

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

**ADOPTING THE FISCAL YEAR 2020-2021
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, 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 school food budget for DPSCD; and

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

WHEREAS, the 2020-2021 DPSCD School Food 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 School Food Budget as attached hereto.

RESOLVED this 16th 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 16th day of June 2020.



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

FY 21 Food Service Budget Revenues and Expenditures Comparison

DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT
FOOD SERVICE FUND
FY 2021 PROPOSED BUDGET

	FY 2019 Actuals	Proposed FY20 Budget Amendment #1	Proposed FY21 Budget	Variance from FY20 BA #1
Revenue:				
Local sources	\$ 423,863	\$ 850,000	\$ 830,000	\$ (20,000)
Total local sources	423,863	850,000	830,000	(20,000)
State sources	2,813,908	1,472,492	1,295,000	(177,492)
Federal sources	41,927,073	31,000,000	44,921,670	13,921,670
Total Revenue	45,164,844	33,322,492	47,046,670	13,724,178
Expenditures				
Support Services				
Salaries Personnel	14,586,556	15,500,000	16,338,656	838,656
Purchased Services	686,703	3,717,500	3,760,742	43,242
Supplies	24,411,251	20,000,000	27,992,500	7,992,500
Equipment & Capital	1,630,816	3,500,000	1,503,000	(1,997,000)
Total Expenditures	41,315,326	42,717,500	49,594,898	6,877,398
Excess (deficiency) of Revenue Over (Under) Expenditures	3,849,518.00	(9,395,008)	(2,548,228)	6,846,780
Other Sources (Uses)				
Transfers in	2,000.00	-	-	
Transfers out	(1,580,445)	(1,500,000)	(1,500,000)	-
Total Sources (Uses)	(1,578,445)	(1,500,000)	(1,500,000)	-
Total Other Financial Sources (Uses)	(1,578,445)	(1,500,000)	(1,500,000)	-
Beginning Fund Balance	22,120,635	24,391,708	13,496,700	(10,895,008)
Ending Fund Balance	\$ 24,391,708	\$ 13,496,700	\$ 9,448,472	\$ (4,048,228)

FY 21 Budget Takeaways

Revenue

- ✓ Revenue is expected to increase to pre COVID-19 levels based on a resumption of in-person instruction at District campuses.

Expenses

- ✓ Student enrollment is expected to remain constant from FY20 levels.
- ✓ Personnel expenses are expected to increased based on the addition of more resources to serve students to maintain and adhere to social distancing requirements.
- ✓ The District will continue to make one-time purchases for the purchase and installation of Equipment & Capital consistent with continued implementation of 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.