

**SCHOOL DISTRICT OF THE CITY OF HIGHLAND PARK
COUNTY OF WAYNE
STATE OF MICHIGAN**

**RESOLUTION APPROVING THE DEFICIT ELIMINATION PLAN
AND OTHER MATTERS RELATING THERETO**

A regular meeting of the Board of Education (the “Board”) of the School District of the City of Highland Park (the “School District”), County of Wayne, State of Michigan, was held at the School District, 45 E. Buena Vista, Highland Park, Michigan 48203, on February 8, 2022, at 6:00 p.m.

The meeting was called to order by Shamayim Harris, President.

PRESENT: Members: Shamayim Harris, Mark Ashley-Price, Anthony Askew, Lorne McGee, Cheryl Sanford, Janet Spight-White, Linda Wheeler.

ABSENT: Members: None

The following preamble and resolution were offered by Member Sanford and supported by Member McGee.

WHEREAS, the School District’s audited financial statements dated June 30, 2021 reported a unassigned deficit in the general fund of the School District; and

WHEREAS, Act 451, Public Acts of Michigan, 1976, as amended, requires the School District to adopt a deficit elimination plan (the “DEP”) to eliminate the unassigned deficit in the general fund; and

WHEREAS, the DEP has been updated and revised to reflect the elimination of the unassigned deficit in the general fund; and

WHEREAS, the Board has further determined it is in the best interest of the School District to adopt the revised DEP and submit the same to the Michigan Department of Treasury and or the Michigan Department of Education.

NOW, THEREFORE, BE IT RESOLVED THAT:

1. Approval of DEP. The DEP as shown in Exhibit A is approved.
2. Authorized Officers. The Board President, Board Secretary and/or the Chief Education Officer (the “Authorized Officers”) are each or all authorized to take required actions to effectuate the approval of the DEP by the Michigan Department of Treasury and or the Michigan Department of Education.
3. Retention Professional Services. The law firm of Shifman & Carlson, P.C. is hereby appointed as bond counsel (“Bond Counsel”) for the School District with reference to the submission and approval of the DEP authorized by this Resolution. The financial consulting firm of Robert W. Baird & Co. Incorporated, Lansing, Michigan, is hereby appointed as municipal advisor (the

“Municipal Advisor”) for the School District with reference to the submission and approval of the DEP authorized by this Resolution. The Authorized Officer(s) are hereby authorized to appoint other professionals needed to facilitate the submission and approval of the DEP.

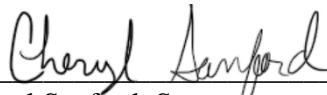
4. Further Actions. The Authorized Officer(s) or their designee is authorized and directed to execute and deliver all other agreements, documents, and certificates and to take all other actions necessary to submit the DEP in accordance with this Resolution.

5. Conflicts. All resolutions and parts of prior resolutions insofar as they conflict with the provisions of this resolution be and the same hereby are rescinded.

Ayes: Anthony Askew, Shamayim Harris, Lorne McGee, Cheryl Sanford

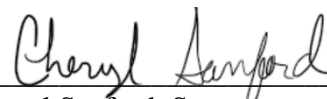
Nays: Mark Ashley-Price, Linda Wheeler, Janet Spight-White

RESOLUTION DECLARED ADOPTED, 4-3.



Cheryl Sanford, Secretary
Board of Education
School District of the City of Highland Park

The undersigned duly qualified and acting Secretary of the Board of Education of the School District of the City of Highland Park, County of Wayne, Michigan, hereby certifies that the foregoing is a true and complete copy of a resolution adopted by the Board of Education at a regular meeting held on February 8, 2022, the original of which resolution is a part of the Board’s minutes and further certifies that notice of the meeting was given to the public under the Open Meetings Act, 1976 PA 267, as amended.



