

**DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT  
BOARD OF EDUCATION  
RESOLUTION**

**ADOPTING THE THIRD AMENDMENT TO THE  
FISCAL YEAR 2017-2018 DPSCD BUDGET**

WHEREAS, on June 21, 2016, Public Act 192 of 2016 (“Public Act 192”) amending The Revised School Code, 1976 PA 451, as amended, MCL 380.1 to 380.1853 (the “Revised School Code”), was enacted with immediate effect; and

WHEREAS, once Act 192 took effect, the School District of the City of Detroit (“DPS”) became a qualifying school district under section 12b of the Revised School Code, MCL 380.12b, and a community district was created for the same geographic area of DPS to provide public educational services for residents of that geographic area (the “Community District”) under section 383 of the Revised School Code, MCL 380.383; and

WHEREAS, the community district created for the same geographic area of DPS to provide public educational services for residents of that geographic area (the “Community District”) under section 383 of the Revised School Code, MCL 380.383 was named the Detroit Public Schools Community District (“DPSCD”); and

WHEREAS, the Board of Education of the Detroit Public Schools Community District (“Board”) was duly elected in November 2016 and took office on January 1, 2017; and

WHEREAS, DPSCD is subject to financial oversight by a Financial Review Commission to the extent provided under the Michigan Financial Review Commission Act, MCL 380.387 and MCL 141.1632 *et seq.*; and

WHEREAS, pursuant to the MCL 380.382 of the Revised School Code, DPSCD has all of the powers of a general powers school district and has all additional powers granted by law to a community district or the school board of a community district; and

WHEREAS, on April 10, 2018 a public hearing was held to discuss the fiscal year 2017-2018 budget amendment No. 2 for DPSCD; and

WHEREAS, on April 10, 2018, the Board voted affirmatively to approve the fiscal year 2017-2018 budget amendment No. 2 for DPSCD (“2017-2018 Budget”); and

WHEREAS, the 2017-2018 Budget Amendment No. 2 may be revised and/or amended to reflect the changes in revenues and/or expenditures; and

WHEREAS, the Board now amends the 2017-2018 Budget, for the third time, in accordance with Section 7(c) of the Michigan Financial Review Commission Act, MCL 141.1637(c); and

**NOW, THEREFORE IT IS HEREBY RESOLVED THAT:**

- I. Pursuant to the powers granted under Public Act 192, the Board of Education of the Detroit Public Schools Community District hereby adopts the Third Amendment to the Fiscal Year 2017-2018 DPSCD Budget as attached hereto.

RESOLVED this 12<sup>th</sup> day of June, 2018

BOARD OF EDUCATION OF THE  
DETROIT PUBLIC SCHOOLS  
COMMUNITY DISTRICT

By: Iris A. Taylor, Ph.D.  
Iris A. Taylor, Ph.D., President  
Detroit Public Schools Community District  
Board of Education

*Certification:*

I certify that this Resolution was duly adopted by the Board of Education of the Detroit Public Schools Community District at a properly-noticed open meeting held with a quorum present on the 12<sup>th</sup> day of June 2018.

Misha Stallworth  
Misha Stallworth, Board Secretary  
Detroit Public Schools Community District  
Board of Education

**DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT  
GENERAL FUND  
BUDGET AMENDMENT # 3  
YEAR ENDING JUNE 30, 2018**

	FY 2017 - Actual	FY 2018 - Budget Amendment # 2	FY 2018 - Budget Amendment # 3	FY 2018 - Budget Amendment # 3 Increase (Decrease) Over FY 2018 - Budget Amendment # 2
<b>Revenue and Sources:</b>				
Local sources	62,528,317	78,229,265	70,914,670	(7,314,595)
State sources	441,911,193	495,159,759	489,277,904	(5,881,855)
Federal sources	116,292,314	172,805,905	109,750,256	(63,055,649)
Proceeds from sale of capital assets	9,453,274	-	140,000	140,000
Payments from Other School Districts	34,104,890	13,100,000	13,100,000	-
Transfers In	2,571,460	2,000,000	2,000,000	-
<b>Total Revenue and Sources</b>	<b>666,861,448</b>	<b>761,294,929</b>	<b>685,182,830</b>	<b>(76,112,099)</b>
<b>Expenditures and Uses:</b>				
Personnel	417,935,642	485,132,039	433,538,464	(51,593,575)
Purchased Services	136,262,660	165,657,016	144,785,842	(20,871,174)
Supplies	15,739,061	36,839,686	29,226,273	(7,613,413)
Equipment & Capital	4,179,007	10,180,463	3,525,345	(6,655,118)
Utilities	13,781,958	16,719,800	15,596,268	(1,123,532)
Title I Restricted	-	4,728,506	-	(4,728,506)
Transfers Out	-	-	1,000,000	1,000,000
Prior Year Adjustments	-	-	1,855,428	1,855,428
<b>Total Expenditures</b>	<b>587,898,328</b>	<b>719,257,510</b>	<b>629,527,620</b>	<b>(89,729,890)</b>
<b>Contingency Sources</b>				
General Purpose Fund	-	17,995,338	-	(17,995,338)
State Transition Fund	-	522,567	-	(522,567)
Special Education Fund	-	3,265,036	-	(3,265,036)
ACT18	-	2,794,748	-	(2,794,748)
<b>Total Sources (Uses)</b>	<b>-</b>	<b>24,577,689</b>	<b>-</b>	<b>(24,577,689)</b>
<b>Excess (deficiency) of Revenue and</b>	<b>78,963,120</b>	<b>17,459,730</b>	<b>55,655,210</b>	<b>38,195,480</b>
<b>Beginning Reserves</b>	<b>-</b>	<b>78,963,120</b>	<b>78,963,120</b>	
<b>Ending Reserves</b>	<b>\$ 78,963,120</b>	<b>\$ 96,422,850</b>	<b>\$ 134,618,330</b>	
<b>Restricted Reserves</b>	<b>\$ 20,190,532</b>	<b>\$ 18,668,284</b>	<b>\$ 17,595,576</b>	
<b>Unrestricted Reserves</b>	<b>\$ 58,772,588</b>	<b>\$ 77,754,566</b>	<b>\$ 117,022,754</b>	

