



DETROIT
PUBLIC
SCHOOLS

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

November 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 November, 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

	Actual July	Actual August	Actual September	Actual October	Projections November	Projections December	Projections January	Projections February	Projections March	Projections April	Projections May	Projections June	Projections TOTAL
Beginning Balance	\$17,781	\$21,695	\$123,397	\$54,412	\$42,018	\$18,625	\$26,767	\$14,214	\$23,013	\$22,697	\$19,746	\$9,661	\$17,781
Cash Receipts													
State Aid	32,530	31,859	-	26,655	31,287	31,287	31,287	31,287	31,287	31,287	31,287	31,287	341,537
Property Taxes	-	45,457	(11,989)	(5,224)	2,470	-	-	16,175	5,954	-	-	10,417	63,261
Grants	20,731	17,588	5,083	12,834	8,645	28,673	11,150	15,428	14,591	13,365	23,816	21,985	193,889
MPSERS UAAL Rate Stabilization	7,402	741	-	-	-	-	-	-	-	-	-	-	8,143
State Aid Note Proceeds	-	-	-	-	-	-	-	-	-	-	-	-	-
2013 State Aid Note Proceeds	-	92,000	-	-	-	-	-	-	-	-	-	-	92,000
Other Receipts	-	-	-	-	-	-	-	-	-	-	-	-	-
WCRESA - Net	-	-	3,062	3,062	3,062	3,062	3,062	3,062	3,062	3,062	3,062	3,062	30,620
Food Service-Reimbursement	4,576	2,007	1,001	87	6,659	9,405	2,397	3,774	6,266	4,753	9,106	7,104	57,116
-Deposits	4	8	87	148	108	80	127	81	128	161	115	31	1,078
-RD	2	-	-	-	-	-	-	-	-	-	-	-	211
RD-Other	1,364	1,408	953	2,499	726	153	104	334	185	1,599	766	128	10,218
Interest	-	3	4	4	5	-	4	3	-	2	3	1	24
Miscellaneous	234	355	(641)	220	859	1,492	873	1,546	1,208	2,422	704	1,806	11,056
Outreach Medicaid	1,248	1,191	1,089	1,089	1,089	1,089	1,089	1,089	1,089	1,089	1,089	1,089	13,328
Fee for Service Medicaid	-	-	-	-	-	-	-	-	-	-	-	-	-
EAA Receipts	2,512	3,391	7	229	204	-	-	-	-	-	-	-	6,542
Total Cash Receipts	70,604	195,988	(1,348)	41,602	55,113	75,239	50,092	72,779	63,770	57,719	69,947	77,119	828,624
Total Available Funds	88,385	217,682	122,049	96,014	97,131	93,864	76,859	86,995	86,783	80,416	89,693	86,780	846,405
Cash Disbursements													
Payroll	(28,617)	(23,709)	(20,975)	(22,838)	(27,598)	(24,899)	(26,211)	(20,292)	(19,728)	(20,292)	(24,802)	(19,728)	(279,690)
FICA	(2,389)	(1,525)	(1,610)	(1,888)	(2,879)	(2,105)	(1,510)	(1,553)	(1,553)	(1,553)	(2,351)	(1,510)	(22,424)
Retirement	(11,419)	(13,616)	(17,221)	(6,892)	(12,781)	(7,462)	(8,148)	(6,494)	(6,674)	(6,674)	(10,011)	(6,674)	(114,066)
MPSERS UAAL Rate Stabilization	(7,402)	(741)	-	-	-	-	-	-	-	-	-	-	(8,143)
Non-Payroll Expenditures	-	-	-	-	-	-	-	-	-	-	-	-	-
Fringe Benefits	(1,346)	(1,099)	(1,067)	(570)	(1,695)	(1,300)	(1,550)	(1,301)	(1,300)	(1,301)	(1,701)	(1,300)	(15,551)
Fringe Benefits-Wired	(9,413)	(5,098)	(7,109)	(4,597)	(5,120)	(5,502)	(5,702)	(5,504)	(5,502)	(5,504)	(5,703)	(5,502)	(70,054)
Account Payable	(10,784)	(10,567)	(14,751)	(2,539)	(10,123)	(1,541)	(1,500)	(7,138)	(9,187)	(6,736)	(10,785)	(17,085)	(102,737)
Additional Account Payable	-	(28,741)	-	(6,974)	(4,688)	(7,756)	(7,502)	(4,047)	-	-	-	-	(59,711)
Food Service Transfer	(1,576)	(1,978)	(3,827)	(1,273)	(6,496)	(9,405)	(3,397)	(3,774)	(6,266)	(4,733)	(4,553)	(11,657)	(58,955)
Capital Leases	-	-	-	-	-	-	-	-	-	-	-	-	-
Adult Education	(1,145)	-	(337)	-	(500)	(500)	(500)	(500)	(500)	(500)	(500)	(500)	(5,482)
Set Aside Payments on Debt	-	(552)	-	-	-	-	-	-	-	-	-	-	(552)
2012 Bonds - Principal	-	-	-	(1,939)	(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)	(655)	(5,237)
2011 Bonds - Principal	-	-	-	(2,782)	(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)	(1,250)	(10,004)
2012A Notes - Principal	-	-	-	-	-	-	-	-	-	-	-	-	-
2012A Notes - Interest	-	-	-	-	-	-	-	-	-	-	-	-	-
2013 Notes - Principal	-	-	-	-	-	-	-	(6,750)	(6,750)	(6,750)	(13,000)	(19,500)	(52,750)
2013 Notes - Interest	-	-	-	-	-	-	-	-	-	-	-	-	(1,533)
Total Set-Aside Payments	-	-	-	(6,626)	(6,626)	(6,626)	(6,626)	(13,376)	(13,376)	(13,376)	(19,626)	(21,033)	(107,290)
Total Cash Disbursements	(66,690)	(94,285)	(67,637)	(53,996)	(78,507)	(67,097)	(62,645)	(63,980)	(64,086)	(60,670)	(80,032)	(84,991)	(844,616)
Ending Balance	\$21,695	\$123,397	\$54,412	\$42,018	\$18,625	\$26,767	\$14,214	\$23,013	\$22,697	\$19,746	\$9,661	\$1,789	\$1,789
Balance without Note Proceeds	21,695	31,397	(37,588)	(49,982)	(73,375)	(65,233)	(77,786)	(62,237)	(55,803)	(52,004)	(49,089)	(35,928)	(35,928)

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