



DETROIT PUBLIC SCHOOLS
Division of Finance
3011 W. Grand Blvd., 11th Floor, Fisher Bldg.
Detroit, MI 48202

DETROIT PUBLIC SCHOOLS

Division of Finance

Office of the Chief Financial Officer

May 15, 2011

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: _____

Handwritten signature of Delores A. Brown in black ink.

Delores A. Brown
Deputy CFO and Chief Accounting Officer

By: _____

Handwritten signature of Leon Glaster in black ink.

Leon Glaster
Interim 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 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:

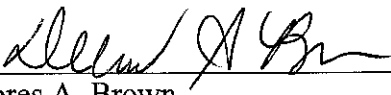
DOES NOT REQUIRE the establishment of new Set Aside Requirements

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

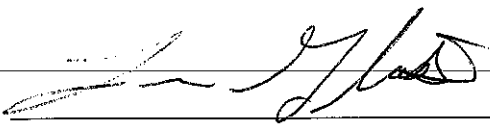
[For each series of Obligations identify new Set Aside Requirements]

This 15th day of **May**, 2011

[To be filed monthly 5 days before Funds Transfer Date]



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



Leon Glaster
Title: Interim Chief Financial Officer

Robert C. Bobb
Title: Emergency Manager

DETROIT PUBLIC SCHOOLS
General Fund Estimated Cash Flow (In Thousands)
July 2011 - June 2012

