DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT BOARD OF EDUCATION RESOLUTION

ADOPTING THE FIRST AMENDMENT TO THE FISCAL YEAR 2018-2019 DPSCD 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 April 10, 2018 a public hearing was held to discuss the fiscal year 2018-2019 budget for DPSCD; and

WHEREAS, on April 10, 2018, the Board voted affirmatively to approve the fiscal year 2018-2019 budget for DPSCD ("2018-2019 Budget"); and

WHEREAS, the 2018-2019 Budget may be revised and/or amended to reflect the changes in revenues and/or expenditures; and

WHEREAS, the Board now amends the 2018-2019 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 2018-2019 DPSCD Budget as attached hereto.

RESOLVED this _/5 th day of ______, 2019

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:

Misha Stallworth, Board Secretary

Detroit Public Schools Community District

Board of Education

DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT GENERAL FUND

BUDGET AMENDMENT # 1 YEAR ENDING JUNE 30, 2019

Revenue:		FY 2018 - Actual	FY 2019 Adopted Budget	FY 2019 Budget Amendment # 1	Variance
Expenditures: Instruction 324,511,382 390,136,373 378,051,491 (12,084,882) Support services Pupil services 52,567,856 78,354,488 91,306,167 12,951,679 Instructional staff support 31,296,933 32,899,337 45,723,042 12,823,706 General administration 4,4549,474 6076,685 5,688,261 (390,424) School administration 39,221,706 52,476,876 48,188,781 (4,288,095) Business office 10,006,870 11,073,394 10,218,789 (854,605) Operations & maintenance 93,223,006 81,961,782 9,615,755 11,330,862 Transportation 34,896,150 36,749,795 36,975,486 22,5890 Central support service 34,936,150 36,749,795 36,975,486 22,5890 Central support service 34,936,610 38,949,349 41,881,594 2,932,245 Other support service 34,047,594 12,712,20 5,635,516 41,922,286 Total support service 4,047,594 12,712,20 5,635,516 4,192,286 Facilities acquisitions and improvement	Local sources State sources	484,209,873	503,289,568	512,763,670	9,474,101
Support services	Total Revenue	682,163,705	749,386,075	762,278,149	12,892,073
Support services Pupil services 52,567,856 78,354,488 91,306,167 12,951,679 Instructional staff support 31,296,933 32,899,337 45,723,042 12,823,706 General administration 4,549,474 6,078,685 5,688,261 (390,424) School administration 39,221,706 52,476,876 48,188,781 (4,288,095) School administration 39,221,706 52,476,876 48,188,781 (4,288,095) Operations & maintenance 39,223,006 81,961,782 92,615,755 11,330,862 Transportation 34,896,150 36,749,795 36,975,866 22,5690 Central support service 34,934,693 38,949,349 41,881,594 2,932,245 Other support service 36,000,000 2,413,014 2,729,881 316,867 Total support service 304,556,778 340,956,720 375,327,756 35,047,925 Community service 4,047,594 1,271,230 5,663,516 4,192,286 Facilities acquisitions and improvement - - 28,171 28,171 </td <td>Expenditures:</td> <td></td> <td></td> <td></td> <td></td>	Expenditures:				
Publiservices	Instruction	324,511,382	390,136,373	378,051,491	(12,084,882)
Instructional staff support 31,296,933 32,899,337 45,723,042 12,823,706 General administration 4,543,474 6,078,676 5,688,261 (390,424) 4,288,075 4,488,781 (4,288,075) 4,288,075 4,2	Support services				
