



DETROIT PUBLIC SCHOOLS
Division of Finance
3011 W. Grand Blvd.
Fisher Bldg., Suite 1101
Detroit, MI 48202
Phone: (313) 873-4147
Fax: (313) 873-4478

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

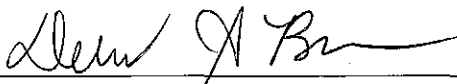
July 15, 2014

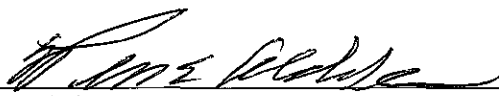
Via Facsimile: (614) 775-5631
The Bank of New York
6525 West Campus Oval, Suite 200
New Albany, OH 43054

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:

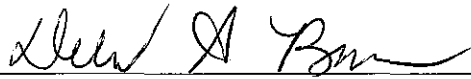
DOES NOT REQUIRE the establishment of new Set Aside Requirements

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

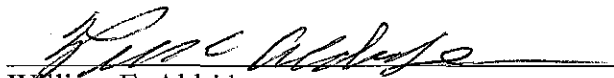
[For each series of Obligations identify new Set Aside Requirements]

This 15th day of July, 2014

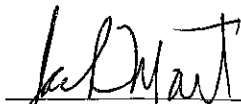
[To be filed monthly 5 days before Funds Transfer Date]