Cheryl Sanford, Secretary
Board of Education
School District of the City of Highland Park

EXHIBIT A

DEFICIT ELIMINATION PLAN

**The School District of the City of Highland Park
County of Wayne, State of Michigan**

DEFICIT ELIMINATION PLAN, as revised **January 20, 2022**
DEFICIT ELIMINATION PLAN, as adopted **February 8, 2022**

		Projected FY2022	Projected FY2023	Projected FY2024	Projected FY2025	Projected FY2026	Projected FY2027
Revenue							
1	Property Taxes - General (A)	1.0%	1,616,190	1,632,352	1,648,675	1,665,162	1,681,813
2	Authorizer Fees (B)	3.0%	77,348	65,790	63,876	62,656	62,085
3	Lease Income (C)	4.0%	103,131	87,720	85,168	83,541	82,780
4	Other Revenue	Fixed	27,200	27,200	27,200	27,200	27,200
5	Interest	RunRate	250	300	300	300	300
6	Total Revenue		\$ 1,824,118	\$ 1,813,361	\$ 1,825,219	\$ 1,838,859	\$ 1,854,178
7							\$ 1,871,124
Expenditures							
Support Services - General Administration							
10	Executive Administration Services	6.25%	204,000	204,000	204,000	216,750	216,750
11	Legal	Fixed	74,000	74,000	30,000	30,000	30,000
12	Audit	\$	500	18,000	18,500	19,000	19,500
13	Board of Education Expenses	\$	500	14,000	10,500	11,000	11,500
14	Communications	3.0%	27,000	27,810	28,644	29,504	30,389
15	PSA Support	Fixed	10,000	10,000	10,000	10,000	10,000
16	Total General Administration		\$ 347,000	\$ 344,810	\$ 302,644	\$ 317,254	\$ 319,139
17							\$ 321,050
Support Services - Business Services							
19	Administration and Business Services	\$	1,800	149,100	149,100	149,100	150,900
20	Administration Expenses	Fixed	24,140	24,000	24,000	24,000	24,000
21	Bank Charges	Fixed	10,400	10,500	10,500	10,500	10,500
22	Total Business Services		\$ 183,640	\$ 183,600	\$ 183,600	\$ 185,400	\$ 185,400
23							\$ 185,400
Operations and Maintenance							
25	Rent	3.0%	34,320	35,350	36,410	37,502	38,627
26	Janitorial	3.0%	14,250	14,678	15,118	15,571	16,039
27	Utilities	3.0%	6,700	6,901	7,108	7,321	7,541
28	Insurance	3.0%	45,670	47,040	48,451	49,905	51,402
29	Security	3.0%	618	637	656	675	696
30	Repairs and Maintenance	Fixed	60,000	20,000	20,000	20,000	20,000
31	Total Operations and Maintenance		\$ 161,558	\$ 124,605	\$ 127,743	\$ 130,975	\$ 134,304
32							\$ 137,734
33	Total Expenditures From Operations		\$ 692,198	\$ 653,015	\$ 613,987	\$ 633,629	\$ 638,843
34							\$ 644,184
35	Excess Revenue Over/(Under) Expenditures BEFORE Debt Service		\$ 1,131,920	\$ 1,160,346	\$ 1,211,232	\$ 1,205,230	\$ 1,215,335
36							\$ 1,226,940
37	Beginning Fund Balance (Deficit)		(\$3,972,896)	(\$3,164,131)	(\$2,297,628)	(\$1,382,396)	(\$475,260)
38							\$440,030
Debt Service - Emergency Loans							
40	Emergency Loan #1		191,828	176,031	174,344	177,625	180,844
41	Emergency Loan #2		131,328	117,813	121,656	120,469	119,201