General administration 4,549,474 6,078,685 5,688,261 (39,04.24) School administration 39,221,706 52,476,876 48,188,781 (4,288,095) Business office 10,206,670 11,073,394 10,218,789 (654,605) Operations & maintenance 93,223,006 81,961,782 92,615,755 11,330,862 Transportation 34,896,150 36,749,795 36,975,486 22,5690 Central support service 34,934,693 38,949,349 41,881,594 2,932,245 Other support service 304,556,778 340,956,720 375,327,756 35,047,925 Community service 4,047,594 1,271,230 5,463,516 4,192,286 Facilities acquisitions and improvement - - 28,171 701 28,171 Total Expenditures 633,115,754 732,364,323 758,870,934 27,183,500 Other Financial Sources (Uses) Support service (Uses) - - 368,575 368,575 Page and page an	Pupil services	52,567,856	78,354,488	91,306,167	12,951,679
School administration 39,221,706 52,476,876 48,188,781 (4,288,095) Business office 10,206,870 11,073,394 10,218,789 (854,605) Operations & maintenance 93,223,006 81,961,782 92,615,755 11,330,862 Transportation 34,986,150 36,749,795 36,975,486 225,690 Central support service 34,984,693 38,949,349 41,881,594 2,932,245 Other support services 304,5556,778 340,956,720 375,327,756 35,047,925 Community service 4,047,594 1,271,230 5,463,516 4,192,286 Facilities acquisitions and improvement - - - 28,171 28,171 Total Expenditures 633,115,754 732,364,323 758,870,934 27,183,500 Other Financial Sources (Uses) - - 368,575 368,575 Sources - - - 368,575 368,575 Payments From Detroit Public Schools - - 6,900,000 - - Total Sources </td <td>Instructional staff support</td> <td>31,296,933</td> <td>32,899,337</td> <td>45,723,042</td> <td>12,823,706</td>	Instructional staff support	31,296,933	32,899,337	45,723,042	12,823,706
Business office	General administration	4,549,474	6,078,685	5,688,261	(390,424)
Operations & maintenance 93,223,006 81,961,782 92,615,755 11,330,862 Transportation 34,896,150 36,749,795 36,975,486 225,690 Central support service 34,934,693 38,949,349 41,881,594 2,932,245 Other support services 3,660,090 2,413,014 2,729,881 316,867 Total support services 304,556,778 340,956,720 375,327,756 35,047,925 Community service 4,047,594 1,271,230 5,463,516 4,192,286 Facilities acquisitions and improvement - - - 28,171 28,171 Total Expenditures 633,115,754 732,364,323 758,870,934 27,183,500 Other Financial Sources (Uses) Sources Proceeds from sale of capital assets - - 368,575 368,575 Payments From Detroit Public Schools - - 6,900,000 6,900,000 - Total Sources 1,779,586 8,900,000 9,268,575 368,575 Uses <	School administration	39,221,706	52,476,876	48,188,781	(4,288,095)
Transportation 34,896,150 36,749,795 36,975,486 225,600 Central support service 34,934,693 38,949,349 41,881,594 2,932,245 Other support services 304,556,778 340,956,720 375,327,756 35,047,925 Community service 4,047,594 1,271,230 5,463,516 4,192,286 Facilities acquisitions and improvement - - 28,171 28,171 Total Expenditures 633,115,754 732,364,323 758,870,934 27,183,500 Other Financial Sources (Uses) Sources Proceeds from sale of capital assets - - 368,575 368,575 Payments From Detroit Public Schools - 6,900,000 6,900,000 - Transfer from Food Service Fund 1,779,586 8,900,000 9,268,575 368,575 Uses - (17,831,299) - (17,831,299) Total Other Financial Sources (Uses) 1,779,586 (8,930,090) 9,268,575 368,575 Special Item 11,793,586	Business office	10,206,870	11,073,394	10,218,789	(854,605)
Central support service 34,934,693 38,949,349 41,881,594 2,932,245 Other support services 36,600,090 2,413,014 2,729,881 316,867 Total support services 304,556,778 340,956,720 375,327,756 35,047,925 Community service 4,047,594 1,271,230 5,463,516 4,192,286 Facilities acquisitions and improvement - - 28,171 28,171 Total Expenditures 633,115,754 732,364,323 758,870,934 27,183,500 Other Financial Sources (Uses) - - 368,575 368,575 Sources - - 6,900,000 6,900,000 - Proceeds from sale of capital assets - - 6,900,000 6,900,000 - Transfer from Food Service Fund 1,779,586 2,000,000 2,000,000 - - Total Sources 1,779,586 8,900,000 9,268,575 368,575 368,575 Uses - (17,831,299) - (17,831,299) - (17,831,299)	Operations & maintenance	93,223,006	81,961,782	92,615,755	11,330,862
