DETROIT PUBLIC SCHOOLS  
Division of Finance  
Office of the Chief Financial Officer

April 15, 2010

Via Facsimile: (614) 775-5631
The Bank of New York
6525 West Campus Oval, Suite 200
New Albany, OH 43054

Attention: Vice President
Municipal Credit Group

Ladies and Gentlemen:

Pursuant to Section 6.2(a)(v) of that certain Reimbursement Agreement among the Michigan Municipal Bond Authority, the School District of the City of Detroit (the “District”) and The Bank of New York Trust Company, N.A. (the “Bank”), dated as of March 1, 2005, the District, through its undersigned official, hereby certifies that except as otherwise known and provided by law, the District has not taken any action or failed to take any action as of the date hereof that will result in the state withholding State Aid payments.

By: [Signature]
Delores A. Brown
Deputy CFO and Chief Accounting Officer

By: [Signature]
Ricardo Kisner
Chief Financial Officer
CERTIFICATE AS TO SET ASIDE REQUIREMENTS

(Pursuant to Section 3.3 of the Financing Agreement
dated as of March 1, 2005 (the “Agreement”) between the
Michigan Municipal Bond Authority and the School
District of the City of Detroit (the “District”)

The undersigned, the Emergency Financial Manager and Authorized District Officer of
the District, hereby certifies that he/she has projected the District’s monthly receipt of State
School Aid for each month in the Projection Period (as defined in the Agreement) and compared
such receipts to the corresponding monthly Set Aside Requirements (as defined in the
Agreement) and has determined that at this time Section 3.3 of the Agreement:

[ ] DOES NOT REQUIRE the establishment of new Set Aside Requirements

[ ] DOES REQUIRE the establishment of new Set Aside Requirements which, for each
Series of Obligations currently Outstanding, are as follows:

[For each series of Obligations identify new Set Aside Requirements]

This 15th day of April, 2010
[To be filed monthly 5 days before Funds Transfer Date]

Delores A. Brown
Title: Deputy CFO and Chief Accounting Officer

Ricardo Kisner
Title: Chief Financial Officer

Robert C. Bobb
Title: Emergency Financial Manager
# DETROIT PUBLIC SCHOOLS
## General Fund Estimated Cash Flow (In Thousands)
### July 2009 - June 2010

<table>
<thead>
<tr>
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Prepared by Public Financial Management and Updated by Detroit Public Schools.
**DETROIT PUBLIC SCHOOLS**

**General Fund Estimated Cash Flow (In Thousands)**

**July 2010 - June 2011**

<table>
<thead>
<tr>
<th></th>
<th>July</th>
<th>August</th>
<th>September</th>
<th>October</th>
<th>November</th>
<th>December</th>
<th>January</th>
<th>February</th>
<th>March</th>
<th>April</th>
<th>May</th>
<th>June</th>
<th>TOTAL</th>
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**Cash Receipts**

- **State Aid**
  - 55,400
- **Property Taxes**
  - 6,445
- **Grants**
  - 39,924

**State Stabilization Fund - State Aid**

- 2,231

**State Aid Note Proceeds**

- 2010A State Aid Note Proceeds
  - -
- 2010B State Aid Note Proceeds
  - 211,000
- 2011A State Aid Note Proceeds
  - -

**Other Receipts**

- WCRSEA - Net
  - -
- Food Service-Reimbursement Deposits
  - -
- RD
  - -
- RD-Other
  - 43
- Interest
  - 9
- Miscellaneous
  - 1,739

**E-Rate Reimbursement**

- -

**Outreach Medicaid**

- -

**Fee for Service Medicaid**

- -

**Total Cash Receipts**

- 107,886

**Total Available Funds**

- 138,246

**Cash Disbursements**

- **Payroll**
  - ($66,264)
- **PICA**
  - ($3,725)
- **Retirement**
  - ($8,922)

**Non-Payroll Expenses**

- Fringe Benefits
  - ($665)

**Fringe Benefits-Wired**

- ($12,297)

**Account Payable**

- ($7,277)

**Additional Account Payable**

- -

**Food Service Transfer**

- ($2,047)

**Capital Leases**

- -

**Adult Education**

- -

**Set Aside Payments on Debt**

- 2005B Bonds - Principal
  - -
- 2005B Bonds - Interest
  - -

**2009B Note - Principal**

- ($47,000)

**2009B Note - Interest**

- ($21,630)

**2010A Note - Principal**

- -

**2010A Note - Interest**

- -

**2011A Note - Principal**

- -

**2011A Note - Interest**

- -

**Total Set-Aside Payments**

- ($47,000)

**Total Cash Disbursements**

- ($128,189)

**Ending Balance with Note Proceeds**

- ($10,157)

**Balance without Note Proceeds**

- ($208,706)

**Debt Service Coverage**

- 1.18

*Prepared for Detroit Public Schools by Public Financial Management*

*4/12/2010 12:46 PM*