



Detroit Public Schools
Office of the Emergency Financial Manager
Robert C. Bobb

Order 2009-13

BY THE POWER AND AUTHORITY VESTED IN
THE EMERGENCY FINANCIAL MANAGER FOR THE
SCHOOL DISTRICT OF THE CITY OF DETROIT, MICHIGAN (“EMERGENCY
FINANCIAL MANAGER”)

THROUGH MICHIGAN COMPILED LAWS (“MCL”) §§ 141.1201 – 141.1291, 380.1 –
380.1853, 388.1601 – 388.1772, 141.421 – 141.440a, 423.201 – 423.217 and 38.71 – 38.191,
THE EMERGENCY FINANCIAL MANAGER, ROBERT C. BOBB,
HEREBY ISSUES THE FOLLOWING:

ORDER
ADOPTING THE 2009-2010 BUDGET
FOR THE SCHOOL DISTRICT OF THE CITY OF DETROIT

The Emergency Financial Manager hereby adopts the budget for fiscal year 2009-10 ending June 30, 2010. The adopted budget includes revenues from all sources in the amount of \$1,195,014,819 and expenditures in the amount of \$1,177,642,089. The fiscal year 2009-10 budget is based on a comprehensive review of financial data and documents, in-depth meetings with the leadership of all divisions and major departments, and an in-depth review of the current operations of the District.

There continues to exist a cumulative negative fund balance of \$276.8 million consisting of the audited 2007-08 year end fund balance of \$139.7 million and the projected unaudited 2008-09 fund balance of \$137.1 million. The projected positive fund balance of \$17,372,730 in the 2009-10 budget will be applied to the cumulative negative fund balance.

The fiscal year 2009-10 budget may be amended during the fiscal year in response to changes in revenue and/or expenditures as deemed necessary by the Emergency Financial Manager to ensure that the 2009-10 budget maintains a positive fund balance.

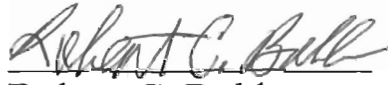
The 2009-2010 BUDGET FOR THE SCHOOL DISTRICT OF THE CITY OF DETROIT is attached to this Order as Exhibit "A"

THEREFORE IT IS HEREBY ORDERED that pursuant to MCL 141.1239, 141.1241 (1), 141.1241 (2) (e) and (t), 141.1243 and other powers granted to the EFM under the "Local Government Fiscal Responsibility Act 72 of 1990" The ADOPTED 2009-2010 BUDGET FOR THE SCHOOL DISTRICT OF THE CITY OF DETROIT attached to this Order is Exhibit "A" is adopted as the official 2009-10 BUDGET FOR THE SCHOOL DISTRICT OF THE CITY OF DETROIT.

IT IS FURTHER ORDERED THAT pursuant to MCL §§ 141.1239, 141.1241 and 141.1243, this Order is issued and directed to the School Board for the School District of the City of Detroit ("School Board"), all administrators of the School District, all employees of the School District; and all contractors, vendors, agents and representatives of the School District; and

FURTHERMORE, this Order may be amended, modified, repealed or terminated by any subsequent Order issued by the Emergency Financial Manager.