Other support services 3,660,090 2,413,014 2,729,881 316,867 Total support services 304,556,778 340,956,720 375,327,756 35,047,925 Community service 4,047,594 1,271,230 5,463,516 4,192,286 Facilities acquisitions and improvement - - - 28,171 28,171 Total Expenditures 633,115,754 732,364,323 758,870,934 27,183,500 Other Financial Sources (Uses) Sources Proceeds from sale of capital assets - - 368,575	Transportation	34,896,150	36,749,795	36,975,486	225,690
Total support services 304,556,778 340,956,720 375,327,756 35,047,925 Community service 4,047,594 1,271,230 5,463,516 4,192,286 Facilities acquisitions and improvement - - 28,171 28,171 Total Expenditures 633,115,754 732,364,323 758,870,934 27,183,500 Other Financial Sources (Uses) Sources Proceeds from sale of capital assets - - 368,575 368,575 Proceeds from Detroit Public Schools - 6,900,000 6,900,000 - - Tansfer from Pood Service Fund 1,779,586 2,000,000 9,268,575 368,575 Uses - (17,831,299) - (17,831,299) Total Ources - (17,831,299) - (17,831,299) Total Uses - (17,831,299) 9,268,575 18,199,874 Special Item 11,244,572 - - - - Excess (deficiency) of Revenue and Other Sources 62,072,109	Central support service	34,934,693	38,949,349	41,881,594	2,932,245
Community service 4,047,594 1,271,230 5,463,516 4,192,286 Facilities acquisitions and improvement - - 28,171 28,171 Total Expenditures 633,115,754 732,364,323 758,870,934 27,183,500 Other Financial Sources (Uses) - - 368,575 368,575 Sources - - - 368,575 368,575 Payments From Detroit Public Schools - - 6,900,000 6,900,000 - Transfer from Food Service Fund 1,779,586 2,000,000 2,000,000 - Total Sources 1,779,586 8,900,000 9,268,575 368,575 Uses - (17,831,299) - (17,831,299) Total Uses - (17,831,299) - (17,831,299) Total Other Financial Sources (Uses) 1,779,586 (8,931,299) 9,268,575 18,199,874 Special Item 11,244,572 - - - - Excess (deficiency) of Revenue and Other Uses 62,072,109 8,0	Other support service	3,660,090	2,413,014	2,729,881	316,867
Total Expenditures Contingency Conting	Total support services	304,556,778	340,956,720	375,327,756	35,047,925
Total Expenditures 633,115,754 732,364,323 758,870,934 27,183,500 Other Financial Sources (Uses) Sources Condout Sources 2,000,000 6,900,000 - Condout Sources - Condout Sources 1,779,586 8,900,000 9,268,575 368,575	Community service	4,047,594	1,271,230	5,463,516	4,192,286
Other Financial Sources (Uses) Sources Proceeds from sale of capital assets - - 368,575 368,575 368,575 368,575 368,575 368,575 368,575 368,575 368,575 368,575 70,000,000 - <t< td=""><td>Facilities acquisitions and improvement</td><td></td><td></td><td>28,171</td><td>28,171</td></t<>	Facilities acquisitions and improvement			28,171	28,171
Sources Proceeds from sale of capital assets - - 368,575 368,575 Payments From Detroit Public Schools - 6,900,000 6,900,000 - Transfer from Food Service Fund 1,779,586 2,000,000 2,000,000 - Total Sources 1,779,586 8,900,000 9,268,575 368,575 Uses - (17,831,299) - (17,831,299) Total Uses - (17,831,299) - (17,831,299) Total Other Financial Sources (Uses) 1,779,586 (8,931,299) 9,268,575 18,199,874 Special Item 11,244,572 - - - - Excess (deficiency) of Revenue and Other Sources Over (Under) Expenditures and Other Uses 62,072,109 8,090,453 12,675,790 4,585,335 Excess (deficiency) of Revenue and Other Uses 62,072,109 8,090,453 12,675,790 4,585,335 Fund Balance - Beginning 78,963,120 141,035,229 141,035,229 141,035,229	Total Expenditures	633,115,754	732,364,323	758,870,934	27,183,500
