



SEE IT BELIEVE IT

DETROIT PUBLIC SCHOOLS

DIVISION OF FINANCE
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DETROIT PUBLIC SCHOOLS

Division of Finance

Office of the Chief Financial Officer

September 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]

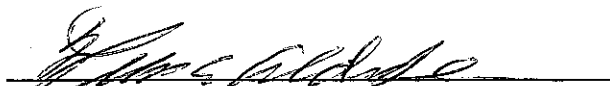
This 15th day of September, 2014

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



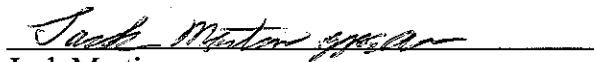
Delores A. Brown

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	\$12,917	\$85,719	\$41,945	\$9,614	\$11,053	\$15,887	\$12,948	\$17,909	\$19,176	\$13,104	\$11,591	\$25,495
Cash Receipts													
State Aid	29,763	29,897	-	29,321	29,321	29,321	29,321	29,321	29,321	29,321	29,321	29,321	323,546
MPERS UAAL Rate Stabilization	1,528	1,530	-	1,492	1,492	1,492	1,492	1,492	1,492	1,492	1,492	1,492	16,483
Property Taxes	414	24,548	(20,863)	(14,390)	293	527	2,348	11,025	1,889	2,820	5,951	9,908	24,469
Enhancement Millage	-	-	-	-	-	-	-	-	-	-	-	-	-
Grants	18,271	20,277	4,240	7,076	14,189	14,189	16,937	11,591	12,827	11,689	13,331	13,456	158,074
State Aid Note Proceeds	-	-	-	-	-	-	-	-	-	-	-	-	-
2014 State Aid Note Proceeds_Draw	-	41,440	54,919	11,441	-	-	-	-	-	-	-	-	107,800
Other Receipts	-	-	-	-	-	-	-	-	-	-	-	-	-
WCRESA - Net Act 18 Funds	-	-	2,933	2,933	2,933	2,933	2,933	2,933	2,933	2,933	2,933	2,933	29,330
Food Service-Reimbursement	683	3,436	400	1,695	5,684	6,903	1,509	5,111	5,273	2,874	8,975	3,352	45,896
Deposits	7	10	-	-	-	-	-	-	-	-	-	-	17
Deposits - DPS	1,003	1,372	269	1,339	1,407	268	531	954	1,631	265	817	321	10,177
Interest	1	2	-	2	1	0	1	1	1	1	2	1	13
Capital Asset Sales	-	7,390	-	-	2,052	-	1,437	-	-	-	-	-	10,879
Miscellaneous	1,807	323	720	1,388	1,388	1,388	1,388	1,388	1,388	1,388	788	394	13,747
Outreach Medicaid	-	-	-	1,003	1,003	1,003	1,003	1,003	1,003	1,003	1,003	1,003	9,026
FAA Receipts	140	6,376	275	91	380	246	155	-	108	129	323	108	8,332
Total Cash Receipts	53,616	136,601	42,893	43,391	60,143	58,270	59,054	64,818	57,865	53,915	64,934	62,289	757,789
Total Available Funds	79,111	149,518	128,611	85,355	69,757	69,323	74,941	77,767	75,775	73,091	78,039	73,880	783,284
Cash Disbursements													
Payroll	(24,444)	(23,800)	(18,997)	(23,290)	(19,822)	(19,822)	(26,264)	(19,822)	(19,822)	(19,822)	(23,290)	(19,822)	(259,015)
FICA	(2,064)	(1,543)	(1,437)	(2,274)	(1,516)	(1,516)	(1,516)	(1,516)	(1,516)	(1,516)	(2,274)	(2,155)	(20,843)
Retirement	(2,371)	(2,313)	(6,816)	(10,617)	(7,711)	(7,711)	(7,711)	(7,711)	(7,711)	(11,566)	(7,711)	(7,711)	(87,658)
MPERS UAAL Rate Stabilization	(1,575)	(1,528)	(1,530)	-	(1,492)	(1,492)	(1,492)	(1,492)	(1,492)	(1,492)	(1,492)	(1,492)	(16,566)
Past Due Retirement Payments	-	-	(22,306)	(16,285)	(10,010)	-	(3,205)	-	-	-	-	-	(51,807)
Non-Payroll Expenditures	-	-	-	-	-	-	-	-	-	-	-	-	-
Fringe Benefits	(1,459)	(788)	(3,364)	(428)	(428)	(428)	(428)	(428)	(428)	(428)	(428)	(428)	(9,464)
Fringe Benefits-Wired	(417)	(4,649)	(5,069)	(5,412)	(4,709)	(4,709)	(4,709)	(4,709)	(4,709)	(4,709)	(4,709)	(4,709)	(53,218)
Account Payable	(11,231)	(5,149)	(12,254)	(10,289)	(10,336)	(17,634)	(9,542)	(11,662)	(14,312)	(8,225)	(14,881)	(12,515)	(138,030)
Additional Account Payable	-	-	(31,394)	-	-	-	-	-	-	-	-	-	(31,394)
Deferred Accounts Payable	-	-	17,500	-	4,945	7,000	-	5,750	14,312	8,225	14,881	12,515	85,129
Food Service Transfer	(1,500)	(3,500)	(1,000)	(500)	(500)	(500)	(500)	(2,143)	(5,296)	(3,662)	(4,251)	(11,950)	(35,301)
Other Financing Uses	-	-	-	-	-	-	-	-	-	(667)	(667)	(667)	(2,000)
Adult Education	-	-	-	-	(500)	-	-	(500)	-	-	-	-	(1,000)
2014 State Aid Cost of Issuance	-	-	-	-	-	-	-	-	-	-	-	-	-
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	-	-	-	-	-	-	-	(9,000)	(9,000)	(9,500)	(15,000)	(22,500)	(65,000)
2014 Notes - Interest	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Set-Aside Payments	(21,133)	(20,531)	-	(6,626)	(6,626)	(6,626)	(6,626)	(15,626)	(15,626)	(16,126)	(21,626)	(22,500)	(159,669)
Total Cash Disbursements	(66,194)	(63,799)	(86,667)	(75,721)	(58,704)	(53,436)	(61,993)	(59,857)	(56,598)	(59,987)	(66,447)	(71,433)	(780,836)
Ending Balance	\$12,917	\$85,719	\$41,945	\$9,614	\$11,053	\$15,887	\$12,948	\$17,909	\$19,176	\$13,104	\$11,591	\$2,448	\$2,448
Balance without Note Proceeds	(3,667)	44,279	(54,414)	(98,186)	(96,747)	(91,913)	(94,852)	(80,891)	(70,624)	(67,196)	(53,709)	(40,352)	(40,352)
Balance without Deferred APs	\$12,917	\$85,719	\$24,445	(7,886)	(11,392)	(13,559)	(16,497)	(17,286)	(30,331)	(44,628)	(61,022)	(82,681)	(82,681)