DATED: June 30, 2009


Robert C. Bobb

DETROIT PUBLIC SCHOOLS
FY2010 ADOPTED BUDGET
Revenues - All Funds

	FY2008 Actual	FY2009 Adopted	FY2009 Projected	FY2010 Base Budget	FY2010 Initiatives	FY2010 Adopted Budget
Fund 11 General Fund						
Property Tax	100,631,922	83,404,408	95,542,286	89,012,729	2,000,000	91,012,729
State Aid						
22a Prop A Obligation	484,703,347	434,696,885	435,027,098	379,003,290	0	379,003,290
22b Discretionary Payment	138,671,786	133,295,510	100,321,084	62,642,684	0	62,642,684
26a Renaissance Zone	5,249,096	4,952,202	2,423,437	2,401,484	0	2,401,484
29 Declining Enrollment	7,300,531	7,000,000	6,001,825	5,310,528	0	5,310,528
State Stabilization Funds	0	0	32,449,494	45,828,666	0	45,828,666
Other						
Earnings on Investments	2,261,347	3,450,000	1,000,000	850,000	0	850,000
Transfer from Food Service	1,139,899	1,075,629	1,075,629	2,500,000	0	2,500,000
Medicaid Reimbursement	6,067,827	3,500,000	5,642,444	13,879,200	0	13,879,200
ROTC	1,510,903	1,200,000	1,200,000	1,200,000	0	1,200,000
E-Rate Reimbursement	11,852,286	1,500,000	2,540,291	2,150,743	0	2,150,743
Reimbursable Expense-Union Dues	0	2,000,000	2,000,000	0	0	0
Other	24,648,450	12,446,445	17,954,510	29,879,044	1,600,000	31,479,044
Total Fund 11	784,037,394	688,521,079	703,178,096	634,658,367	3,600,000	638,258,367
Fund 13 Adult Ed						
State Aid	2,187,177	5,729,000	4,729,681	4,729,681	0	4,729,681
Prior Year Adjustment	159,431	0	(202,615)	0	0	0
Transfer/Fund Balance	0	0	0	11,302,920	0	11,302,920
Total Fund 13	2,346,608	5,729,000	4,527,067	16,032,601	0	16,032,601
Fund 14: Grants**						
Title I	92,104,841	128,524,550	174,607,435	162,125,573	0	162,125,573
31a At Risk	55,241,229	52,935,937	48,159,854	43,500,000	0	43,500,000
IDEA	18,791,347	21,379,976	21,004,224	19,803,710	0	19,803,710
Title II	9,986,183	21,171,690	18,053,388	19,800,000	0	19,800,000
Great Start Readiness (Early Childhood E	15,878,000	15,878,000	15,653,600	14,307,200	0	14,307,200
Other Grants	46,511,126	30,341,889	35,675,482	22,483,974	0	22,483,974
Total Fund 14	238,512,726	270,232,042	313,153,984	282,020,457	0	282,020,457
Fund 21 Athletics						
	0	2,527,200	2,527,200	3,444,714	0	3,444,714
Fund 22 Special Ed						
Act 18	75,300,000	68,000,000	70,998,322	74,000,000	0	74,000,000
State Aid	87,717,651	88,717,651	95,481,335	92,514,920	0	92,514,920
Prior Year Adjustment	2,897,074	0	7,763,684	0	0	0
Transfer from Fund 11	44,335,122	59,955,000	52,601,168	56,765,346	0	56,765,346
Total Fund 22	210,249,847	216,672,651	226,844,509	223,280,266	0	223,280,266
Fund 25 Food Service						
USDA Free and Reduced Lunch	28,808,279	27,466,201	26,569,448	25,230,652	0	25,230,652
Food Sales to Pupils	5,586,393	5,703,834	6,603,834	4,185,638	0	4,185,638
31d School Lunch Grant: State Aid	1,801,477	1,700,000	1,801,477	1,846,514	0	1,846,514
Other State Aid	3,136,891	2,248,750	2,954,514	715,610	0	715,610
Total Fund 25	39,333,040	37,118,785	37,929,273	31,978,414	0	31,978,414
TOTAL	1,274,479,615	1,220,800,757	1,288,160,129	1,191,414,819	3,600,000	1,195,014,819

**Does NOT include \$418.9 million in expected Stimulus funding

**DETROIT PUBLIC SCHOOLS
FY2010 ADOPTED BUDGET
Expenditures - All Funds**

	FY2008 Actual	FY2009 Adopted	FY2009 Projected	FY2010 Base Budget	FY2010 Initiatives	FY2010 Adopted Budget
Fund 11: General Fund						
Curriculum and Instruction	20,317,030	22,923,486	28,617,414	20,547,711	(5,808,134)	14,739,578
Finance	15,018,729	12,206,571	16,442,681	15,545,672	(930,633)	14,615,039
Contracting and Procurement	4,475,689	1,718,259	1,899,419	1,812,471	(662,033)	1,150,438
IT	17,715,292	11,906,694	21,937,900	32,179,820	1,480,161	33,659,981
Executive Services	5,492,478	4,436,683	3,618,327	6,115,466	(641,746)	5,473,720
Board of Education	904,552	785,976	1,780,495	935,447	(471,631)	463,816
Human Resources	33,029,045	6,085,469	6,557,811	9,835,570	(1,277,019)	8,558,551
Chief of Staff	729,296	522,071	509,551	478,960	(106,288)	372,672
General Counsel	4,148,688	1,888,269	3,964,226	2,972,644	(295,104)	2,677,540
Emergency Financial Manager	0	0	0	1,809,105	671,623	2,480,728
Inspector General	15,041,736	14,817,042	14,570,250	18,575,701	(4,683,708)	13,891,994
Physical Plant Operations	72,092,931	81,963,352	87,044,218	89,891,752	(5,965,250)	83,926,503
Transportation	55,711,281	34,962,422	45,057,422	48,251,971	(13,846,657)	34,405,314
Printing and Publishing	2,045	1,417,385	2,646,243	2,505,303	(428,986)	2,076,317
Capital Improvement and Real Estate	4,682,404	1,540,861	5,020,981	13,189,578	0	13,189,578
Business, Finance, and Support Services	20,606	133,093	133,093	137,832	0	137,832
Schools	519,510,337	480,929,086	466,969,650	416,698,744	(72,849,854)	343,848,889
District-Wide	157,548,201	1,864,760	7,154,678	168,621,768	(21,951,671)	146,670,097
General Labor Adjustments	N/A	N/A	N/A	N/A	(86,908,616)	(86,908,616)
Total Fund 11	926,440,340	688,521,079	713,924,359	850,105,514	(214,675,546)	635,429,968
Fund 13: Adult Education	2,346,608	5,729,000	4,527,067	16,032,601	0	16,032,601
Fund 14: Grants**	238,512,726	270,232,042	313,153,984	282,020,457	0	282,020,457
Fund 21: Athletics	0	2,527,200	2,527,200	3,444,714	0	3,444,714
Fund 22: Special Education	210,252,142	216,672,651	208,430,928	223,280,266	(14,544,331)	208,735,935
Fund 25: Food Service	39,333,040	37,118,785	37,929,273	31,978,414	0	31,978,414
TOTAL	1,416,884,856	1,220,800,757	1,280,492,810	1,406,861,966	(229,219,877)	1,177,642,089

**Does NOT include \$418.9 million in planned Stimulus dollars expenditures