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Executive Summary – Financial Update

- DPSCD has recorded a surplus of revenues over expenditures of \$101M through November 2016 (see p. 4 and 5). The surplus is primarily due to higher revenue resulting from one-time transfers in related to the new District legislation and low expenditures in July and August, which are customary with school being out.
- YTD revenues were higher than prior year (\$52M – see p. 4) because of the one-time transfers in, and higher than budget by \$6M (see p. 5) primarily due to a timing difference in the receipt of state and federal grant monies.
- YTD expenses were lower than prior year (\$35M – see p. 4 and 6) due to lower summer school participation and because there is no debt in DPSCD, and lower than budget (\$27M – see p. 5 and 7) due to unfilled vacancies and timing difference for certain purchased services.
- YTD net cash flow through November was \$68M (see p. 9), again primarily due to one-time transfers in and low summer expenditures.
- Net cash flow (\$68M – see p. 8) was lower than the revenue surplus (\$101M – see p. 4 and 5) due to timing differences between cash and accruals. These timing differences are expected to reverse.

DPSCD summary statement of revenues and expenditures – year-over-year comparison

	Year-over-Year Comparison Current Month				Year-over-Year Comparison YTD				
	Actual	Actual	Variance		Actual	Actual	Variance		
	Month of Nov-15	Month of Nov-16	\$	%	YTD Nov-15	YTD Nov-16	\$	%	
Revenues									
Local sources ¹	\$ 3,906,761	\$ 668,629	\$ (3,238,132)	(83%)	\$ 28,336,477	\$ 994,437	\$ (27,342,041)	(96%)	
State sources ¹	31,525,041	39,307,435	7,782,395	25%	152,653,197	182,580,882	29,927,685	20%	
Federal sources	14,196,341	15,936,710	1,740,370	12%	52,966,717	50,457,476	(2,509,240)	(5%)	
Interdistrict sources ²	3,265,464	2,254,061	(1,011,403)	(31%)	9,961,182	22,005,996	12,044,814	121%	
Other sources ³	-	-	-	-	-	40,269,308	40,269,308	-	
Total Revenues	52,893,607	58,166,836	5,273,229	10%	243,917,573	296,308,099	52,390,526	21%	
Expenditures									
Instruction	27,598,328	25,344,090	(2,254,239)	(8%)	99,525,058	91,820,863	(7,704,196)	(8%)	
Support services	20,257,958	14,645,384	(5,612,573)	(28%)	106,266,123	102,131,057	(4,135,065)	(4%)	
Community service	2,168,640	806,934	(1,361,706)	(63%)	2,412,294	953,006	(1,459,288)	(60%)	
Facilities acquisitions and improvement	4,119	-	(4,119)	(100%)	7,018	-	(7,018)	(100%)	
Debt service ⁴	4,416,841	-	(4,416,841)	(100%)	22,084,205	-	(22,084,205)	(100%)	
Other uses	-	-	-	-	-	-	-	-	
Total Expenditures	54,445,888	40,796,408	(13,649,477)	(25%)	230,294,699	194,904,926	(35,389,771)	(15%)	
Surplus (Deficit)	\$ (1,552,282)	\$ 17,370,428	\$ 18,922,707	(1219%)	\$ 13,622,873	\$ 101,403,173	\$ 87,780,299	644%	

Notes regarding the impact of the legislation that created DPSCD

- Property tax receipts are diverted into DPS, in return State Aid receipts were increased to the full foundation allowance
- Reflects \$15m advance of Act 18 funds from WRESA to provide start-up liquidity. Includes revenue for Charter School services and EAA agreement.
- Includes estimated ending cash balance of DPS as well as \$25m of dedicated transition funds
- DPSCD no longer has debt service.

