

**DEFICIT DISTRICT QUARTERLY REPORT
TO THE HOUSE AND SENATE K-12 APPROPRIATIONS SUBCOMMITTEES**

**FINANCIAL ANALYSIS OF MICHIGAN DEFICIT SCHOOL DISTRICTS
PROJECTED 2012-2013**

An analysis of the projected 2012-2013 (fiscal year 2013) financial data has been completed for those school districts that ended FY 2012 with a deficit. The analysis is conducted using data collected from Deficit Elimination Plans (DEPs) and required monthly budget control reports.

Attachment B lists the 49 Michigan public school districts and public school academies that ended fiscal year (FY) 2012 in a deficit position. There were 48 such districts in June 2011. Attachment B also indicates the general status with regard to projected changes in the financial situation between June 30, 2012 and June 30, 2013.

Of the 49 districts that ended FY2012 in deficit, eleven (11) are projecting to successfully eliminate their deficit by the end of FY2013. These districts are identified in Attachment B, Category 1. Twenty-five districts are projecting to reduce their deficit in FY2013 (Attachment B, Category 2). Thirteen districts are projecting to increase their deficit in FY2013 (Attachment B, Category 3). At this point, MDE is aware of only three districts (Pinckney, South Lake and Bangor) that began FY 2013 with a positive fund balance and anticipate ending the year with a deficit fund balance (Attachment B, Category 4). That number is likely to change as the year progresses and the districts submit their annual financial data due on November 15, 2013.

NOTE: The 2012-13 data in this report are projections from the districts and are subject to change as the fiscal year progresses.

Attachment B

ISD/School Name	June 2011 Fund Balance	June 2012 Fund Balance	Projected 2013 GF Revenues	Projected 6/30/2013 Fund Balance / (Deficit) Per Monthly Report	% Deficit is of Revenues
CATEGORY 1					
Districts that are projecting to emerge from deficit by June 30, 2013					
Traverse Bay Area ISD					
Bellaire Public Schools	\$6,550	(\$41,116)	\$3,863,775	\$5,904	0.15%
Barry ISD					
Hastings Area School System	\$340,780	(\$622,606)	\$22,494,007	\$490,092	2.18%
Calhoun					
Athens Area Schools	\$264,046	(\$21,185)	\$4,984,023	\$89,710	1.80%
Dickinson-Iron ISD					
North Dickinson County Schools	\$18,014	(\$126,171)	\$2,574,510	\$6,993	0.27%
Genesee ISD					
Westwood Heights Schools	(\$124,340)	(\$155,732)	\$8,824,871	\$457,517	5.18%
Iosco RESA					
Hale Area Schools	(\$650,461)	(\$195,203)	\$4,885,449	\$170,848	3.50%
Marquette Alger RESA					
North Star Academy	(\$91,710)	(\$28,222)	\$2,266,637	\$9,487	0.42%
Muskegon					
Muskegon Heights School District	(\$8,473,001)	(\$11,781,943) *	\$13,876,837	\$368,200	2.65%
Cheboygen-Otsego-Presque Isle					
Mackinaw City Public Schools	\$218,374	(\$23,914)	\$2,263,584	\$6,086	0.27%
Vanderbilt Area School District	(\$95,872)	(\$155,449)	\$1,468,580	\$20,047	1.37%
Wayne					
Northpointe Academy	(\$266,456)	(\$20,840)	\$2,798,643	\$147,405	5.27%
CATEGORY 2					
Districts that began FY2013 in deficit and project to end the year with a reduced deficit.					
Berrien					
Benton Harbor Area Schools	(\$16,076,758)	(\$16,099,422)	\$29,635,199	(\$12,776,363)	-43.11%
Calhoun					
Bellevue Community Schools	(\$646,910)	(\$254,126)	\$5,529,275	(\$235,843)	-4.27%
Gratiot-Isabella RESD					
Ashley Community Schools	\$14,760	(\$164,856)	\$2,549,189	(\$85,736)	-3.36%
Hillsdale ISD					
North Adams-Jerome Public Schools	\$170,611	(\$114,796)	\$3,407,427	(\$61,602)	-1.81%
Copper Country					
Hancock Public Schools	(\$840,667)	(\$770,596)	\$6,489,356	(\$704,429)	-10.86%
Macomb					
East Detroit Public Schools	(\$7,860,591)	(\$7,545,877)	\$36,782,044	(\$6,003,332)	-16.32%
Clintondale Community Schools	(\$4,993,071)	(\$4,772,258)	\$30,316,316	(\$3,684,547)	-12.15%
Mt. Clemens Community Schools	(\$3,847,845)	(\$4,790,635)	\$19,110,822	(\$2,895,399)	-15.15%
New Haven Community Schools	(\$460,592)	(\$323,332)	\$11,972,683	(\$246,070)	-2.06%
Mason-Lake ISD					
Mason County Eastern Schools	(\$231,345)	(\$251,542)	\$4,063,819	(\$108,443)	-2.67%
Newaygo County					
White Cloud School District	(\$460,495)	(\$693,720)	\$9,622,236	(\$676,791)	-7.03%
Oakland					
Pontiac School District	(\$24,534,392)	(\$30,500,000) *	TBD	TBD	
Avondale School District	(\$989,233)	(\$1,338,397)	\$35,965,094	(\$1,113,517)	-3.10%
Oak Park School District	(\$7,902,891)	(\$5,557,347)	\$49,087,245	(\$3,559,830)	-7.25%