<sup>1</sup> General Fund includes Funds 11 through 22.

<sup>2</sup> Notes: See footnotes that follow for explanation of increases and decreases

**DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT  
GENERAL FUND  
BUDGET AMENDMENT # 3  
YEAR ENDING JUNE 30, 2018**

	<b>FY 2017 - Actual</b>	<b>FY 2018 - Adopted</b>	<b>FY 2018 - Budget Amendment # 1</b>	<b>FY 2018 - Budget Amendment # 2</b>	<b>FY 2018 - Budget Amendment # 3</b>	<b>FY 2018 - Budget Amendment # 3 Over FY 2018 - Budget Amendment # 2</b>
<b>Revenue:</b>						
Local sources						
Special education millage	\$ 35,126,096	\$ 43,151,615	\$ 43,151,615	\$ 45,155,735	\$ 36,630,577	\$ (8,525,158)
Revenue enhancement millage	15,546,457	17,740,760	17,740,760	18,528,860	18,528,860	-
Payments from the EAA	3,699,998	2,546,317	2,546,317	2,546,317	2,546,317	-
Other	8,155,766	11,689,525	11,956,850	11,998,353	13,208,916	1,210,563
Total local sources	62,528,317	75,128,217	75,395,542	78,229,265	70,914,670	(7,314,595)
State sources	441,911,193	475,732,309	475,699,609	495,159,759	489,277,904	(5,881,855)
Federal sources	116,292,314	144,305,730	153,410,004	172,805,905	109,750,256	(63,055,649)
<b>Total Revenue</b>	<b>620,731,824</b>	<b>695,166,256</b>	<b>704,505,155</b>	<b>746,194,929</b>	<b>669,942,830</b>	<b>(76,252,099)</b>
<b>Expenditures:</b>						
Instruction	300,767,174	368,474,924	362,773,869	375,053,163	320,058,309	(54,994,854)
Support services						
Pupil services	50,446,214	64,545,884	63,366,955	63,397,068	54,146,889	(9,250,179)
Instructional staff support	45,947,616	53,486,475	52,253,390	52,516,821	32,835,031	(19,681,790)
General administration	3,408,368	5,421,503	5,342,036	5,225,977	4,638,245	(587,732)
School administration	32,685,915	39,684,565	40,105,434	41,155,553	38,862,766	(2,292,787)
Business office	9,950,639	7,718,860	9,211,035	10,051,024	9,204,922	(846,102)
Operations & maintenance	80,857,617	90,944,957	95,957,617	97,563,360	86,691,268	(10,872,092)
Transportation	33,519,120	39,401,259	38,096,982	38,672,144	37,672,278	(999,866)
Central support service	24,852,688	29,494,567	32,939,414	33,947,578	37,149,061	3,201,483
Other support service	1,764,382	2,036,418	1,561,965	2,459,804	2,086,354	(373,450)
Total support services	283,432,559	332,734,488	338,834,828	344,989,329	303,286,814	(41,702,515)
Community service	3,698,595	4,706,607	4,809,206	5,797,369	3,327,069	(2,470,300)
<b>Total Expenditures</b>	<b>587,898,328</b>	<b>705,916,019</b>	<b>706,417,903</b>	<b>725,839,861</b>	<b>626,672,192</b>	<b>(99,167,669)</b>
<b>Other Financial Sources (Uses)</b>						
<b>Sources</b>						
Proceeds from sale of capital assets	9,453,274	-	-	-	140,000	140,000
Payments From Detroit Public Schools	34,104,890	13,100,000	13,100,000	13,100,000	13,100,000	-
Transfer from Food Service Fund	2,571,460	2,000,000	2,000,000	2,000,000	2,000,000	-
<b>Total Sources</b>	<b>46,129,624</b>	<b>15,100,000</b>	<b>15,100,000</b>	<b>15,100,000</b>	<b>15,240,000</b>	<b>140,000</b>
<b>Uses</b>						
Prior Year Adjustments	-	-	-	-	(1,855,428)	1,855,428
Transfer Out to Capital Projects	-	-	-	-	(1,000,000)	1,000,000
Contingency	-	(10,000,000)	(8,900,000)	(17,995,338)	-	(17,995,338)
<b>Total Uses</b>	<b>-</b>	<b>(10,000,000)</b>	<b>(8,900,000)</b>	<b>(17,995,338)</b>	<b>(2,855,428)</b>	<b>(15,139,910)</b>
<b>Total Other Financial Sources (Uses)</b>	<b>46,129,624</b>	<b>5,100,000</b>	<b>6,200,000</b>	<b>(2,895,338)</b>	<b>12,384,572</b>	<b>15,279,910</b>
<b>Excess (deficiency) of Revenue and Other Sources Over (Under) Expenditures and Other Uses</b>	<b>78,963,120</b>	<b>(5,649,763)</b>	<b>4,287,252</b>	<b>17,459,730</b>	<b>55,655,210</b>	<b>38,195,480</b>
<b>Excess (deficiency) of Revenue and Other Sources Over (Under) Expenditures and Other Uses</b>	<b>78,963,120</b>	<b>(5,649,763)</b>	<b>4,287,252</b>	<b>17,459,730</b>	<b>55,655,210</b>	<b>38,195,480</b>
<b>Beginning Reserves</b>	<b>-</b>	<b>78,963,120</b>	<b>78,963,120</b>	<b>78,963,120</b>	<b>78,963,120</b>	
<b>Ending Reserves</b>	<b>\$ 78,963,120</b>	<b>\$ 73,313,357</b>	<b>\$ 83,250,372</b>	<b>\$ 96,422,850</b>	<b>\$ 134,618,330</b>	