DPSCD summary statement of revenues and expenditures – budget* to actual comparison

	Budget to Actual Comparison Current Month				Budget to Actual Comparison YTD				
	Budget	Actual	Variance		Budget	Actual	Variance		
	Month of Nov-16	Month of Nov-16	\$	%	YTD Nov-16	YTD Nov-16	\$	%	
Revenues									
Local sources	\$ 267,207	\$ 668,629	\$ 401,422	150%	\$ 593,015	\$ 994,437	\$ 401,422	68%	
State sources	35,852,607	39,307,435	3,454,828	10%	179,126,053	182,580,882	3,454,828	2%	
Federal sources	12,714,924	15,936,710	3,221,786	25%	47,235,690	50,457,476	3,221,786	7%	
Interdistrict sources ¹	3,050,129	2,254,061	(796,068)	(26%)	22,802,064	22,005,996	(796,068)	(3%)	
Other sources ²	-	-	-	-	40,269,308	40,269,308	(0)	(0%)	
Total revenues	51,884,867	58,166,836	6,281,969	12%	290,026,131	296,308,099	6,281,968	2%	
Expenditures									
Instruction	37,310,305	25,344,090	(11,966,215)	(32%)	103,787,078	91,820,863	(11,966,215)	(12%)	
Support services	30,052,625	14,645,384	(15,407,241)	(51%)	117,538,298	102,131,057	(15,407,240)	(13%)	
Community service	454,426	806,934	352,508	78%	600,498	953,006	352,508	59%	
Facilities acquisitions and improvement	75,759	-	(75,759)	(100%)	75,759	-	(75,759)	(100%)	
Debt service ³	-	-	-	-	-	-	-	-	
Other uses	-	-	-	-	-	-	-	-	
Total expenditures	67,893,115	40,796,408	(27,096,707)	(40%)	222,001,634	194,904,926	(27,096,706)	(12%)	
Surplus (Deficit)	\$ (16,008,248)	\$ 17,370,428	\$ 33,378,676	(209%)	\$ 68,024,496	\$ 101,403,173	\$ 33,378,676	49%	

Notes regarding the impact of the legislation that created DPSCD

- Reflects \$15m advance of Act 18 funds from WRESA to provide start-up liquidity. Includes revenue for Charter School services and EAA agreement.
- Includes estimated ending cash balance of DPS as well as \$25m of dedicated transition funds
- DPSCD no longer has debt service.

* The DPSCD FY17 monthly budget spread per Budget Amendment No. 3 was prepared using actuals for the months of July 2016 through October 2016 and forecast for the months of November 2016 through June 2017. Please refer to p. 23 and p.24 for the DPSCD FY17 Budget Amendment No. 3 spread.

DPSCD detail statement of expenditures by object level – year-over-year comparison

	Year-over-Year Comparison Current Month					Year-over-Year Comparison YTD				
	Actual	Actual		Variance		Actual	Actual		Variance	
	Month of	Month of				YTD	YTD			
	Nov-15	Nov-16	\$	%	Nov-15	Nov-16	\$	%		
Salaries	\$ 26,239,082	\$ 22,847,341	\$ (3,391,741)	(13%)	\$ 100,266,847	\$ 85,705,408	\$ (14,561,439)	(15%)		
Benefits	14,604,734	12,107,073	(2,497,661)	(17%)	52,004,077	49,738,742	(2,265,335)	(4%)		
Purchased Services	7,820,731	2,630,480	(5,190,251)	(66%)	43,072,181	42,650,122	(422,059)	(1%)		
Supplies & Textbooks	70,109	1,051,977	981,868	1400%	5,293,702	4,518,330	(775,372)	(15%)		
Equipment & Capital	-	1,158,096	1,158,096	-	269,108	4,227,149	3,958,041	1471%		
Utilities	1,294,393	1,001,442	(292,951)	(23%)	7,304,579	8,065,175	760,596	10%		
Debt Service ¹	4,416,841	-	(4,416,841)		22,084,205	-	(22,084,205)			
Other	-	-	-	-	-	-	-	-		
	-									
Total Expenditures	\$ 54,445,888	\$ 40,796,408	\$ (13,649,482)	(25%)	\$ 230,294,699	\$ 194,904,926	\$ (35,389,773)	(15%)		

Note regarding the impact of the legislation that created DPSCD

1. DPSCD no longer has debt service.

DPSCD detail statement of expenditures by object level – budget* to actual comparison

