

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

**ADOPTING THE FIRST AMENDMENT TO  
THE FISCAL YEAR 2019-2020  
DPSCD FOOD SERVICE 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, DPS and DPSCD are 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 May 14, 2019 a public hearing was held to discuss the fiscal year 2019-2020 school food budget for DPSCD; and

WHEREAS, on May 14, 2019, the Board voted affirmatively to approve the fiscal year 2019-2020 school food budget for DPSCD (“2019-2020 DPSCD School Food Budget”); and

WHEREAS, the 2019-2020 DPSCD School Food Budget may be revised and/or amended to reflect the changes in revenues and/or expenditures; and


WHEREAS, the Board now amends the 2019-2020 DPSCD School Food Budget, for the first 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:**

1. Pursuant to the powers granted under Public Act 192, the Board of Education of the Detroit Public Schools Community District hereby adopts the First Amendment to the Fiscal Year 2019-2020 DPSCD School Food 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:   
\_\_\_\_\_  
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

# FY 20 Budget Amendment No. 1 – Food Service Revenue and Expenditures

DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT  
FOOD SERVICE FUND  
FY 2020 PROPOSED BUDGET AMENDMENT #1

	FY 2019 Actuals	FY20 Adopted Budget	Proposed FY20 Budget Amendment #1	Variance from FY20 Adopted Budget
<b>Revenue:</b>				
Local sources	\$ 423,863	\$ 636,272	\$ 850,000	\$ 213,728
<b>Total local sources</b>	<b>423,863</b>	<b>636,272</b>	<b>850,000</b>	<b>213,728</b>
State sources	2,813,908	1,863,114	1,472,492	(390,622)
Federal sources	41,927,073	47,501,752	31,000,000	(16,501,752)
<b>Total Revenue</b>	<b>45,164,844</b>	<b>50,001,138</b>	<b>33,322,492</b>	<b>(16,678,646)</b>
<b>Expenditures:</b>				
Support Services				
Salaries Personnel	14,586,556	19,644,227	15,500,000	(4,144,227)
Purchased Services	686,703	1,071,239	3,717,500	2,646,261
Supplies	24,411,251	27,126,203	20,000,000	(7,126,203)
Equipment & Capital	1,630,816	12,147,515	3,500,000	(8,647,515)
Utilities	-	341,954	-	(341,954)
<b>Total Expenditures</b>	<b>41,315,326</b>	<b>60,331,138</b>	<b>42,717,500</b>	<b>(17,613,638)</b>
<b>Excess (deficiency) of Revenue Over (Under) Expenditures</b>	<b>3,849,518</b>	<b>(10,330,000)</b>	<b>(9,395,008)</b>	<b>934,992</b>
<b>Other Sources (Uses):</b>				
Transfers in	2,000	-	-	
Transfers out	(1,580,445)	(2,000,000)	(1,500,000)	500,000
<b>Total Sources (Uses)</b>	<b>(1,578,445)</b>	<b>(2,000,000)</b>	<b>(1,500,000)</b>	<b>500,000</b>
<b>Total Other Financial Sources (Uses)</b>	<b>(1,578,445)</b>	<b>(2,000,000)</b>	<b>(1,500,000)</b>	<b>500,000</b>
Beginning Fund Balance	22,120,635	26,120,635	24,391,708	(1,728,927)
<b>Ending Fund Balance</b>	<b>\$ 24,391,708</b>	<b>\$ 13,790,635</b>	<b>\$ 13,496,700</b>	<b>\$ (293,935)</b>

## School Nutrition Budget Amendment No. 1

The District is proposing an amendment to the adopted Food Service Budget, largely driven by the current public health crisis.

### Revenue

- ✓ Federal revenue is projected to decrease by just over 30% as a result of reimbursements for fewer meals served due to school closures in response to the COVID-19 Pandemic and subsequent Executive orders.

### Expenses

- ✓ While continuing to serve breakfast and lunch at 17 District sites throughout the Pandemic, expenses for food supplies will be lower than expected due to the types of food offerings provided.
- ✓ The District has continued with projects and expenditures consistent with the Food Surplus Spend Down plan approved by MDE.
- ✓ The fund balance is targeted to be 3 months of average expenditures, or between \$7M to \$10M.