42	Total Debt Service		\$ 323,155	\$ 293,844	\$ 296,000	\$ 298,094	\$ 300,045
43							\$ 302,094
44	Ending Fund Balance (Deficit)		(\$3,164,131)	(\$2,297,628)	(\$1,382,396)	(\$475,260)	\$440,030
45							\$1,364,876
Beginning CASH Balance							
47	Beginning CASH Balance		\$2,606,416	\$1,982,147	\$2,148,650	\$2,363,882	\$2,571,018
48							\$2,768,219
49	Total Revenue		1,824,118	1,813,361	1,825,219	1,838,859	1,854,178
50	Total Expenditures From Operations		692,198	653,015	613,987	633,629	638,843
51	Total Debt Service		323,155	293,844	296,000	298,094	300,045
52	Other Obligations See FY2021 Audit						
53	Nonmajor Funds	168,424	168,424	0	0	0	0
54	ORS	135,172	135,172	0	0	0	0
55	UIA	451,063	451,063	0	0	0	0
56	Sinking Fund Repayment	2,193,089	0	700,000	700,000	700,000	93,089
57	Debt Retirement Fund	678,375	678,375	0	0	0	0
58	MI Dept of Education	2,973,444	0	0	0	0	625,000
59	Total Other Obligations	\$6,599,567	\$1,433,034	\$700,000	\$700,000	\$700,000	\$718,089
60							\$725,000
61	Net Increase/(Decrease) in Cash		(\$624,269)	\$166,503	\$215,232	\$207,136	\$197,201
62							\$199,846
63	Ending Cash Balance		\$1,982,147	\$2,148,650	\$2,363,882	\$2,571,018	\$2,768,219
64							\$2,968,065
Assumptions - Revenue							
Property Taxes (A)							
68	Taxable Value - Non Principal Residence	\$	87,183,428	\$ 88,055,262	\$ 88,935,815	\$ 89,825,173	\$ 90,723,425
69	Taxable Value - Commercial Personal Property	\$	12,291,000	\$ 12,413,910	\$ 12,538,049	\$ 12,663,430	\$ 12,790,064
70	Tax Rate - Non Principal Residence		17.7300	17.7300	17.7300	17.7300	17.7300
71	Tax Rate - Commercial Personal Property		5.7300	5.7300	5.7300	5.7300	5.7300
72	Total Property Taxes	\$	1,616,190	\$ 1,632,352	\$ 1,648,675	\$ 1,665,162	\$ 1,681,813
73	Projected Increase/(Decrease)		1.00%	1.00%	1.00%	1.00%	1.00%
74							1.00%
Authorizer Fees & Academy Lease (B) & (C)							
76	State Aid Membership - General Ed (HPPSA)		262.32	249.20	239.24	232.06	227.42
77	Projected Change in Membership			-5.00%	-4.00%	-3.00%	-2.00%
78							-1.00%
79	Foundation Allowance	\$	8,700	\$ 8,800	\$ 8,900	\$ 9,000	\$ 9,100
80	Projected \$ Increase/(Decrease)	\$	100	\$ 100	\$ 100	\$ 100	\$ 100
81	Projected Percentage Increase/(Decrease)		1.15%	1.14%	1.12%	1.11%	1.10%
82	Total Foundation Allowance Payment	\$	2,282,184	\$ 2,192,995	\$ 2,129,199	\$ 2,088,529	\$ 2,069,500
83	State Aid 1/20/2022		2,578,265				
84	Authorizer Fee						
85	Percentage of Foundation Allowance paid to HPPS	3.0%	3.00%	3.00%	3.00%	3.00%	3.00%
87	Total Authorizer Fee	\$	77,348	\$ 65,790	\$ 63,876	\$ 62,656	\$ 62,085
88							\$ 62,140
89	Academy Lease						
90	Percentage of Foundation Allowance paid to HPPS	4.0%	4.00%	4.00%	4.00%	4.00%	4.00%
91	Total Academy Lease	\$	103,131	\$ 87,720	\$ 85,168	\$ 83,541	\$ 82,780
							\$ 82,853

