

**RESOLUTION OF
THE BOARD OF EDUCATION
DETROIT PUBLIC SCHOOLS
ADOPTING THE SECOND AMENDMENT TO THE 2016-2017 DPS BUDGET**

WHEREAS, on June 21, 2016, Public Act 192 of 2016 (“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 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 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 Code, MCL 380.383 was named the Detroit Public Schools Community District (“DPSCD”); and

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

WHEREAS, the District 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 June 30, 2016, prior to the Board taking office, the 2016-2017 Budget for the Detroit Public Schools Community District was duly adopted; and

WHEREAS, the 2016-2017 Budget may be revised and/or amended to reflect the changes in revenues and/or expenditures; and

WHEREAS, the 2016-2017 Budget has been amended one time in accordance with Section 7(c) of the Financial Review Commission Act; and


WHEREAS, on June 13, 2017 a public hearing was held to discuss the Second Amendment to DPS’ 2016-2017 budget; and

WHEREAS, on June 13, 2017 the Board voted affirmatively to approve the Second Amendment to the 2016-2017 DPS budget; and


NOW, THEREFORE IT IS HEREBY RESOLVED THAT:

1. Pursuant to the powers granted under Public Act 192 the Board of Education for DPSCD hereby adopts the Second Amendment to the FY 2016-2017 DPS Budget as attached hereto.

I hereby certify that the foregoing is a full, true and correct copy of a resolution duly passed and adopted by the Board of Education for the Detroit Public Schools Community District



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



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

Dated: 7-11-17

DPS FY 2017 Budget Amendment #2

	FY 2017 - Adopted	FY 2017 - Budget Amendment # 1	FY 2017 - Budget Amendment # 2	Budget Amendment # 2 Increase (Decrease) Over Budget Amendment # 1
Revenue:				
Local sources				
Property Taxes	66,000,000	58,100,000	58,100,000	-
Total local sources	66,000,000	58,100,000	58,100,000	-
State sources	-	4,339,880	4,339,890	-
Federal sources	-	35,160,478	35,160,478	-
Total Revenue	66,000,000	97,600,358	97,600,358	-
Expenditures:				
Instruction	-	6,373,208	8,070,275	1,697,067
Support services				
Pupil services	-	1,057,615	1,488,538	430,923
Instructional staff support	-	539,652	1,436,258	896,606
General administration	300,000	315,829	341,120	25,291
School administration	-	168,073	262,366	94,293
Business office	700,000	3,031,519	3,028,042	(3,477)
Operations & maintenance	-	5,496,000	7,746,640	2,250,640
Transportation	-	138,310	2,308,425	2,170,115
Central support service	-	177,006	3,032,933	2,855,927
Other support service	-	3,626	86,750	83,124
Total support services	1,000,000	10,927,630	19,731,072	8,803,442
Community service	-	16,082	181,442	165,350
Facilities acquisitions and improvement	-	2,417	2,417	-
Debt service				
SAI Debt Service	-	34,300,000	34,285,117	(14,883)
Deferred MPSERS Interest	-	5,500,000	5,500,000	-
Emergency Loan Debt Service	-	1,211,750	1,211,750	-
Total Debt service	66,000,000	41,011,750	40,996,867	(14,883)
Total Expenditures	66,000,000	58,331,697	68,982,073	10,650,976
Other Financial Sources (Uses)				
Sources				
State Transition Funding	150,000,000	150,000,000	150,000,000	-
Total Sources	150,000,000	150,000,000	150,000,000	-
Uses				
Transfer to DPSCD General Fund - Transition Operating Costs	-	(25,000,000)	(25,000,000)	-
Transfer to DPSCD General Fund	-	(15,696,275)	(15,696,275)	-
Transfer to DPSCD Food Service	-	-	(4,458,220)	(4,458,220)
Transfer to DPSCD Internal Service Fund and Agency Fund (TIP/WC/Legal)	-	(28,600,000)	(48,438,893)	(19,838,893)
Total Uses	-	(69,296,275)	(93,593,388)	(24,297,113)
Total Other Financial Sources (Uses)	150,000,000	80,703,725	56,406,612	(24,297,113)
Excess (deficiency) of Revenue and Other Sources Over (Under) Expenditures and Other Uses	150,000,000	119,972,986	85,024,897	(34,948,089)
Beginning Fund Balance	(251,587,254)	(251,587,254)	(251,587,254)	
Ending Fund Balance	\$(101,587,254)	\$(131,614,268)	\$(166,562,357)	