

NEW ISSUE

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

Moody's Investors Service Rating: A1
Standard & Poor's Corporation Rating: AA
(See "RATINGS" herein.)

\$30,280,000

SCHOOL DISTRICT OF THE CITY OF DETROIT WAYNE COUNTY, MICHIGAN

School Building and Site Bonds

(Unlimited Tax General Obligation)

Series 1991

Dated: June 1, 1991

Due: May 1, of each year as shown below

The School Building and Site Bonds, Series 1991 (the "Bonds"), will be issued by the School District of the City of Detroit, Wayne County, Michigan (the "School District"), in the aggregate principal amount of \$30,280,000 for the purpose of defraying the costs of acquiring, constructing, and reconstructing certain improvements to existing school buildings, structures, facilities and sites of the School District including the replacement of certain equipment.

The Bonds will constitute general obligations of the School District and be payable as to principal and interest from the proceeds of an annual ad valorem tax, levied without limitation as to rate or amount on all taxable property located within the School District, all to the extent and under the conditions more fully described in "THE BONDS — Purpose of the Bonds and Security" and "ASSESSED VALUATION AND PROPERTY TAXES" herein.

THE BONDS ARE QUALIFIED FOR THE MICHIGAN SCHOOL BOND LOAN FUND (see "THE BONDS — Qualification for Participation in Michigan School Bond Loan Fund" herein).

The Bonds will be issued as fully registered bonds and, when issued, will be registered in the name of Cede & Co., as nominee for The Depository Trust Company, New York, New York ("DTC"), which will act as securities depository for the Bonds. Purchases of beneficial ownership interests in the Bonds will be made in book-entry-only form in the denomination of \$5,000 or integral multiples thereof. Purchasers will not receive certificates representing their ownership interest in the Bonds purchased. Interest on the Bonds will be paid semi-annually, commencing November 1, 1991, and on each May 1 and November 1 thereafter. Principal of and interest on the Bonds will be paid directly to DTC by Manufacturers National Bank of Detroit, Detroit, Michigan, the Bond Registrar and Paying Agent. See "THE BONDS — Registration" herein.

The Bonds maturing on or before May 1, 2001 are not subject to redemption prior to maturity; however, the Term Bonds maturing on May 1, 2007 and the Term Bonds maturing on May 1, 2011 are subject to redemption prior to maturity as provided herein. See "THE BONDS — Redemption Prior to Maturity" herein.

MATURITY SCHEDULE Serial Bonds

Year	Principal	Coupon	Price	Year	Principal	Coupon	Price
1994	\$1,000,000	5.60%	100%	1998	\$1,175,000	6.20%	100%
1995	1,000,000	5.80	100	1999	1,255,000	6.30	100
1996	1,045,000	6.00	100	2000	1,330,000	6.40	100
1997	1,050,000	6.10	100	2001	1,415,000	6.50	100

\$10,000,000 7.10% Term Bonds Due May 1, 2007; Price: 100%

\$11,010,000 7.15% Term Bonds Due May 1, 2011; Price: 100%

The Bonds will be offered when, as and if issued by the School District and accepted by the Underwriters subject to the approval of legality by Dickinson, Wright, Moon, Van Dusen & Freeman, Detroit, Michigan, bond counsel ("Bond Counsel"). Certain legal matters will be passed upon for the Underwriters by Patrick, Fields & Preston-Cooper, P.C., Detroit, Michigan. It is expected that the Bonds will be available for delivery in definitive form at The Depository Trust Company, New York, New York, on or about June 13, 1991.

M ♦ R ♦ Beal & Company

Howard Gary & Company

Lazard Freres & Co.

Bear, Stearns & Co. Inc.

Kemper Securities Group, Inc.

WR Lazard, Laidlaw & Mead, Inc.

The date of this Official Statement is June 6, 1991.