The School District of the City of Highland Park
County of Wayne, State of Michigan

DEFICIT ELIMINATION PLAN, as revised January 20, 2022
DEFICIT ELIMINATION PLAN, as adopted February 8, 2022

		Projected FY2028	Projected FY2029	Projected FY2030	Projected FY2031	Projected FY2032	Projected FY2033
Revenue							
1	Property Taxes - General (A)	1.0%	1,715,618	1,732,774	1,750,102	1,767,603	1,785,279
2	Authorizer Fees (B)	3.0%	62,815	63,490	64,166	64,841	65,517
3	Lease Income (C)	4.0%	83,753	84,654	85,554	86,455	87,356
4	Other Revenue	Fixed	27,200	27,200	27,200	27,200	27,200
5	Interest	RunRate	300	300	300	300	300
6	Total Revenue		\$ 1,889,686	\$ 1,908,418	\$ 1,927,322	\$ 1,946,399	\$ 1,965,651
7							\$ 1,985,080
Expenditures							
Support Services - General Administration							
10	Executive Administration Services	6.25%	230,297	230,297	230,297	244,690	244,690
11	Legal	Fixed	30,000	30,000	30,000	30,000	30,000
12	Audit	\$	500	21,000	21,500	22,000	22,500
13	Board of Education Expenses	\$	500	13,000	13,500	14,000	14,500
14	Communications	3.0%	32,239	33,207	34,203	35,229	36,286
15	PSA Support	Fixed	10,000	10,000	10,000	10,000	10,000
16	Total General Administration		\$ 336,536	\$ 338,503	\$ 340,500	\$ 356,919	\$ 358,976
17							\$ 361,065
Support Services - Business Services							
19	Administration and Business Services	\$	1,800	152,700	152,700	152,700	154,500
20	Administration Expenses	Fixed	24,000	24,000	24,000	24,000	24,000
21	Bank Charges	Fixed	10,500	10,500	10,500	10,500	10,500
22	Total Business Services		\$ 187,200	\$ 187,200	\$ 187,200	\$ 189,000	\$ 189,000
23							
Operations and Maintenance							
25	Rent	3.0%	40,980	42,209	43,476	44,780	46,123
26	Janitorial	3.0%	17,015	17,526	18,051	18,593	19,151
27	Utilities	3.0%	8,000	8,240	8,487	8,742	9,004
28	Insurance	3.0%	54,532	56,168	57,853	59,589	61,377
29	Security	3.0%	738	760	783	806	831
30	Repairs and Maintenance	Fixed	20,000	20,000	20,000	20,000	20,000
31	Total Operations and Maintenance		\$ 141,266	\$ 144,904	\$ 148,651	\$ 152,510	\$ 156,485
32							\$ 160,580
33	Total Expenditures From Operations		\$ 665,002	\$ 670,607	\$ 676,350	\$ 698,429	\$ 704,462
34							\$ 710,645
35	Excess Revenue Over/(Under) Expenditures BEFORE Debt Service		\$ 1,224,684	\$ 1,237,811	\$ 1,250,972	\$ 1,247,970	\$ 1,261,190
36							\$ 1,274,435
37	Beginning Fund Balance (Deficit)		\$1,364,876	\$2,290,529	\$3,217,466	\$4,160,813	\$5,094,470
38							\$6,039,753
Debt Service - Emergency Loans							
40	Emergency Loan #1		177,219	185,344	183,406	186,438	189,406
41	Emergency Loan #2		121,813	125,531	124,219	127,875	126,500
42	Total Debt Service		\$ 299,031	\$ 310,875	\$ 307,625	\$ 314,313	\$ 315,906