Proceeds from sale of capital assets - - 368,575 368,575 Payments From Detroit Public Schools - 6,900,000 6,900,000 - Transfer from Food Service Fund 1,779,586 2,000,000 2,000,000 - Total Sources 1,779,586 8,900,000 9,268,575 368,575 Uses Contingency - (17,831,299) - (17,831,299) Total Uses - (17,831,299) - (17,831,299) Total Other Financial Sources (Uses) 1,779,586 (8,931,299) 9,268,575 18,199,874 Special Item 11,244,572 - - - - Excess (deficiency) of Revenue and Other Sources 62,072,109 8,090,453 12,675,790 4,585,335 Excess (deficiency) of Revenue and Other Uses 62,072,109 8,090,453 12,675,790 4,585,335 Fund Balance - Beginning 78,963,120 141,035,229 141,035,229	Other Financial Sources (Uses)				
Payments From Detroit Public Schools - 6,900,000 6,900,000 - Transfer from Food Service Fund 1,779,586 2,000,000 2,000,000 - Total Sources 1,779,586 8,900,000 9,268,575 368,575 Uses Contingency - (17,831,299) - (17,831,299) Total Uses - (17,831,299) - (17,831,299) Total Other Financial Sources (Uses) 1,779,586 (8,931,299) 9,268,575 18,199,874 Special Item 11,244,572 - - - - Excess (deficiency) of Revenue and Other Sources Over (Under) Expenditures and Other Uses 62,072,109 8,090,453 12,675,790 4,585,335 Excess (deficiency) of Revenue and Other Uses 62,072,109 8,090,453 12,675,790 4,585,335 Fund Balance - Beginning 78,963,120 141,035,229 141,035,229 141,035,229	Sources				
Payments From Detroit Public Schools - 6,900,000 6,900,000 - Transfer from Food Service Fund 1,779,586 2,000,000 2,000,000 - Total Sources 1,779,586 8,900,000 9,268,575 368,575 Uses Contingency - (17,831,299) - (17,831,299) Total Uses - (17,831,299) - (17,831,299) Total Other Financial Sources (Uses) 1,779,586 (8,931,299) 9,268,575 18,199,874 Special Item 11,244,572 - - - - Excess (deficiency) of Revenue and Other Sources Over (Under) Expenditures and Other Uses 62,072,109 8,090,453 12,675,790 4,585,335 Excess (deficiency) of Revenue and Other Uses 62,072,109 8,090,453 12,675,790 4,585,335 Fund Balance - Beginning 78,963,120 141,035,229 141,035,229 141,035,229	Proceeds from sale of capital assets	-	-	368,575	368,575
Transfer from Food Service Fund 1,779,586 2,000,000 2,000,000 - Total Sources 1,779,586 8,900,000 9,268,575 368,575 Uses Contingency - (17,831,299) - (17,831,299) Total Uses - (17,831,299) - (17,831,299) Total Other Financial Sources (Uses) 1,779,586 (8,931,299) 9,268,575 18,199,874 Special Item 11,244,572 - - - - Excess (deficiency) of Revenue and Other Sources 62,072,109 8,090,453 12,675,790 4,585,335 Excess (deficiency) of Revenue and Other Uses 62,072,109 8,090,453 12,675,790 4,585,335 Fund Balance - Beginning 78,963,120 141,035,229 141,035,229	Payments From Detroit Public Schools	-	6.900.000	6.900.000	<u>-</u>
Total Sources 1,779,586 8,900,000 9,268,575 368,575 Uses Contingency - (17,831,299) - (17,831,299) Total Uses - (17,831,299) - (17,831,299) Total Other Financial Sources (Uses) 1,779,586 (8,931,299) 9,268,575 18,199,874 Special Item 11,244,572 - - - - Excess (deficiency) of Revenue and Other Sources Over (Under) Expenditures and Other Uses 62,072,109 8,090,453 12,675,790 4,585,335 Excess (deficiency) of Revenue and Other Uses 62,072,109 8,090,453 12,675,790 4,585,335 Fund Balance - Beginning 78,963,120 141,035,229 141,035,229	•	1.779.586	·		-