	Budget to Actual Comparison Current Month					Budget to Actual Comparison YTD				
	Budget		Actual		Variance	Budget		Actual		Variance
	Month of	Month of				YTD	YTD			
	Nov-16	Nov-16	\$	%	Nov-16	Nov-16	\$	%		
Salaries	\$ 31,467,145	\$ 22,847,341	\$ (8,619,804)	(27%)	\$ 94,325,212	\$ 85,705,408	\$ (8,619,804)	(9%)		
Benefits	19,871,250	12,107,073	(7,764,177)	(39%)	57,502,919	49,738,742	(7,764,177)	(14%)		
Purchased Services	12,625,964	2,630,480	(9,995,484)	(79%)	52,645,606	42,650,122	(9,995,483)	(19%)		
Supplies & Textbooks	1,457,147	1,051,977	(405,170)	(28%)	4,923,500	4,518,330	(405,170)	(8%)		
Equipment & Capital	1,355,810	1,158,096	(197,714)	(15%)	4,424,863	4,227,149	(197,714)	(4%)		
Utilities	1,115,799	1,001,442	(114,357)	(10%)	8,179,535	8,065,175	(114,359)	(1%)		
Debt Service ¹	-	-	-	-	-	-	-	-		
Other	-	-	-	-	-	-	-	-		
Total Expenditures	\$ 67,893,115	\$ 40,796,408	\$ (27,096,707)	(40%)	\$ 222,001,634	\$ 194,904,926	\$ (27,096,709)	(12%)		

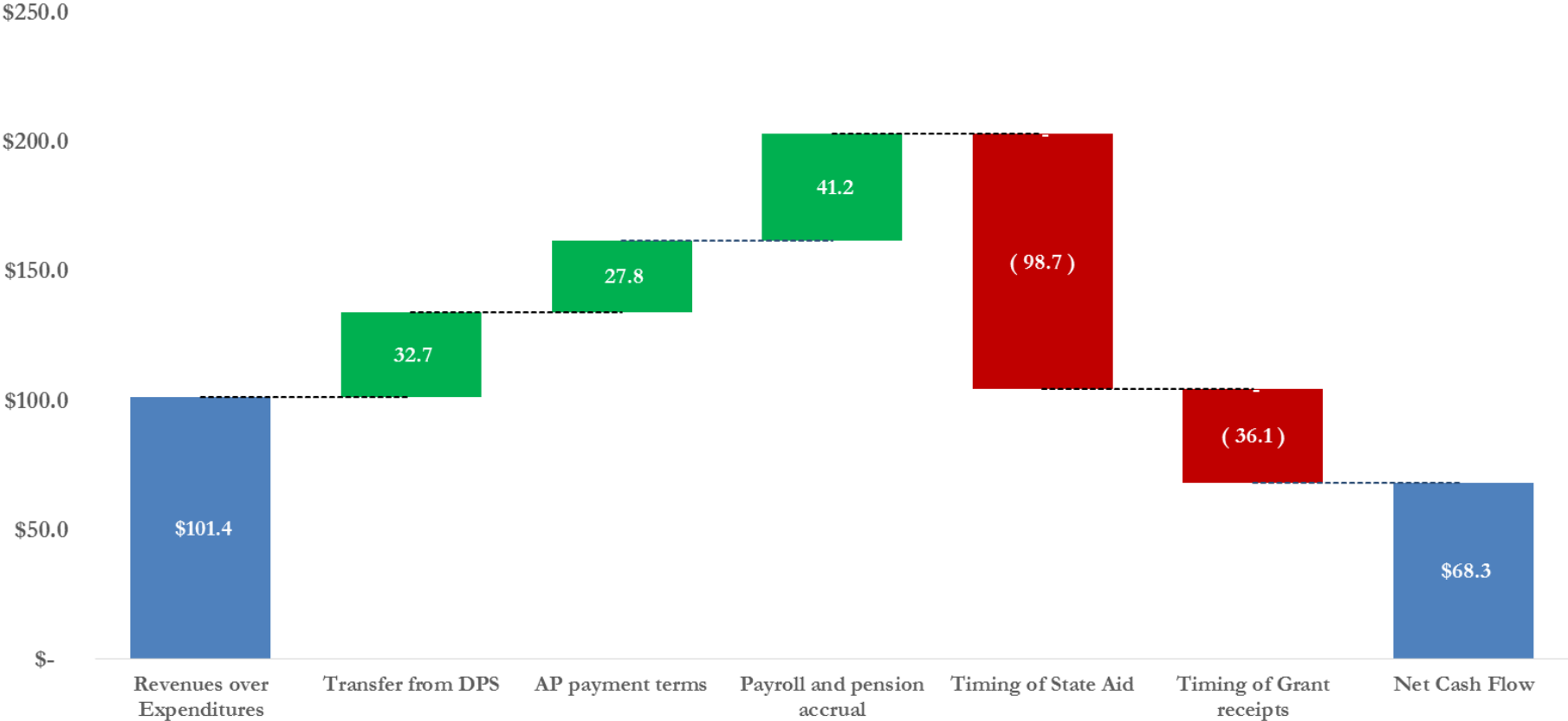
Note regarding the impact of the legislation that created DPSCD