43							\$ 317,438
44	Ending Fund Balance (Deficit)		\$2,290,529	\$3,217,466	\$4,160,813	\$5,094,470	\$6,039,753
45							\$6,996,751
Beginning CASH Balance							
47	Beginning CASH Balance		\$2,968,065	\$3,168,718	\$3,370,655	\$4,140,558	\$5,074,215
48							\$6,019,498
49	Total Revenue		1,889,686	1,908,418	1,927,322	1,946,399	1,965,651
50	Total Expenditures From Operations		665,002	670,607	676,350	698,429	704,462
51	Total Debt Service		299,031	310,875	307,625	314,313	315,906
52	Other Obligations See FY2021 Audit						
53	Nonmajor Funds		168,424	0	0	0	0
54	ORS		135,172	0	0	0	0
55	UIA		451,063	0	0	0	0
56	Sinking Fund Repayment		2,193,089	0	0	0	0
57	Debt Retirement Fund		678,375	0	0	0	0
58	MI Dept of Education		2,973,444	725,000	725,000	173,444	0
59	Total Other Obligations		\$6,599,567	\$725,000	\$725,000	\$173,444	\$0
60							\$0
61	Net Increase/(Decrease) in Cash		\$200,653	\$201,936	\$769,903	\$933,657	\$945,283
62							\$956,998
63	Ending Cash Balance		\$3,168,718	\$3,370,655	\$4,140,558	\$5,074,215	\$6,019,498
64							\$6,976,496
Assumptions - Revenue							
Property Taxes (A)							
68	Taxable Value - Non Principal Residence	\$	92,546,966	\$ 93,472,435	\$ 94,407,160	\$ 95,351,231	\$ 96,304,744
69	Taxable Value - Commerical Personal Property	\$	13,047,144	\$ 13,177,616	\$ 13,309,392	\$ 13,442,486	\$ 13,576,911
70	Tax Rate - Non Principal Residence		17.7300	17.7300	17.7300	17.7300	17.7300
71	Tax Rate - Commercial Personal Property		5.7300	5.7300	5.7300	5.7300	5.7300
72	Total Property Taxes	\$	1,715,618	\$ 1,732,774	\$ 1,750,102	\$ 1,767,603	\$ 1,785,279
73	Projected Increase/(Decrease)		1.00%	1.00%	1.00%	1.00%	1.00%
74							1.00%
Authorizer Fees & Academy Lease (B) & (C)							
76	State Aid Membership - General Ed (HPPSA)		225.14	225.14	225.14	225.14	225.14
77	Projected Change in Membership		0.00%	0.00%	0.00%	0.00%	0.00%
78							0.00%
79	Foundation Allowance	\$	9,300	\$ 9,400	\$ 9,500	\$ 9,600	\$ 9,700
80	Projected \$ Increase/(Decrease)	\$	100	\$ 100	\$ 100	\$ 100	\$ 100
81	Projected Percentage Increase/(Decrease)		1.09%	1.08%	1.06%	1.05%	1.04%
82	Total Foundation Allowance Payment	\$	2,093,834	\$ 2,116,348	\$ 2,138,862	\$ 2,161,377	\$ 2,183,891
83	State Aid 1/20/2022						\$ 2,206,405
Authorizer Fee							
85	Percentage of Foundation Allowance paid to HPPS	3.0%	3.00%	3.00%	3.00%	3.00%	3.00%
87	Total Authorizer Fee	\$	62,815	\$ 63,490	\$ 64,166	\$ 64,841	\$ 65,517
88							\$ 66,192
Academy Lease							
90	Percentage of Foundation Allowance paid to HPPS	4.0%	4.00%	4.00%	4.00%	4.00%	4.00%
91	Total Academy Lease	\$	83,753	\$ 84,654	\$ 85,554	\$ 86,455	\$ 87,356
							\$ 88,256

