

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

**ADOPTING THE FISCAL YEAR 2020-2021  
DPS 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 June 16, 2020 a public hearing was held to discuss the fiscal year 2020-2021 budget for DPS; and

WHEREAS, on June 16, 2020, the Board voted affirmatively to approve the fiscal year 2020-2021 budget for DPS (“2020-2021 DPS Budget”); and

WHEREAS, the 2020-2021 DPS Budget may be revised and/or amended to reflect the changes in revenues and/or expenditures; and

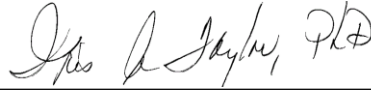
**NOW, THEREFORE IT IS HEREBY RESOLVED THAT:**

1. Pursuant to the powers granted under Public Act 192, the Board of Education of the Detroit Public Schools Community District hereby adopts the Proposed Fiscal Year 2020-2021 DPS Budget as attached hereto.

RESOLVED this 16<sup>th</sup> day of June 2020.

BOARD OF EDUCATION OF THE  
DETROIT PUBLIC SCHOOLS  
COMMUNITY DISTRICT

By:



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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 16<sup>th</sup> day of June 2020.



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

# DPS FY 21 Proposed Budget

	FY 2019 Audited Actuals	FY 2020 Proposed Budget Amendment #1	FY 2021 Proposed Budget	Variance from Proposed FY20 Budget Amendment #1
<b>Revenue:</b>				
Local Sources	\$ 68,869,427	\$ 69,050,171	\$ 65,597,663	\$ (3,452,509)
State Sources	5,366,901	4,077,871	3,873,977	(203,894)
<b>Total Revenue</b>	<b>74,236,328</b>	<b>73,128,042</b>	<b>69,471,640</b>	<b>(3,656,402)</b>
<b>Expenditures:</b>				
<b>Support Services</b>				
Instruction				
Support Services	145,430	90,000	90,000	
<b>Total Support Services</b>	<b>145,430</b>	<b>90,000</b>	<b>90,000</b>	<b>-</b>
<b>Debt Service</b>				
Stabilization Bonds	46,298,766	37,303,182	37,216,450	(86,732)
MPSERS	2,000,000	6,000,000	6,000,000	-
Emergency Loan Debt Service	1,965,000	1,965,000	1,965,000	-
Supplemental MPSERS Payments	4,503,076	19,291,589	19,380,000	88,411
<b>Total Debt Service</b>	<b>54,766,842</b>	<b>64,559,771</b>	<b>64,561,450</b>	<b>1,679</b>
<b>Total Expenditures</b>	<b>54,912,272</b>	<b>64,649,771</b>	<b>64,651,450</b>	<b>1,679</b>
<b>Total Expenditures and Other Sources/(Uses)</b>	<b>61,840,365</b>	<b>64,649,771</b>	<b>64,651,450</b>	<b>1,679</b>
<b>Excess (deficiency) of Revenue Over/ (Under) Expenditures and Other Uses</b>	<b>12,395,963</b>	<b>8,478,271</b>	<b>4,820,190</b>	<b>(3,658,081)</b>
<b>Beginning Fund Balance</b>	<b>5,049,270</b>	<b>17,445,233</b>	<b>25,923,504</b>	
<b>Ending Fund Balance</b>	<b>\$ 17,445,233</b>	<b>\$ 25,923,504</b>	<b>\$ 30,743,694</b>	

DPS FY 21 General Fund Budget through the year ending June 30, 2021.

- ✓ Due to the COVID-19 Pandemic and resulting forecasted revenue reductions, DPS is projecting a 5% reduction in FY21 property tax collections. With this forecasted reduction, DPS still expects to be able to meet its debt obligations.
- ✓ Support Services include expenses for audit and staff expenses associated with administration of DPS.
- ✓ Debt service expense includes both interest and principal for the Stabilization Bonds, MPSERS and Emergency Loan repayment. Payments are based on established schedules.
- ✓ Additional operating debt payments will be made as funds are available to pay down outstanding MPSERS debt more rapidly.