
NEW ISSUE — BOOK ENTRY ONLY

In the opinion of Note Counsel, under existing statutes, regulations, rulings and court decisions, interest on the Notes is excluded from gross income for federal income tax purposes except under certain conditions and with certain exceptions as stated herein, and the Notes and the interest thereon are exempt from all taxation imposed by the laws of the State of Michigan except estate and inheritance taxes and taxes on gains realized from the sale, payment or other disposition thereof. (See "TAX MATTERS" herein.)

Moody's Investors Service Rating: MIG 1
Standard & Poor's Corporation Rating: SP-1
(See "RATINGS" herein.)

\$35,000,000

CITY OF DETROIT, MICHIGAN

GENERAL OBLIGATION LIMITED TAX NOTES, SERIES 1993

Dated: December 1, 1993

Due: July 1, of each year as shown below

The Notes are being issued in denominations of \$5,000 and integral multiples thereof and are payable upon presentation to the Paying Agent identified below. Interest is payable semi-annually, commencing July 1, 1994, by check or draft, as provided herein, to the record holder as of the 15th day of the month preceding each interest payment date. The Notes are not subject to redemption prior to maturity.

When issued, the Notes will be registered in the name of Cede & Co., as nominee of The Depository Trust Company, New York, New York ("DTC"). DTC will act as securities depository of the Notes. Purchasers will not receive certificates representing their interest in the Notes purchased. Principal of and interest on the Notes will be paid directly to DTC by the Paying Agent. (See "DESCRIPTION OF THE NOTES — Book-Entry-Only System.") The City of Detroit, Michigan (the "City") has designated Comerica Bank, Detroit, Michigan, to act as paying agent for the Notes (the "Paying Agent").

The Notes are issued under authority of Act No. 202, Public Acts of Michigan, 1943, as amended by Act No. 206, Public Acts of Michigan, 1988 (collectively "Act 202"), and pursuant to certain resolutions of the City adopted by its City Council to provide funds for the School District of the City of Detroit (the "School District") to pay a portion of ad valorem taxes which were unpaid pursuant to previous levies and which remained delinquent as of July 1, 1993.

The Notes are secured by all Delinquent Taxes (as defined herein) including interest and statutory penalties thereon as well as earnings on such monies after deposit to the Delinquent Tax Fund created and maintained by the City as more fully described in "SECURITY FOR THE NOTES" below.

In addition, payment of principal of and interest on the Notes is secured by an irrevocable direct pay Letter of Credit, as more fully described in "LETTER OF CREDIT AND REIMBURSEMENT AGREEMENT" below, issued by

COMERICA BANK

The Notes are not an obligation or indebtedness of the State of Michigan or any political subdivision or agency thereof, other than the City, to the extent provided in the Notes. The Notes are limited tax general obligations of the City secured by its full faith and credit, which includes the City's limited taxing authority, within applicable constitutional, statutory and charter limitations, and its legally available general fund. The City does not have the power to levy any additional taxes for the payment of the Notes in excess of these limitations and is currently levying taxes to the maximum extent permitted by law. The School District has a general obligation, secured by its full faith and credit, to reimburse the City for any amounts the City is required to pay with respect to the Notes.

MATURITY SCHEDULE

<u>Maturity Date</u>	<u>Amount</u>	<u>Interest Rate</u>	<u>Price or Yield</u>
July 1, 1994	\$16,500,000	3.00%	2.70%
July 1, 1995	\$10,500,000	3.80%	100%
July 1, 1996	\$ 8,000,000	4.00%	100%

The Notes are offered, subject to prior sale, when, as and if issued by the City and accepted by the Underwriters, subject to certain conditions, including the approval of legality by Lewis, White & Clay, A Professional Corporation, Detroit, Michigan, Note Counsel. Certain legal matters also will be passed upon for the Bank by its special counsel, Miller, Canfield, Paddock and Stone, Detroit, Michigan, and for the Underwriters by its counsel, Honigman Miller Schwartz and Cohn, Detroit, Michigan. It is expected that the Notes will be available for delivery to DTC in New York, New York, on or about December 8, 1993.

M ♦ R ♦ BEAL & COMPANY

Merrill Lynch & Co.

Comerica Bank

William E. Simon & Sons Municipal Securities, Inc.

The date of this Official Statement is December 2, 1993