**The School District of the City of Highland Park
County of Wayne, State of Michigan**

DEFICIT ELIMINATION PLAN, as revised **January 20, 2022**
DEFICIT ELIMINATION PLAN, as adopted **February 8, 2022**

		Projected FY2034	Projected FY2035	Projected FY2036	Projected FY2037	Projected FY2038	Projected FY2039
Revenue							
1	Property Taxes - General (A)	1.0%	1,821,163	1,839,375	1,857,768	1,876,346	1,895,109
2	Authorizer Fees (B)	3.0%	66,868	67,543	68,218	68,894	69,569
3	Lease Income (C)	4.0%	89,157	90,057	90,958	91,859	92,759
4	Other Revenue	Fixed	27,200	27,200	27,200	27,200	27,200
5	Interest	RunRate	300	300	300	300	300
6	Total Revenue		\$ 2,004,687	\$ 2,024,475	\$ 2,044,445	\$ 2,064,598	\$ 2,084,938
7							
8	Expenditures						
9	Support Services - General Administration						
10	Executive Administration Services	6.25%	259,984	259,984	259,984	276,233	276,233
11	Legal	Fixed	30,000	30,000	30,000	30,000	30,000
12	Audit	\$	500	24,000	24,500	25,000	26,000
13	Board of Education Expenses	\$	500	16,000	16,500	17,000	18,000
14	Communications	3.0%	38,496	39,650	40,840	42,065	43,327
15	PSA Support	Fixed	10,000	10,000	10,000	10,000	10,000
16	Total General Administration		\$ 378,479	\$ 380,634	\$ 382,824	\$ 401,298	\$ 403,560
17							
18	Support Services - Business Services						
19	Administration and Business Services	\$	1,800	156,300	156,300	156,300	158,100
20	Administration Expenses	Fixed	24,000	24,000	24,000	24,000	24,000
21	Bank Charges	Fixed	10,500	10,500	10,500	10,500	10,500
22	Total Business Services		\$ 190,800	\$ 190,800	\$ 190,800	\$ 192,600	\$ 192,600
23							
24	Operations and Maintenance						
25	Rent	3.0%	48,932	50,400	51,912	53,469	55,074
26	Janitorial	3.0%	20,317	20,927	21,554	22,201	22,867
27	Utilities	3.0%	9,553	9,839	10,134	10,438	10,752
28	Insurance	3.0%	65,114	67,068	69,080	71,152	73,287
29	Security	3.0%	881	908	935	963	992
30	Repairs and Maintenance	Fixed	20,000	20,000	20,000	20,000	20,000
31	Total Operations and Maintenance		\$ 164,797	\$ 169,141	\$ 173,616	\$ 178,224	\$ 182,971
32							
33	Total Expenditures From Operations		\$ 734,077	\$ 740,575	\$ 747,239	\$ 772,122	\$ 779,130
34							
35	Excess Revenue Over/(Under) Expenditures BEFORE Debt Service		\$ 1,270,611	\$ 1,283,900	\$ 1,297,206	\$ 1,292,477	\$ 1,305,807
36							
37	Beginning Fund Balance (Deficit)		\$6,996,751	\$7,943,486	\$8,902,167	\$9,872,873	\$10,832,662
38							
39	Debt Service - Emergency Loans						
40	Emergency Loan #1		195,219	193,031	195,813	198,531	201,188
41	Emergency Loan #2		128,656	132,188	130,688	134,156	137,563