1. DPSCD no longer has debt service.

* The DPSCD FY17 monthly budget spread per Budget Amendment No. 3 was prepared using actuals for the months of July 2016 through October 2016 and re-forecast for the months of November 2016 through June 2017. Please refer to p. 23 and p.24 for the DPSCD FY17 Budget Amendment No. 3 spread.

Reconciliation of FY17 November YTD general ledger surplus to actual net cash flow

\$ in million



DPSCD FY17 November YTD cash flows

\$ in thousands

	July	August	September	October	November	YTD Actuals
	Actuals	Actuals	Actuals	Actuals	Actuals	
Cash Receipts						
State Aid	\$ -	\$ -	\$ -	\$ 35,052	\$ 35,841	\$ 70,893
MPSERS (State Funded)	-	-	-	-	6,364	6,364
Enhancement Millage	-	-	-	-	-	-
Grants	-	-	2,407	1,257	13,052	16,716
Transfer from DPS	25,000	15,269	-	15,739	17,000	73,008
WCRESA	15,000	-	2,498	2,254	1,944	21,696
Food Service Reimbursement	-	-	-	-	3,666	3,666
Capital Asset Sales	-	-	-	-	-	-
Miscellaneous	25	110	198	976	628	1,937
Total Cash Receipts	40,025	15,380	5,103	55,277	78,496	194,281
Cash Disbursements						
MPSERS (Pass through)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Payroll Direct Deposit	(2,396)	(3,424)	(14,038)	(13,598)	(6,767)	(40,223)
Taxes	(27)	(1,397)	(2,966)	(5,085)	(5,296)	(14,771)
FICA	-	(629)	(882)	(1,543)	(1,566)	(4,620)
Accounts Payable	(1)	(505)	(8,223)	(6,045)	(12,668)	(27,442)
Pension (employee portion)	(36)	(428)	(692)	(1,589)	(1,716)	(4,462)
Pension (employer portion)	-	(1,700)	(429)	(5,187)	(5,468)	(12,783)
Health	(28)	(6,965)	(5,818)	(124)	(4,404)	(17,340)
Fringe Benefits	-	(6)	(13)	(22)	(40)	(82)
Food Service	-	-	(321)	(2,189)	(1,424)	(3,935)
Transfer to DPS	-	-	-	-	-	-
Other	-	(75)	-	(2)	(199)	(277)
Total Cash Disbursements	(2,488)	(15,131)	(33,383)	(35,387)	(39,550)	(125,937)
Beginning Cash Balance	-	37,537	37,786	9,506	29,397	-
Net Cash Flow	37,537	249	(28,280)	19,891	38,946	68,343
Ending Cash Balance	\$ 37,537	\$ 37,786	\$ 9,506	\$ 29,397	\$ 68,343	\$ 68,343

