinator at (313) 240-4377 or dpscd.compliance@detroitk12.org or 3011 West Grand Boulevard, 14th Floor, Detroit MI 48202.

Appendix E: PFM Memo



pfm

555 Briarwood Circle
Suite 300
Ann Arbor, MI 48106
734.994.9700

pfm.com

February 26, 2020

Mr. Jeremy Vidito, CFO
Detroit Public Schools Community District
3011 West Grand Boulevard
Detroit, MI 48202

Dear Jeremy:

As discussed, based on our experience in the national municipal bond market, as well as familiarity and review of Detroit Public Schools Community District's finances, we believe the District would have market access should it decide to proceed with a debt financing within the District's legal limitations.

Should you have any questions or require additional information, please let us know.

Sincerely,

Kari L. Blanchett, Managing Director
PFM Financial Advisors, LLC

October 26, 2020

Financial Review Commission for the School District
of the City of Detroit and the Detroit Public Schools
Community District
3062 West Grand Boulevard
Detroit, MI 48202

**Re: Certification for the Detroit Public Schools Community District Pursuant to MCL
141.1638(2)(f)**

Dear Commission Members:

Pursuant to Section 8(2)(f) of the Michigan Financial Review Commission Act, Public Act 181 of 2014, as amended, MCL 141.1638(2)(f), I hereby certify that the Detroit Public Schools Community District is in compliance with the Uniform Budgeting and Accounting Act, Public Act 2 of 1968, as amended, MCL 141.421 to 141.440, as of the date of this letter.

Sincerely,



Rachael A. Eubanks
State Treasurer

Appendix G: ORS Invoice for DPSCD

2/10/2020

Pay Cycle Statement



**MICHIGAN OFFICE OF
RETIREMENT SERVICES**
Big Plans. Small Steps.

Things To Do

[Employer](#)
[Home](#)

Payments

**View
Employer
Statement**

[Update My Profile](#)

Working with : DETROIT PUBLIC SCHOOLS COMM DISTRICT, 05890

Pay Cycle Statement

Organization:

05890 - DETROIT PUBLIC SCHOOLS COMM DISTRICT
3011 WEST GRAND BLVD
DETROIT, MI 48202

Statement Period: **01/08/2020 - 01/21/2020**

Period: 01/08/2020
Payment Due Date: 01/30/2020

	Defined Benefit	Defined Contribution
Beginning Balance	\$4,440,605.94	\$361,458.74
<u>Changes in unposted records from previous statements</u>	(\$12,191.00)	\$677.87
<u>Contributions</u>	\$4,486,540.79	\$387,284.79
Posted	\$4,464,667.07	\$387,284.79
Unposted	\$21,873.72	\$0.00
<u>Fee Assessed</u>	\$3,406.52	\$277.29
<u>Additional Retirement Contributions</u>	\$3,744,608.94	0.00
Retirement Contributions Due	\$12,662,971.19	\$749,698.69
<u>ACH Payments Received</u>	\$12,662,971.19	\$749,698.69
Balance Due	\$0.00	\$0.00

Please note: Payments must be in a Paid status to avoid late fees. Payments will remain in Pending status until the ACH process is completed, which may take up to 3 business days.