42	Total Debt Service		\$ 323,875	\$ 325,219	\$ 326,500	\$ 332,688	\$ 338,750
43							
44	Ending Fund Balance (Deficit)		\$7,943,486	\$8,902,167	\$9,872,873	\$10,832,662	\$11,799,719
45							
46							
47	Beginning CASH Balance		\$6,976,496	\$7,923,231	\$8,881,912	\$9,852,618	\$10,812,407
48							
49	Total Revenue		2,004,687	2,024,475	2,044,445	2,064,598	2,084,938
50	Total Expenditures From Operations		734,077	740,575	747,239	772,122	779,130
51	Total Debt Service		323,875	325,219	326,500	332,688	338,750
52	Other Obligations See FY2021 Audit						
53	Nonmajor Funds		168,424	0	0	0	0
54	ORS		135,172	0	0	0	0
55	UIA		451,063	0	0	0	0
56	Sinking Fund Repayment		2,193,089	0	0	0	0
57	Debt Retirement Fund		678,375	0	0	0	0
58	MI Dept of Education		2,973,444	0	0	0	0
59	Total Other Obligations		\$6,599,567	\$0	\$0	\$0	\$0
60							
61	Net Increase/(Decrease) in Cash		\$946,736	\$958,681	\$970,706	\$959,789	\$967,057
62							
63	Ending Cash Balance		\$7,923,231	\$8,881,912	\$9,852,618	\$10,812,407	\$11,779,464
64							
65	Assumptions - Revenue						
66							
67	Property Taxes (A)						
68	Taxable Value - Non Principal Residence		\$ 98,240,469	\$ 99,222,874	\$ 100,215,102	\$ 101,217,253	\$ 102,229,426
69	Taxable Value - Commercial Personal Property		\$ 13,849,806	\$ 13,988,305	\$ 14,128,188	\$ 14,269,469	\$ 14,412,164
70	Tax Rate - Non Principal Residence		17.7300	17.7300	17.7300	17.7300	17.7300
71	Tax Rate - Commercial Personal Property		5.7300	5.7300	5.7300	5.7300	5.7300
72	Total Property Taxes		\$ 1,821,163	\$ 1,839,375	\$ 1,857,768	\$ 1,876,346	\$ 1,895,109
73	Projected Increase/(Decrease)		1.00%	1.00%	1.00%	1.00%	1.00%
74							
75	Authorizer Fees & Academy Lease (B) & (C)						
76	State Aid Membership - General Ed (HPPSA)		225.14	225.14	225.14	225.14	225.14
77	Projected Change in Membership		0.00%	0.00%	0.00%	0.00%	0.00%
78							
79	Foundation Allowance		\$ 9,900	\$ 10,000	\$ 10,100	\$ 10,200	\$ 10,300
80	Projected \$ Increase/(Decrease)	\$	100	100	100	100	100
81	Projected Percentage Increase/(Decrease)		1.02%	1.01%	1.00%	0.99%	0.97%
82	Total Foundation Allowance Payment		\$ 2,228,920	\$ 2,251,434	\$ 2,273,948	\$ 2,296,463	\$ 2,318,977
83	State Aid 1/20/2022						
84	Authorizer Fee						
85	Percentage of Foundation Allowance paid to HPPS	3.0%	3.00%	3.00%	3.00%	3.00%	3.00%
87	Total Authorizer Fee		\$ 66,868	\$ 67,543	\$ 68,218	\$ 68,894	\$ 69,569
88							
89	Academy Lease						
90	Percentage of Foundation Allowance paid to HPPS	4.0%	4.00%	4.00%	4.00%	4.00%	4.00%
91	Total Academy Lease		\$ 89,157	\$ 90,057	\$ 90,958	\$ 91,859	\$ 92,759