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 2014 - June 2015

	July	August	September	October	November	December	January	February	March	April	May	June	TOTAL
Beginning Balance	\$25,495	\$9,013	\$51,395	\$18,755	\$10,426	\$4,430	\$22,813	\$7,096	\$15,411	\$6,883	\$1,904	\$7,821	\$25,495
Cash Receipts													
State Aid	29,289	27,715	-	29,745	29,745	29,745	29,745	29,745	29,745	35,745	35,745	35,745	342,708
MPERS UAAL Rate Stabilization	1,528	1,528	-	1,492	1,492	1,492	1,492	1,492	1,492	1,492	1,492	1,492	16,482
Property Taxes	414	(2,738)	16,075	2,259	292	526	2,347	11,016	1,888	2,818	5,946	9,900	50,744
Revenue Enhancement Millage	-	-	-	-	-	-	-	4,552	1,511	666	1,404	6,668	14,800
Grants	15,684	19,860	9,883	8,846	4,703	29,620	8,244	10,992	13,389	11,141	16,664	20,099	169,127
State Aid Note Proceeds	-	-	-	-	-	-	-	-	-	-	-	-	-
2014 State Aid Note Proceeds	-	105,000	-	-	-	-	-	-	-	-	-	-	105,000
Other Receipts	-	-	-	-	-	-	-	-	-	-	-	-	-
WCRESA -Nct Act 18 Funds	-	-	3,438	3,438	3,438	3,438	3,438	3,438	3,438	3,438	3,438	3,438	34,382
Food Service-Reimbursement	289	1,423	396	1,695	5,684	6,903	1,509	5,111	5,273	2,874	8,975	3,352	43,485
Deposits	1	-	-	-	-	-	-	-	-	-	-	-	1
RD	-	-	-	-	-	-	-	-	-	-	-	-	-
Deposits - DPS	517	935	810	2,525	1,830	425	842	1,514	2,587	421	1,296	510	14,211
Interest	1	2	4	1	1	0	1	1	2	0	1	1	14
Capital Asset Sales	-	2,700	-	-	5,100	-	-	-	-	-	-	-	7,800
Other Financing Sources	-	-	-	-	-	-	-	-	-	-	-	-	-
Miscellaneous	7,176	340	321	536	2,849	5,106	1,358	2,143	2,088	3,072	2,034	1,557	28,581
E-Rate reimbursement	-	-	-	-	-	-	-	-	-	-	-	-	-
Outreach Medicaid	-	-	966	966	966	966	966	966	966	966	966	966	9,661
Fee for Service Medicaid	-	-	-	-	-	-	-	-	-	-	-	-	-
EAA Receipts	129	8,623	-	-	-	-	-	-	-	-	-	-	8,752
Total Cash Receipts	55,028	165,389	31,893	51,502	56,100	78,223	49,942	70,970	62,379	62,632	77,961	83,728	845,746
Total Available Funds	80,523	174,403	83,288	70,258	66,526	82,653	72,755	78,066	77,789	69,515	79,865	91,548	871,241
Cash Disbursements													
Payroll	(22,111)	(30,710)	(20,444)	(23,552)	(20,044)	(20,044)	(26,559)	(20,044)	(20,044)	(20,044)	(23,552)	(20,044)	(267,194)
FICA	(1,801)	(1,764)	(1,650)	(2,301)	(1,534)	(1,534)	(1,534)	(1,534)	(1,534)	(1,534)	(2,301)	(1,534)	(20,555)
Retirement	(2,407)	(37,647)	(15,302)	(15,526)	(11,023)	(11,023)	(15,635)	(7,797)	(7,797)	(7,797)	(7,797)	(7,797)	(147,549)
MPERS UAAL Rate Stabilization	(1,575)	(1,528)	(1,528)	-	(1,492)	(1,492)	(1,492)	(1,492)	(1,492)	(1,492)	(1,492)	(1,492)	(16,565)
Non-Payroll Expenditures	-	-	-	-	-	-	-	-	-	-	-	-	-
Fringe Benefits	(1,615)	(1,600)	(5,106)	(435)	(435)	(435)	(435)	(435)	(435)	(435)	(435)	(435)	(12,236)
Fringe Benefits-Wired	(5,598)	(5,894)	(3,697)	(3,697)	(3,697)	(3,697)	(3,697)	(3,697)	(3,697)	(3,697)	(3,697)	(3,697)	(48,463)
Account Payable	(10,982)	(900)	-	(6,000)	(11,561)	(8,086)	(8,173)	(5,919)	(12,008)	(13,111)	(16,145)	(16,499)	(109,383)
Additional Account Payable	-	(16,409)	(16,409)	-	-	-	-	-	-	-	-	-	(32,818)
Food Service Transfer	(1,789)	(5,000)	(396)	(1,695)	(5,684)	(6,903)	(1,509)	(5,111)	(5,273)	(2,874)	-	(12,327)	(48,561)
Other Financing Uses	(2,000)	-	-	-	-	-	-	-	-	-	-	-	(2,000)
Adult Education	(500)	(500)	-	-	-	-	-	-	-	-	-	-	(1,000)
2014 State Aid Cost of Issuance	-	(525)	-	-	-	-	-	-	-	-	-	-	(525)
Set Aside Payments on Debt	-	-	-	-	-	-	-	-	-	-	-	-	-
2012 Bonds - Principal	-	-	-	(2,036)	(2,036)	(2,036)	(2,036)	(2,036)	(2,036)	(2,036)	(2,036)	-	(16,290)
2012 Bonds - Interest	-	-	-	(557)	(557)	(557)	(557)	(557)	(557)	(557)	(557)	-	(4,458)
2011 Bonds - Principal	-	-	-	(2,914)	(2,914)	(2,914)	(2,914)	(2,914)	(2,914)	(2,914)	(2,914)	-	(23,311)
2011 Bonds - Interest	-	-	-	(1,118)	(1,118)	(1,118)	(1,118)	(1,118)	(1,118)	(1,118)	(1,118)	-	(8,947)
2013 Notes - Principal	(19,600)	(19,650)	-	-	-	-	-	-	-	-	-	-	(39,250)
2013 Notes - Interest	(1,533)	(881)	-	-	-	-	-	-	-	-	-	-	(2,414)
2014 Notes - Principal	-	-	-	-	-	-	-	(10,000)	(12,000)	(10,000)	(10,000)	(22,000)	(64,000)
2014 Notes - Interest	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Set-Aside Payments	(21,133)	(20,531)	-	(6,626)	(6,626)	(6,626)	(6,626)	(16,626)	(18,626)	(16,626)	(16,626)	(22,000)	(158,669)
Total Cash Disbursements	(71,509)	(123,007)	(64,533)	(59,831)	(62,096)	(59,840)	(65,659)	(62,655)	(70,907)	(67,611)	(72,045)	(85,825)	(865,518)
Ending Balance	\$9,013	\$51,395	\$18,755	\$10,426	\$4,430	\$22,813	\$7,096	\$15,411	\$6,883	\$1,904	\$7,821	\$5,723	\$5,723

Balance without Note Proceeds (7,571) (53,605) (86,245) (94,574) (100,570) (82,187) (97,904) (79,589) (76,117) (71,096) (55,179) (35,277) (35,277)