



STATE OF MICHIGAN  
DEPARTMENT OF EDUCATION  
LANSING



JENNIFER M. GRANHOLM  
GOVERNOR

MICHAEL P. FLANAGAN  
SUPERINTENDENT OF  
PUBLIC INSTRUCTION

February 16, 2010

Bruce Kefgen, Superintendent  
East Detroit Public Schools  
15115 Deerfield Avenue  
Eastpointe, MI 48021-1515

Dear Superintendent Kefgen:

Thank you for the submission of your district's Deficit Elimination Plan (DEP). The Michigan Department of Education (MDE) is granting contingent approval of your DEP. The contingencies are as follow:

- The district is required to submit any revisions made to the current year budget along with the board resolution with which it is revised. If the budget revision impacts the DEP, the DEP should be revised and submitted as well. Please submit the revisions as soon as possible after they are adopted by the board.
- The district is required to submit Monthly Budgetary Control Reports to the MDE. We encourage you to use the last tab labeled "Month Summary" of the electronic DEP form for this purpose. The electronic DEP form can be located at the following URL:

[http://www.michigan.gov/documents/ds4511c2005\\_135316\\_7.xls](http://www.michigan.gov/documents/ds4511c2005_135316_7.xls)

- If a deficit continues to exist at fiscal year end 2009-10, the district will be required to submit an updated DEP by December 15, 2010.
- If a deficit continues to exist at fiscal year end 2009-2010, the district will be required to submit its pupil count information as soon after the fall count date as possible.
- The plan proposes significant concessions to be gained through negotiation with the various bargaining groups involved. These concessions are central to the plan, and an inability to achieve them would render the plan invalid. If the district fails to realize these concessions according to the proposed schedule, the MDE will expect the district to impose some other reduction to expenditures so that the district realizes the target fund balances for each year covered by the plan. Failure to meet targeted deficit reduction in any year of this plan may be considered an indication of a serious financial problem.

Please notify us if significant changes occur which would invalidate this plan as approved. Please consider this contingent approval to include an extension of time beyond two (2) years to eliminate the deficit.

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BUSINESS SERVICES  
East Detroit Public Schools

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If you have any questions, please contact Phil Boone, Office of State Aid and School Finance, at (517) 335-4059.

I look forward to your submissions and continued cooperation.

Sincerely,



Daniel M. Hanrahan, Director  
Office of State Aid and School Finance

cc: Kate Dankovich, Director, Fiscal Services, East Detroit Public Schools  
Michael DeVault, Superintendent, Macomb ISD  
Paul Bodiya, Chief Financial Officer, Macomb ISD  
Phil Boone, MDE, Office of State Aid and School Finance  
Local Audits Unit