<sup>1</sup> General Fund includes Funds 11 through 22.

<sup>2</sup> Notes: See footnotes that follow for explanation of increases and decreases

**DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT  
FOOD SERVICE FUND  
BUDGET AMENDMENT # 3  
YEAR ENDING JUNE 30, 2018**

	FY 2017 - Actual	FY 2018 - Budget Amendment # 1	FY 2018 - Budget Amendment # 2	FY 2018 - Budget Amendment # 3	FY 2018 - Budget Amendment # 3 Increase (Decrease) Over FY 2018 - Budget Amendment # 2
<b>Revenue:</b>					
Local sources					
Other	\$ 527,397	\$ 980,500	\$ 980,500	\$ 980,500	\$ -
Total local sources	527,397	980,500	980,500	980,500	-
State sources	1,701,715	1,283,000	1,568,000	1,610,600	42,600
Federal sources	47,247,599	45,815,884	45,815,884	45,815,884	-
<b>Total Revenue</b>	<b>49,476,711</b>	<b>48,079,384</b>	<b>48,364,384</b>	<b>48,406,984</b>	<b>42,600</b>
<b>Expenditures:</b>					
Support services					
Personnel	13,350,968	18,124,974	18,343,454	18,343,456	2
Purchased Services	1,511,583	1,924,400	1,924,400	1,923,110	(1,290)
Supplies	25,782,470	24,850,010	24,850,010	24,875,498	25,488
Equipment & Capital	35,365	930,000	996,520	1,014,920	18,400
Utilities	-	250,000	250,000	250,000	-
Total support services	40,680,386	46,079,384	46,364,384	46,406,984	42,600
<b>Total Expenditures</b>	<b>40,680,386</b>	<b>46,079,384</b>	<b>46,364,384</b>	<b>46,406,984</b>	<b>42,600</b>
<b>Other Financial Sources (Uses)</b>					
<b>Sources</b>					
Proceeds from sale of capital assets	8,691,423	-	-	-	-
Prior Year Adjustments	-	-	-	1,855,428	1,855,428
<b>Total Sources</b>	<b>8,691,423</b>	<b>-</b>	<b>-</b>	<b>1,855,428</b>	<b>1,855,428</b>
<b>Uses</b>					
Transfers Out	(2,571,460)	(2,000,000)	(2,000,000)	(2,000,000)	-
<b>Total Uses</b>	<b>(2,571,460)</b>	<b>(2,000,000)</b>	<b>(2,000,000)</b>	<b>(2,000,000)</b>	<b>-</b>
<b>Total Other Financial Sources (Uses)</b>	<b>6,119,963</b>	<b>(2,000,000)</b>	<b>(2,000,000)</b>	<b>(144,572)</b>	<b>1,855,428</b>
<b>Excess (deficiency) of Revenue Over (Under)</b>					
<b>Expenditures</b>	<b>14,916,288</b>	<b>-</b>	<b>-</b>	<b>1,855,428</b>	<b>1,855,428</b>
<b>Beginning Fund Balance</b>	<b>-</b>	<b>14,916,288</b>	<b>14,916,288</b>	<b>14,916,288</b>	
<b>Ending Fund Balance</b>	<b>\$ 14,916,288</b>	<b>\$ 14,916,288</b>	<b>\$ 14,916,288</b>	<b>\$ 16,771,716</b>	

<sup>1</sup> General Fund includes Funds 11 through 22.

<sup>2</sup> Notes: See footnotes that follow for explanation of increases and decreases