DPSCD FY17 revised monthly cash flow forecast

<i>\$ in thousands</i>	2016						2017						FY 17 Total
	July	August	September	October	November	December	January	February	March	April	May	June	
	Actuals	Actuals	Actuals	Actuals	Actuals	Actuals	Forecast	Forecast	Forecast	Forecast	Forecast	Forecast	
Cash Receipts													
State Aid	\$ -	\$ -	\$ -	\$ 35,052	\$ 35,841	\$ 33,765	\$ 34,893	\$ 34,893	\$ 34,893	\$ 34,893	\$ 34,893	\$ 34,893	\$ 314,014
MPSERS (State Funded)	-	-	-	-	6,364	3,182	3,182	3,182	3,182	3,182	3,182	3,182	28,639
Enhancement Millage	-	-	-	-	-	-	3,506	4,908	2,103	2,103	1,402	2,475	16,497
Grants	-	-	2,407	1,257	13,052	13,009	12,173	16,335	14,587	17,350	15,147	23,387	128,703
Transfer from DPS	25,000	15,269	-	15,739	17,000	-	4,885	-	-	-	-	-	77,894
WCRESA	15,000	-	2,498	2,254	1,944	2,254	2,254	2,254	2,254	2,254	2,254	2,254	37,475
Food Service Reimbursement	-	-	-	-	3,666	4,685	3,231	3,496	3,496	3,496	3,496	3,496	29,063
Capital Asset Sales	-	-	-	-	-	3,091	5,909	-	-	-	-	-	9,000
Miscellaneous	25	110	198	976	628	537	978	1,112	1,623	1,178	978	1,623	9,966
Total Cash Receipts	40,025	15,380	5,103	55,277	78,496	60,523	71,011	66,180	62,138	64,457	61,352	71,309	651,251
Cash Disbursements													
MPSERS (Pass through)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (6,364)	\$ (3,182)	\$ (3,182)	\$ (3,182)	\$ (3,182)	\$ (3,182)	\$ (3,182)	\$ (25,457)
Payroll Direct Deposit	(2,396)	(3,424)	(14,038)	(13,598)	(6,767)	(25,744)	(14,145)	(14,145)	(21,218)	(14,145)	(14,145)	(15,295)	(159,061)
Taxes	(27)	(1,397)	(2,966)	(5,085)	(5,296)	(9,216)	(5,585)	(5,585)	(5,585)	(5,585)	(5,585)	(6,108)	(58,021)
FICA	-	(629)	(882)	(1,543)	(1,566)	(2,885)	(1,673)	(1,673)	(1,673)	(1,673)	(1,673)	(2,510)	(18,382)
Accounts Payable	(1)	(505)	(8,223)	(6,045)	(12,668)	(22,410)	(14,035)	(15,000)	(16,500)	(15,000)	(15,000)	(15,859)	(141,246)
Pension (employee portion)	(36)	(428)	(692)	(1,589)	(1,716)	(2,597)	(1,910)	(1,913)	(1,913)	(1,913)	(1,913)	(2,869)	(19,491)
Pension (employer portion)	-	(1,700)	(429)	(5,187)	(5,468)	(8,073)	(5,914)	(5,922)	(5,922)	(5,922)	(5,922)	(8,883)	(59,342)
Health	(28)	(6,965)	(5,818)	(124)	(4,404)	(3,731)	(4,153)	(4,718)	(4,870)	(4,735)	(4,735)	(7,185)	(51,466)
Fringe Benefits	-	(6)	(13)	(22)	(40)	(65)	(586)	(586)	(795)	(586)	(586)	(1,116)	(4,403)
Food Service	-	-	(321)	(2,189)	(1,424)	(3,598)	(2,764)	(2,764)	(2,764)	(2,764)	(2,764)	(4,146)	(25,498)
Transfer to DPS	-	-	-	-	-	-	(15,739)	(17,000)	-	-	-	-	(32,739)
Other	-	(75)	-	(2)	(199)	(41)	(150)	(150)	(150)	(150)	(150)	(150)	(1,218)
Total Cash Disbursements	(2,488)	(15,131)	(33,383)	(35,387)	(39,550)	(84,725)	(69,837)	(72,639)	(64,572)	(55,655)	(55,655)	(67,303)	(596,324)
Beginning Cash Balance	-	37,537	37,786	9,506	29,397	68,343	44,142	45,315	38,857	36,423	45,224	50,921	-
Net Cash Flow	37,537	249	(28,280)	19,891	38,946	(24,201)	1,174	(6,459)	(2,434)	8,801	5,696	4,006	54,927
Ending Cash Balance	\$ 37,537	\$ 37,786	\$ 9,506	\$ 29,397	\$ 68,343	\$ 44,142	\$ 45,315	\$ 38,857	\$ 36,423	\$ 45,224	\$ 50,921	\$ 54,927	\$ 54,927