Attachment B

ISD/School Name	June 2011 Fund Balance	June 2012 Fund Balance	Projected 2013 GF Revenues	Projected 6/30/2013 Fund Balance / (Deficit) Per Monthly Report	% Deficit is of Revenues
Saginaw ISD					
Saginaw City School District	(\$1,417,986)	(\$5,100,750)	\$82,005,816	(\$4,982,125)	-6.08%
Buena Vista Schools	(\$51,593)	(\$1,028,388)	\$11,110,238	(\$1,005,121)	-9.05%
Bridgeport Spaulding Community School District	(\$954,339)	(\$2,561,221)	\$13,294,009	(\$1,984,248)	-14.93%
Washtenaw					
Willow Run Community Schools	(\$1,702,257)	(\$2,916,684)	\$18,749,680	(\$2,877,104)	-15.34%
Wayne					
Detroit Public Schools	(\$283,929,316)	(\$76,345,661)	\$720,283,139	(\$72,283,849)	-10.04%
Hamtramck Public Schools	(\$4,961,129)	(\$3,776,824)	\$30,737,670	(\$2,191,246)	-7.13%
Highland Park City Schools	(\$11,251,484)	(\$12,170,066)	\$9,950,343	(\$5,333,504)	-53.60%
Redford Union Schools	(\$1,757,017)	(\$4,114,455)	\$27,015,143	(\$3,296,437)	-12.20%
River Rouge School District	(\$2,987,237)	(\$3,427,203)	\$16,329,006	(\$1,513,259)	-9.27%
Westwood Community School District	(\$6,172,286)	(\$6,240,031)	\$24,905,172	(\$6,142,198)	-24.66%
Ecorse Public School District	(\$507,075)	(\$1,536,593)	\$11,309,575	(\$778,381)	-6.88%
CATEGORY 3					
Districts that began FY2013 in deficit and project to end the year with a greater deficit.					
Genesee ISD					
Flint Community Schools	(\$3,694,744)	(\$4,044,840)	TBD	TBD	
Livingston ESA					
Brighton Area Schools	(\$7,890,905)	(\$7,388,781)	\$59,826,835	(\$8,572,364)	-14.33%
Macomb					
Van Dyke Public Schools	\$85,428	(\$741,835)	\$30,765,097	(\$1,722,347)	-5.60%
Menominee ISD					
Menominee Area Public Schools	\$718,741	(\$129,287)	\$12,549,103	(\$388,951)	-3.10%
Monroe County ISD					
Bedford Public Schools	\$998,698	(\$518,799)	\$38,373,120	(\$1,209,104)	-3.15%
Oakland					
School District of the City of Hazel Park	(\$2,343,202)	(\$1,527,137)	\$41,102,437	(\$3,262,150)	-7.94%
Shiawassee RESD					
Perry Public Schools	\$196,723	(\$1,083,873)	\$11,376,049	(\$1,491,972)	-13.12%
Washtenaw					
Ypsilanti Public Schools	(\$4,901,940)	(\$9,014,364)	\$38,083,288	(\$9,192,308)	-24.14%
Wayne					
Dearborn Heights School District #7	\$271,561	(\$991,174)	\$23,401,949	(\$1,390,852)	-5.94%
School District of the City of Inkster	(\$10,507,942)	(\$12,787,350)	\$26,083,379	(\$15,851,791)	-60.77%
Taylor School District	\$3,648,718	(\$5,941,851)	\$62,924,127	(\$9,335,086)	-14.84%
Southgate Community Schools	(\$1,376,678)	(\$3,249,656)	\$43,619,036	(\$4,265,717)	-9.78%
HEART Academy	\$22,920	(\$93,780)	\$1,681,444	(\$224,471)	-13.35%
CATEGORY 4					
Districts that began FY2013 with a positive fund balance but project to end the year in deficit.					
Livingston ESA					
Pinckney Community Schools	\$2,767,666	\$865,569	\$31,565,266	(\$1,905,731)	-6.04%
Macomb					
South Lake Schools	\$1,726,982	\$1,200,175	\$19,941,540	(\$1,659,151)	-8.32%
Van Buren ISD					
Bangor Public Schools	\$618,355	\$154,974	\$10,752,087	(\$812,119)	-7.55%
* Estimated balance. As of 2/7/2013 district has not submitted FID data as required. State Aid payments have been withheld.					
SUMMARY:					
No. of					
Districts	Cat.	Description			
11	1	Districts that are projecting to emerge from deficit by June 30, 2013			
25	2	Districts that began FY2013 in deficit and project to end the year with a reduced deficit.			
13	3	Districts that began FY2013 in deficit and project to end the year with a greater deficit.			
3	4	Districts that began FY2013 with a positive fund balance but project to end the year in deficit.			