



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

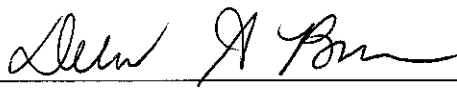
July 15, 2013

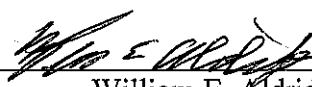
Via Facsimile: (614) 775-5631
The Bank of New York
6525 West Campus Oval, Suite 200
New Albany, OH 43054

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: 
Delores A. Brown
Deputy CFO and Chief Accounting Officer

By: 
William E. Aldridge
Chief Financial and Administrative 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:

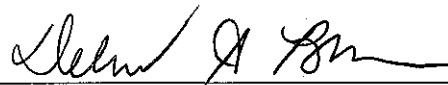
DOES NOT REQUIRE the establishment of new Set Aside Requirements

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

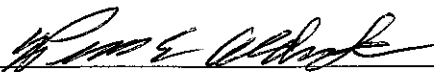
[For each series of Obligations identify new Set Aside Requirements]

This 15th day of July, 2013

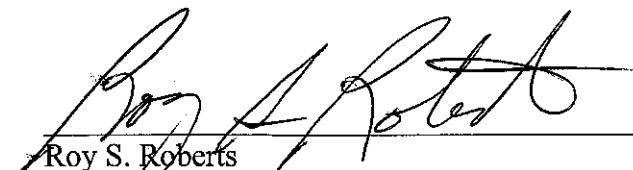
[To be filed monthly 5 days before Funds Transfer Date]



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



William E. Aldridge
Title: Chief Financial and Administrative Officer



Roy S. Roberts
Title: Emergency Manager

DETROIT PUBLIC SCHOOLS
General Fund Estimated Cash Flow (In Thousands)
July 2013 - August 2014