DPSCD Forecast to Actuals Variance – December 2016

<i>\$ in thousands</i>	December		Variance	Comment
	Forecast	Actuals		
Cash Receipts				
State Aid	\$ 34,805	\$ 33,765	\$ (1,040)	Prior month reversal due to updated student count
MPSERS (State Funded)	3,066	3,182	116	
Enhancement millage	-	-	-	
Grants	12,648	13,009	360	
Transfer from DPS	-	-	-	
WCRESA	2,254	2,254	-	
Food Service Reimbursement	3,158	4,685	1,528	Catch-up from previous months
Capital Asset Sales	9,000	3,091	(5,909)	Remaining asset sales expected beginning of 2017
Miscellaneous	1,490	537	(952)	
Total Cash Receipts	66,420	60,523	(5,897)	
Cash Disbursements				
MPSERS (Pass through)	\$ (6,364)	\$ (6,364)	\$ -	
Payroll Direct Deposit	(25,090)	(25,744)	(655)	
Taxes	(9,851)	(9,216)	635	
FICA	(2,887)	(2,885)	3	
Accounts Payable	(15,657)	(22,410)	(6,753)	Timing - catch-up of payables from November
Pension (employee portion)	(2,768)	(2,597)	171	
Pension (employer portion)	(8,613)	(8,073)	540	
Health	(4,153)	(3,731)	421	
Fringe Benefits	(1,122)	(65)	1,057	
Food Service	(4,125)	(3,598)	528	
Transfer to DPS	-	-	-	
Other	(375)	(41)	334	
Total Cash Disbursements	(81,005)	(84,725)	(3,720)	
Beginning Cash Balance	68,343	68,343	-	
Net Cash Flow	(14,585)	(24,201)	(9,617)	
Ending Cash Balance	\$ 53,758	\$ 44,142	\$ (9,617)	

Note: The sum of individual month's variances does not equal the cumulative variance for multiple months as the forecast is updated weekly and changes in current month can affect future months (e.g. a receivable that is initially expected in August, subsequently expected in September and finally received in October will show up twice in the monthly variance but only once in the cumulative variance).

1 **Financial update**

2 **Requests for consideration and approval**

3 **Appendix**

Requests for consideration and approval

- a **Contract Requests**
- b **Out of State Travel Requests**



STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

RICK SNYDER
GOVERNOR

NICK A. KHOURI
STATE TREASURER

DETROIT FINANCIAL REVIEW COMMISSION

SCHOOL DISTRICT RESOLUTION 2017-1

**APPROVING THE COMMUNITY DISTRICT'S JANUARY 2017
CONTRACT REQUESTS**

WHEREAS, Public Act 181 of 2014, the Michigan Financial Review Commission Act (the "Act"), allows for the creation of the Detroit Financial Review Commission (the "Commission") within the Michigan Department of Treasury; and

WHEREAS, Section 6(1) of the Act empowers the Commission to provide oversight for the Detroit Public Schools Community District (the "Community District") beginning on June 2016; and

WHEREAS, Section 6(6) of the Act provides that during the period of oversight, the Commission review and approve the Community District's applicable contracts, as defined by Section 3(a) of the Act, and that an applicable contract does not take effect unless approved by the Commission; and

WHEREAS, at the Commission meeting on January 30, 2017, the Community District presented applicable contracts, attached as **Exhibit A** to this Resolution, for the Commission's review and approval.

NOW THEREFORE, be it resolved by the Detroit Financial Review Commission as follows:

1. That the Community District's January 2017 contract requests, attached as **Exhibit A** to this Resolution but excluding any contracts a majority of Commission members present has agreed to exclude as noted in the minutes, are hereby approved.
2. That the minutes of the Detroit Financial Review Commission meeting at which this Resolution is adopted take notice of the adoption of this Resolution.
3. This Resolution shall have immediate effect.