The School District of the City of Highland Park
County of Wayne, State of Michigan

DEFICIT ELIMINATION PLAN, as revised January 20, 2022
DEFICIT ELIMINATION PLAN, as adopted February 8, 2022

		Projected FY2040	Projected FY2041	Projected FY2042		
Revenue						
1	Property Taxes - General (A)	1.0%	1,933,201	1,952,533	1,972,058	
2	Authorizer Fees (B)	3.0%	70,920	71,596	72,271	
3	Lease Income (C)	4.0%	94,560	95,461	96,361	
4	Other Revenue	Fixed	27,200	27,200	27,200	
5	Interest	RunRate	300	300	300	
6	Total Revenue		\$ 2,126,182	\$ 2,147,090	\$ 2,168,191	
Expenditures						
Support Services - General Administration						
10	Executive Administration Services	6.25%	293,497	293,497	293,497	
11	Legal	Fixed	30,000	30,000	30,000	
12	Audit	\$	500	27,000	27,500	28,000
13	Board of Education Expenses	\$	500	19,000	19,500	20,000
14	Communications	3.0%	45,966	47,345	48,765	
15	PSA Support	Fixed	10,000	10,000	10,000	
16	Total General Administration		\$ 425,463	\$ 427,842	\$ 430,262	
Support Services - Business Services						
19	Administration and Business Services	\$	1,800	159,900	159,900	159,900
20	Administration Expenses	Fixed	24,000	24,000	24,000	
21	Bank Charges	Fixed	10,500	10,500	10,500	
22	Total Business Services		\$ 194,400	\$ 194,400	\$ 194,400	
Operations and Maintenance						
25	Rent	3.0%	58,428	60,180	61,986	
26	Janitorial	3.0%	24,260	24,987	25,737	
27	Utilities	3.0%	11,406	11,748	12,101	
28	Insurance	3.0%	77,750	80,083	82,485	
29	Security	3.0%	1,052	1,084	1,116	
30	Repairs and Maintenance	Fixed	20,000	20,000	20,000	
31	Total Operations and Maintenance		\$ 192,896	\$ 198,083	\$ 203,425	
33	Total Expenditures From Operations		\$ 812,758	\$ 820,324	\$ 828,087	
35	Excess Revenue Over/(Under) Expenditures BEFORE Debt Service		\$ 1,313,423	\$ 1,326,765	\$ 1,340,104	
37	Beginning Fund Balance (Deficit)		\$12,779,146	\$13,746,976	\$14,732,335	
Debt Service - Emergency Loans						
40	Emergency Loan #1		206,313	203,813	206,281	
41	Emergency Loan #2		139,281	137,594	140,875	
42	Total Debt Service		\$ 345,594	\$ 341,406	\$ 347,156	
44	Ending Fund Balance (Deficit)		\$13,746,976	\$14,732,335	\$15,725,282	
Beginning CASH Balance						
47	Beginning CASH Balance		\$12,758,891	\$13,726,721	\$14,712,080	
49	Total Revenue		2,126,182	2,147,090	2,168,191	
50	Total Expenditures From Operations		812,758	820,324	828,087	
51	Total Debt Service		345,594	341,406	347,156	
52	Other Obligations See FY2021 Audit					
53	Nonmajor Funds	168,424	0	0	0	
54	ORS	135,172	0	0	0	
55	UIA	451,063	0	0	0	
56	Sinking Fund Repayment	2,193,089	0	0	0	
57	Debt Retirement Fund	678,375	0	0	0	
58	MI Dept of Education	2,973,444	0	0	0	
59	Total Other Obligations	\$6,599,567	\$0	\$0	\$0	
61	Net Increase/(Decrease) in Cash		\$967,829	\$985,359	\$992,947	
63	Ending Cash Balance		\$13,726,721	\$14,712,080	\$15,705,027	
Assumptions - Revenue						
Property Taxes (A)						
68	Taxable Value - Non Principal Residence		\$ 104,284,237	\$ 105,327,080	\$ 106,380,350	
69	Taxable Value - Commercial Personal Property		\$ 14,701,849	\$ 14,848,867	\$ 14,997,356	
70	Tax Rate - Non Principal Residence		17.7300	17.7300	17.7300	
71	Tax Rate - Commercial Personal Property		5.7300	5.7300	5.7300	
72	Total Property Taxes		\$ 1,933,201	\$ 1,952,533	\$ 1,972,058	
73	Projected Increase/(Decrease)		1.00%	1.00%	1.00%	
Authorizer Fees & Academy Lease (B) & (C)						
76	State Aid Membership - General Ed (HPPSA)		225.14	225.14	225.14	
77	Projected Change in Membership		0.00%	0.00%	0.00%	
79	Foundation Allowance	\$	10,500	\$ 10,600	\$ 10,700	
80	Projected \$ Increase/(Decrease)	\$ 100	\$ 100	\$ 100	\$ 100	
81	Projected Percentage Increase/(Decrease)		0.96%	0.95%	0.94%	
82	Total Foundation Allowance Payment		\$ 2,364,006	\$ 2,386,520	\$ 2,409,035	
State Aid 1/20/2022						
Authorizer Fee						
85	Percentage of Foundation Allowance paid to HPPS	3.0%	3.00%	3.00%	3.00%	
87	Total Authorizer Fee	\$	70,920	\$ 71,596	\$ 72,271	
Academy Lease						
90	Percentage of Foundation Allowance paid to HPPS	4.0%	4.00%	4.00%	4.00%	
91	Total Academy Lease	\$	94,560	\$ 95,461	\$ 96,361	