



DETROIT
PUBLIC
SCHOOLS

DETROIT PUBLIC SCHOOLS

Division of Finance

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

August 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 August, 2013

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



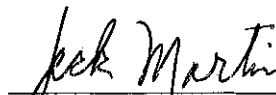
Delores A. Brown

Title: Deputy CFO and Chief Accounting Officer



William E. Aldridge

Title: Chief Financial and Administrative Officer



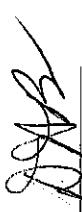
Jack Martin

Title: Emergency Manager

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

	July	August	September	October	November	December	January	February	March	April	May	June	TOTAL
Beginning Balance	\$17,781	\$21,695	\$74,828	\$43,835	\$28,245	\$15,870	\$28,230	\$17,019	\$26,513	\$24,471	\$17,743	\$3,870	\$17,781
Cash Receipts													
1 State Aid	32,530	31,859	-	31,766	31,766	31,766	31,766	31,766	31,766	31,766	31,766	31,766	350,285
2 Property Taxes	-	12,588	16,102	4,073	3,750	-	-	16,377	6,029	-	-	7,286	66,204
3 Grants	20,731	15,889	10,501	15,383	6,544	27,350	10,636	14,716	13,918	-	22,717	20,971	192,104
4 MPSERS UAAAL Rate Stabilization	7,402	741	-	-	-	-	-	-	-	-	-	-	8,143
7 State Aid Note Proceeds	-	-	-	-	-	-	-	-	-	-	-	-	-
8 2013 State Aid Note Proceeds	-	92,000	-	-	-	-	-	-	-	-	-	-	92,000
20 Other Receipts	-	-	-	-	-	-	-	-	-	-	-	-	-
21 WCRESA -Net	-	-	3,147	3,147	3,147	3,147	3,147	3,147	3,147	3,147	3,147	3,147	31,474
22 Food Service-Reimbursement	4,576	2,522	188	2,535	2,710	9,405	2,397	3,774	6,266	4,733	9,106	2,104	50,316
23 -Deposits	4	8	40	134	98	-	127	81	128	161	115	62	1,037
24 -RD	2	-	47	-	-	-	7	-	-	-	-	211	267
25 RD-Other	1,364	-1,673	614	-	1,025	153	104	354	185	1,599	766	128	8,745
26 Interest	-	4	26	15	11	7	10	9	10	8	7	3	110
29 Miscellaneous	234	713	547	914	1,431	1,492	873	1,546	1,208	2,422	704	1,806	13,887
31 Outreach Medicaid	1,248	1,089	970	970	970	970	970	970	1,068	970	1,064	970	12,227
32 Fee for Service Medicaid	-	-	-	-	-	-	-	-	-	-	-	-	-
33 EAA Receipts	2,512	3,391	-	-	-	-	-	-	-	-	-	-	5,903
35 Total Cash Receipts	70,604	162,476	32,183	59,737	51,451	74,370	50,036	72,721	63,725	57,554	69,393	68,453	832,702
37 Total Available Funds	88,385	184,171	107,011	103,572	79,696	90,239	78,265	89,740	90,238	82,026	87,135	72,324	850,483
Cash Disbursements													
39 Payroll	(28,617)	(29,356)	(19,987)	(19,987)	(23,985)	(19,987)	(25,984)	(19,987)	(19,987)	(19,987)	(23,985)	(19,987)	(271,838)
40 FICA	(2,389)	(2,038)	(1,530)	(1,530)	(2,295)	(1,530)	(1,530)	(1,530)	(1,530)	(1,530)	(2,295)	(1,530)	(21,384)
43 Retirement	(11,419)	(22,773)	(7,206)	(7,026)	(9,775)	(6,577)	(6,577)	(6,577)	(6,577)	(6,577)	(9,775)	(6,577)	(107,433)
44 MPSERS UAAAL Rate Stabilization	-	(7,402)	(741)	-	-	-	-	-	-	-	-	-	(8,143)
46 Non-Payroll Expenditures	-	-	-	-	-	-	-	-	-	-	-	-	-
47 Fringe Benefits	(1,346)	(1,219)	(800)	(800)	(1,200)	(800)	(800)	(800)	(800)	(800)	(1,200)	(800)	(11,365)
48 Fringe Benefits-Wired	(9,413)	(5,110)	(4,921)	(11,328)	(5,528)	(5,328)	(5,528)	(5,328)	(5,328)	(5,328)	(5,528)	(5,328)	(73,977)
49 Account Payable	(10,784)	(8,343)	(11,547)	(12,301)	(11,208)	(11,257)	(11,305)	(11,354)	(11,403)	(11,452)	(11,250)	(12,049)	(134,253)
50 Additional Account Payable	-	(25,210)	(16,149)	(12,694)	-	-	-	-	-	-	-	-	(54,052)
53 Food Service Transfer	(1,576)	(7,275)	(188)	(2,535)	(2,710)	(9,405)	(2,397)	(3,774)	(6,266)	(4,733)	(9,106)	-	(49,964)
54 Capital Leases	-	-	-	-	-	-	-	-	-	-	-	-	-
55 Adult Education	(1,145)	-	-	(500)	(500)	(500)	(500)	(500)	(500)	(500)	(500)	(500)	(5,645)
56 2013 State Aid Note COI	-	(598)	-	-	-	-	-	-	-	-	-	-	(598)
58 Set Aside Payments on Debt	-	-	-	-	-	-	-	-	-	-	-	-	-
59 2012 Bonds-Principal	-	-	-	(1,939)	(1,939)	(1,939)	(1,939)	(1,939)	(1,939)	(1,939)	(1,939)	-	(15,515)
60 2012 Bonds-Interest	-	-	-	(655)	(655)	(655)	(655)	(655)	(655)	(655)	(655)	-	(5,237)
61 2011 Bonds-Principal	-	-	-	(2,782)	(2,782)	(2,782)	(2,782)	(2,782)	(2,782)	(2,782)	(2,782)	-	(22,252)
62 2011 Bonds-Interest	-	-	-	(1,250)	(1,250)	(1,250)	(1,250)	(1,250)	(1,250)	(1,250)	(1,250)	-	(10,004)
63 2012A Notes - Principal	-	-	-	-	-	-	-	-	-	-	-	-	-
64 2012A Notes - Interest	-	-	-	-	-	-	-	-	-	-	-	-	-
65 2013 Notes - Principal	-	-	-	-	-	-	-	-	-	-	-	(19,500)	(52,750)
66 2013 Notes - Interest	-	-	-	-	-	-	-	-	-	-	-	(1,504)	(1,504)
83 Total Set-Aside Payments	-	-	-	(6,626)	(6,626)	(6,626)	(6,626)	(13,376)	(13,376)	(13,376)	(19,626)	(21,004)	(107,261)
Total Cash Disbursements	(66,690)	(109,343)	(63,176)	(75,327)	(63,827)	(62,009)	(61,246)	(63,227)	(65,766)	(64,283)	(83,265)	(67,775)	(845,934)
Ending Balance	\$21,695	\$74,828	\$43,835	\$28,245	\$15,870	\$28,230	\$17,019	\$26,513	\$24,471	\$17,743	\$3,870	\$4,549	\$4,549
Balance without Note Proceeds	21,695	(17,172)	(48,165)	(63,755)	(76,130)	(65,770)	(74,981)	(58,737)	(54,029)	(54,007)	(54,880)	(33,198)	(33,198)

* Future cash flow projections are subject to change.
 * The projected cash flows are based on the District's FYE 2014 Budget.

Approved By: 
 Delores A. Brown, Deputy CFO/CAO