	July	August	September	October	November	December	January	February	March	April	May	June	July	August	TOTAL
Beginning Balance	\$17,781	\$23,788	\$73,736	\$28,630	\$14,708	\$659	\$20,358	\$6,608	\$22,590	\$28,930	\$13,706	\$1,625	\$8,196	\$3,864	\$17,781
Cash Receipts															
State Aid	30,607	31,907	-	31,766	31,766	31,766	31,766	31,766	31,766	31,766	31,766	31,766	31,766	31,766	411,942
Property Taxes	20,538	20,538	8,152	4,059	3,736	-	-	16,319	6,007	-	-	7,159	-	20,538	86,508
Grants	18,538	15,257	9,983	11,935	3,780	33,685	7,013	13,504	14,559	12,488	26,392	24,970	24,102	21,471	237,677
MPERS UAAL Rate Stabilization	7,408	733	-	-	-	-	-	-	-	-	-	-	-	-	8,141
State Aid Note Proceeds	-	92,000	-	-	-	-	-	-	-	-	-	-	-	80,000	172,000
Other Receipts	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
WCRESA - Net	-	-	3,147	3,147	3,147	3,147	3,147	3,147	3,147	3,147	3,147	3,147	3,147	3,147	31,474
Food Service Reimbursement	10,926	515	188	2,535	2,710	9,405	2,397	3,774	6,266	4,733	9,106	2,104	6,617	515	61,791
-Deposits	0	-	40	134	98	80	127	81	128	161	115	62	2	-	1,028
-RD	-	-	47	-	-	-	7	-	-	-	-	211	-	-	264
RD-Other	672	1,703	614	801	1,025	153	104	334	185	1,599	766	128	1,008	3,519	12,610
Interest	-	10	23	9	4	2	6	5	9	9	6	3	2	9	99
Miscellaneous	2,785	1,268	547	914	1,431	1,492	873	1,546	1,208	2,422	704	1,806	2,662	1,161	20,815
Church Medicaid	1,074	948	970	970	970	970	970	970	1,068	970	1,064	970	970	970	13,852
Fee for Service Medicaid	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
EAA Receipts	2,580	3,121	-	-	-	-	-	-	-	-	-	-	-	9,583	15,284
Total Cash Receipts	74,590	168,001	23,712	56,268	48,568	80,700	46,409	71,447	86,934	57,295	73,066	72,325	67,129	169,532	1,073,485
Total Available Funds	92,370	191,789	97,449	84,898	63,376	81,359	66,767	78,056	86,934	86,225	86,772	73,951	75,325	173,396	1,091,266
Cash Disbursements															
Payroll	(29,522)	(35,922)	(19,727)	(19,727)	(23,673)	(19,727)	(25,646)	(19,727)	(19,727)	(19,727)	(23,673)	(19,727)	(21,816)	(27,308)	(325,651)
FICA	(2,481)	(2,481)	(1,623)	(1,510)	(2,265)	(1,510)	(1,510)	(1,510)	(1,510)	(1,510)	(2,265)	(1,510)	(1,669)	(1,696)	(25,050)
Retirement	(11,058)	(23,334)	(9,308)	(6,967)	(9,650)	(6,493)	(6,493)	(6,493)	(6,493)	(6,493)	(9,650)	(6,493)	(7,493)	(7,162)	(123,581)
MPERS UAAL Rate Stabilization	-	(6,667)	(733)	-	-	-	-	-	-	-	-	-	-	-	(7,400)
Non-Payroll Expenditures	(1,042)	(1,042)	(800)	(800)	(1,200)	(800)	(800)	(800)	(800)	(800)	(1,200)	(800)	(900)	(900)	(12,684)
Fringe Benefits	(9,715)	(6,790)	(5,233)	(11,233)	(5,433)	(5,233)	(5,433)	(5,233)	(5,233)	(5,233)	(5,433)	(5,233)	(5,233)	(5,433)	(86,102)
Fringe Benefits-Wired	(12,310)	(7,522)	(11,246)	(10,422)	(10,659)	(10,707)	(10,754)	(10,801)	(10,849)	(10,896)	(10,694)	(11,491)	(11,549)	(18,049)	(157,949)
Account Payable	(24,162)	(24,162)	(19,961)	(9,869)	-	-	-	-	-	-	-	-	-	-	(53,992)
Additional Account Payable	(1,309)	(10,132)	(188)	(2,535)	(2,710)	(9,405)	(2,397)	(3,774)	(6,266)	(4,733)	(9,106)	-	-	(9,236)	(61,791)
Food Service Transfer	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital Leases	(1,145)	-	-	(500)	(500)	(500)	(500)	(500)	(500)	(500)	(500)	(500)	(500)	(500)	(6,645)
Set Aside Payments on Debt	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2012 Bonds - Principal	-	-	-	(1,939)	(1,939)	(1,939)	(1,939)	(1,939)	(1,939)	(1,939)	(1,939)	-	-	-	(15,515)
2012 Bonds - Interest	-	-	-	(655)	(655)	(655)	(655)	(655)	(655)	(655)	(655)	-	-	-	(5,237)
2011 Bonds - Principal	-	-	-	(2,782)	(2,782)	(2,782)	(2,782)	(2,782)	(2,782)	(2,782)	(2,782)	-	-	-	(22,252)
2011 Bonds - Interest	-	-	-	(1,250)	(1,250)	(1,250)	(1,250)	(1,250)	(1,250)	(1,250)	(1,250)	-	-	-	(10,004)
2012A Notes - Principal	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2012A Notes - Interest	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2013 Notes - Principal	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2013 Notes - Interest	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Cash Disbursements	(68,582)	(118,052)	(68,819)	(70,190)	(62,716)	(6,626)	(60,159)	(6,626)	(58,004)	(22,626)	(22,626)	(20,000)	(22,300)	(22,300)	(1,010,454)
Total Cash Disbursements	\$23,788	\$73,736	\$28,630	\$14,708	\$659	\$20,358	\$6,608	\$22,590	\$22,590	\$28,930	\$13,706	\$1,625	\$8,196	\$3,864	\$17,781
Ending Balance	17,230	9,429	(20,573)	(27,219)	(43,877)	(38,371)	(60,103)	(43,241)	(41,714)	(33,051)	(33,006)	(18,401)	(13,836)	5,413	80,813
Debt Service Coverage	n/a	n/a	n/a	4.79	4.79	4.79	4.79	4.79	4.79	4.79	1.40	1.40	1.42	1.42	2.75

* Future cash flow projections are subject to change
 * The "Additional Accounts Payable" line includes aged accounts payable for the FYE 2013 which the District was unable to pay on a timely basis due to not borrowing for the District's cash flow purposes in FYE 2013.
 * The projected cash flows are based on the District's FYE 2014 Budget.

REVIEWED BY: [Signature] 7/11/13
 DELORE A. BOAHN, DEPUTY CFO/CRO