Uses Contingency - (17,831,299) - (17,831,299) Total Uses - (17,831,299) - (17,831,299) Total Other Financial Sources (Uses) 1,779,586 (8,931,299) 9,268,575 18,199,874 Special Item 11,244,572 - - - - Excess (deficiency) of Revenue and Other Sources Over (Under) Expenditures and Other Uses 62,072,109 8,090,453 12,675,790 4,585,335 Excess (deficiency) of Revenue and Other Uses 62,072,109 8,090,453 12,675,790 4,585,335 Fund Balance - Beginning 78,963,120 141,035,229 141,035,229	Total Sources				368.575
Contingency - (17,831,299) - (17,831,299) Total Uses - (17,831,299) - (17,831,299) Total Other Financial Sources (Uses) 1,779,586 (8,931,299) 9,268,575 18,199,874 Special Item 11,244,572 - - - - Excess (deficiency) of Revenue and Other Sources Over (Under) Expenditures and Other Uses 62,072,109 8,090,453 12,675,790 4,585,335 Excess (deficiency) of Revenue and Other Uses 62,072,109 8,090,453 12,675,790 4,585,335 Fund Balance - Beginning 78,963,120 141,035,229 141,035,229		_,,	5,252,525	5,255,555	220,212
Total Uses - (17,831,299) - (17,831,299) Total Other Financial Sources (Uses) 1,779,586 (8,931,299) 9,268,575 18,199,874 Special Item 11,244,572 Excess (deficiency) of Revenue and Other Sources Over (Under) Expenditures and Other Uses 62,072,109 8,090,453 12,675,790 4,585,335 Excess (deficiency) of Revenue and Other Sources Over (Under) Expenditures and Other Uses 62,072,109 8,090,453 12,675,790 4,585,335 Fund Balance - Beginning 78,963,120 141,035,229 141,035,229		_	(17 831 299)	_	(17 831 299)
Total Other Financial Sources (Uses) 1,779,586 (8,931,299) 9,268,575 18,199,874 Special Item 11,244,572 - - - - Excess (deficiency) of Revenue and Other Sources 62,072,109 8,090,453 12,675,790 4,585,335 Excess (deficiency) of Revenue and Other Sources Over (Under) Expenditures and Other Uses 62,072,109 8,090,453 12,675,790 4,585,335 Fund Balance - Beginning 78,963,120 141,035,229 141,035,229					
Special Item 11,244,572 -		1 779 586	•	9 268 575	
Excess (deficiency) of Revenue and Other Sources Over (Under) Expenditures and Other Uses 62,072,109 8,090,453 12,675,790 4,585,335 Excess (deficiency) of Revenue and Other Sources Over (Under) Expenditures and Other Uses 62,072,109 8,090,453 12,675,790 4,585,335 Fund Balance - Beginning 78,963,120 141,035,229	. ,		(6,331,233)	3,200,373	10,133,074
Over (Under) Expenditures and Other Uses 62,072,109 8,090,453 12,675,790 4,585,335 Excess (deficiency) of Revenue and Other Sources Over (Under) Expenditures and Other Uses 62,072,109 8,090,453 12,675,790 4,585,335 Fund Balance - Beginning 78,963,120 141,035,229 141,035,229	·	11,244,372		<u> </u>	<u>-</u> _
Over (Under) Expenditures and Other Uses 62,072,109 8,090,453 12,675,790 4,585,335 Fund Balance - Beginning 78,963,120 141,035,229 141,035,229	` ''	62,072,109	8,090,453	12,675,790	4,585,335
Fund Balance - Beginning 78,963,120 141,035,229 141,035,229	Excess (deficiency) of Revenue and Other Sources				
	Over (Under) Expenditures and Other Uses	62,072,109	8,090,453	12,675,790	4,585,335
Fund Balance - Ending \$ 141,035,229 \$ 149,125,682 \$ 153,711,019	Fund Balance - Beginning	78,963,120	141,035,229	141,035,229	
	Fund Balance - Ending	\$ 141,035,229	\$ 149,125,682	\$ 153,711,019	

¹ General Fund includes Funds 11 through 22.

 $^{^{\}rm 2}$ Notes: See footnotes that follow for explanation of increases and decreases