	July	August	September	October	November	December	January	February	March	April	May	June	TOTAL
Beginning Balance	\$12,078	(21,106)	\$165,634	\$121,867	\$83,431	\$41,874	\$385	(19,412)	(26,629)	\$154,807	\$114,768	\$87,054	\$12,078
Cash Receipts													
State Aid	48,589	48,589	-	51,751	51,751	41,048	48,183	48,183	48,183	48,183	48,183	48,183	531,217
Property Taxes	21,875	21,875	12,629	6,899	1,309	792	11,532	11,577	4,399	11	870	12,520	84,414
Grants	27,209	34,963	17,905	15,741	14,462	23,296	18,299	27,784	43,087	19,109	27,894	21,592	291,341
State Aid Note Proceeds	-	-	-	-	-	-	-	-	-	-	-	-	-
2011B State Aid Note Proceeds	-	182,814	-	-	-	-	-	-	-	-	-	-	182,814
2012A State Aid Note Proceeds	-	-	-	-	-	-	-	-	208,950	-	-	-	208,950
Other Receipts	-	-	-	-	-	-	-	-	-	-	-	-	-
WCRESA -Net	-	-	6,578	6,578	6,578	6,578	6,578	6,578	6,578	6,578	6,578	6,578	65,775
Food Service-Reimbursement	3,226	4,145	2,123	1,866	1,714	2,762	2,169	3,294	5,108	2,265	3,307	2,560	34,538
-Deposits	70	-	93	107	-	92	295	211	232	207	229	152	1,690
-RD	125	-	133	2	-	-	1,234	4,052	-	-	-	-	5,547
RD-Other	398	32	61	-	-	258	82	-	1,172	759	659	40	3,461
Interest	2	-	74	41	25	12	0	-	34	54	39	35	315
Miscellaneous	2,637	1,433	625	1,092	1,328	1,832	751	1,563	1,569	1,598	1,443	822	16,692
E-Rate reimbursement	-	-	-	-	-	-	-	-	-	-	-	-	-
Outreach Medicaid	994	1,664	1,518	144	407	1,746	1,029	1,563	383	252	250	786	10,736
Fee for Service Medicaid	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Receipts	83,636	295,516	41,737	84,222	77,575	78,414	90,153	104,806	319,694	79,016	89,453	93,267	1,437,490
Total Available Funds	95,714	274,409	207,371	206,089	161,006	120,288	90,538	85,394	293,065	233,823	204,221	180,321	1,449,568
Cash Disbursements													
Payroll	(34,261)	(29,579)	(40,310)	(37,113)	(34,499)	(40,449)	(30,372)	(30,829)	(38,242)	(30,780)	(28,456)	(35,639)	(410,529)
FICA	(2,758)	(2,380)	(3,245)	(2,988)	(2,778)	(3,255)	(2,445)	(2,482)	(3,078)	(2,478)	(2,291)	(2,868)	(33,046)
Retirement	(9,285)	(9,694)	(12,795)	(10,975)	(10,540)	(9,926)	(9,246)	(9,729)	(13,508)	(9,472)	(8,987)	(8,731)	(122,887)
Non-Payroll Expenditures	(229)	(528)	(100)	(308)	(295)	(477)	(258)	(151)	(489)	(344)	(571)	(584)	(4,335)
Fringe Benefits	(4,775)	(5,063)	(4,937)	(4,783)	(4,682)	(3,812)	(4,135)	(4,161)	(4,680)	(5,192)	(4,534)	(4,886)	(55,638)
Fringe Benefits-Wired	(21,994)	(17,596)	(21,994)	(17,596)	(17,596)	(21,994)	(17,596)	(17,596)	(27,624)	(28,796)	(28,796)	(35,994)	(275,171)
Account Payable	(3,226)	(4,145)	(2,123)	(4,866)	(1,714)	(2,762)	(2,169)	(3,294)	(5,108)	(2,265)	(3,307)	(2,560)	(34,538)
Additional Account Payable	-	-	-	-	-	-	-	-	-	-	-	-	-
Food Service Transfer	-	-	-	-	-	-	-	-	(2,239)	-	(498)	-	(3,235)
Capital Leases	-	-	-	-	-	-	-	-	-	-	-	-	-
Adult Education	-	-	-	-	-	-	-	-	-	-	-	-	-
Set Aside Payments on Debt	-	-	-	-	-	-	-	-	-	-	-	-	-
2005B Bonds - Principal	-	-	-	(1,759)	(1,759)	(1,759)	(1,759)	(1,759)	(1,759)	(1,759)	(1,759)	-	(14,070)
2005B Bonds - Interest	-	-	-	(970)	(970)	(970)	(970)	(970)	(970)	(970)	(970)	-	(7,758)
2010B Notes - Principal	(33,000)	(39,730)	-	-	-	-	-	-	-	-	-	-	(72,730)
2010B Notes - Interest	(7,293)	(61)	-	-	-	-	-	-	-	-	-	-	(7,354)
2011A-1 Notes - Principal	-	-	-	(24,000)	(24,000)	(24,000)	(24,000)	(24,000)	-	-	-	-	(120,000)
2011A-1 Notes - Interest	-	-	-	-	-	-	-	(7,353)	-	-	-	-	(7,353)
2011A-2 Notes - Principal	-	-	-	(20,300)	(20,300)	(10,500)	(17,000)	(9,700)	(33,200)	-	-	-	(111,000)
2011A-2 Notes - Interest	-	-	-	-	-	-	-	-	(7,361)	-	-	-	(7,361)
2011B Notes - Principal	-	-	-	-	-	-	-	-	-	(37,000)	(37,000)	(40,000)	(114,000)
2011B Notes - Interest	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Set-Aside Payments	(40,293)	(39,791)	-	(47,029)	(47,029)	(37,229)	(43,729)	(43,782)	(43,290)	(39,729)	(39,729)	(40,000)	(461,626)
Total Cash Disbursements	(116,820)	(108,776)	(85,504)	(122,658)	(119,133)	(119,903)	(109,950)	(112,023)	(158,258)	(119,055)	(117,167)	(131,760)	(1,401,006)
Ending Balance with Note Proceeds	(21,106)	\$165,634	\$121,867	\$83,431	\$41,874	\$385	(19,412)	(26,629)	\$154,807	\$114,768	\$87,054	\$87,054	\$48,561
Balance without Note Proceeds	(194,037)	(150,321)	(202,210)	(196,546)	(193,604)	(200,592)	(179,389)	(145,554)	(236,957)	(239,997)	(230,710)	(229,203)	(229,203)
Balance without 2011A1&2 Proceeds	(162,369)	24,371	(19,396)	(13,532)	(10,789)	(17,778)	3,425	37,261	154,807	114,768	87,054	48,561	48,561
Debt Service Coverage	1.22	1.22	0.80	1.10	1.10	1.10	1.10	1.10	1.11	1.21	1.21	1.20	1.15