

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

**ADOPTING THE FISCAL YEAR 2019-2020
DPSCD SCHOOL ACTIVITY 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 2019-2020 School Activity budget for DPSCD; and

WHEREAS, on June 16, 2020, the Board voted affirmatively to approve the fiscal year 2019-2020 School Activity budget for DPSCD (“2019-2020 DPSCD School Activity Budget”); and

WHEREAS, the 2019-2020 DPSCD School Activity 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 2019-2020 DPSCD School Activity Budget as attached hereto.

RESOLVED this 16th day of June 2020.

BOARD OF EDUCATION OF THE
DETROIT PUBLIC SCHOOLS
COMMUNITY DISTRICT

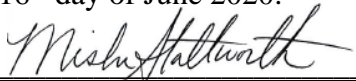
By:



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 20 School Activity Account Revenues and Expenditures Comparison

DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT STUDENT ACTIVITIES FUND

FY 2020 DRAFT BUDGET FOR THE YEAR ENDING JUNE 30, 2020

	FY 2020 Proposed Budget
Revenue:	
Local Sources	\$ 2,500,000
Total Revenue	<u>2,500,000</u>
Expenditures:	
Community Service	<u>2,500,000</u>
Total Support Services	<u>2,500,000</u>
Excess of Revenue over Expenditures	-
Beginning Fund Balance	1,666,433
Ending Fund Balance	<u>\$ 1,666,433</u>

School Activity Account Budget

Prior to FY20, Student Activity Funds were accounted for under fiduciary activity. The District was not required to adopt a budget.

In 2019, the Governmental Accounting Standards Board (GASB) established a new criteria for identifying fiduciary activity (Student Activity Accounts).

Due to the District's direct administrative involvement in Student Activity Accounts, funds must be classified as Special Revenue, reported in the Governmental Funds during the annual financial audit, and a budget must be adopted.

Revenue

- ✓ Revenue consist of school fundraisers, student activity fees, and donations of less than 10k.

Expenses

- ✓ Expenditures consist of field trips, student events, and fundraiser expenses.