DPSCD Contract Requests

The following contracts are being provided to the FRC for review and approval pursuant to section 6(6) of the Michigan Financial Review Commission Act for the January 30, 2017 FRC meeting

	Department	Contract Number	Description	Contract Request Type	Competitively Bid? If not a new contract, was the original contract competitively bid?	Lowest Bid? If not a New Contract, was the original contract the lowest bid?	DPSCD Approval Date	Comments
1	Operations	Requisition 58832	<p>Purchase Order Amount: \$772,999.50 Source: General Fund Purpose: Provide semester student swipe passes for students to use the Detroit City Bus system to attend school. Contractor: City of Detroit Department of Transportation Location: 1301 East Warren, Detroit, MI 48207</p>	Purchase Order	No	N/A	<p>Board Approval received on 1/11/17</p> <p>Anticipated approval by FRC 1/30/17</p>	<ul style="list-style-type: none"> The City of Detroit Department of Transportation is the only supplier providing this service Provides for 5,600 student bus passes at an average cost of \$138 per pass
2	Operations	15-0045-C Amendment 2	<p>Contract Renewal Amount: \$1,700,000.00 NTE Contract Renewal Period: February 2, 2017-February 1, 2018 exercising the final renewal option. Source: General Fund Budgeted Amount for fiscal year ending June 30, 2017: \$976,988; Balance will be reflected in budget for fiscal year ending June 30, 2018 Purpose: Provide warehouse management services for the District's warehouse location of (SSC) Building A, 1425 E. Warren Ave. Detroit, MI Contractor: Progressive Distribution Centers, Inc. Location: 18765 Seaway Drive, Melvindale MI 48122</p>	Contract – Exercise of Renewal Option	Yes	Yes	<p>Board Approval received on 1/19/17</p> <p>Anticipated approval by FRC 1/30/17</p>	<ul style="list-style-type: none"> The actual amount to be expended for this contracts is based upon actual hours worked and services provided In prior years, the amount expended for this contract has ranged from \$500k to \$700k The NTE amount for this renewal period was increased to include estimated amounts for services which may be needed for actions anticipated to be required of the District by the SRO and the EAA.

DPSCD Executive Summary for Contracts

The following contracts are being provided to the FRC for review and approval pursuant to section 6(6) of the Michigan Financial Review Commission Act for the January 30, 2017 FRC meeting

Item 1

Operations

Requisition 58832

Purchase Order Amount: \$772,999.50

Source: General Fund

Purpose: Provide semester student swipe passes for students to use the Detroit City Bus system to attend school.

Contractor: City of Detroit Department of Transportation

Location: 1301 East Warren, Detroit, MI 48207

- No Request for Proposal was issued, as the City of Detroit Department of Transportation is the only supplier providing this service.
- A contract is not required for this service. Instead a purchase order is issued in order to provide semester student swipe passes for students to use the Detroit City Bus system to attend school.

DPSCD Executive Summary for Contracts Cont.

The following contracts are being provided to the FRC for review and approval pursuant to section 6(6) of the Michigan Financial Review Commission Act for the January 30, 2017 FRC meeting

Item 2

Operations

15-0045-C **General Fund** – Provide warehouse management services for the District's Warehouse located at 1425-E Warren Ave., Detroit MI.

Contractor: Progressive Distribution Centers, Inc.

Location: 18765 Seaway Drive, Melvindale, MI 48122

Proposed Contract Amendment No. 2 Period: February 2, 2017 – February 1, 2018 exercising the final renewal option

Proposed Contract Amendment No. 2 Amount: \$1,700,000.00 NTE

- **Original Contract Commencement Date:** February 2, 2015 - February 1, 2016
- **Original Contract Amount:** \$1,001,988
- **Contract Amendment No. 1:** February 2, 2016 – February 1, 2017 – exercised 1st renewal; no additional amount added to contract
- The actual amount to be expended during this period will be based upon actual hours worked and services provided. The NTE amount for this renewal period was increased to include estimated amounts for services which may be needed for actions anticipated to be required of the District by the State's School Reform Office (SRO) and to return the EAA schools to the District's operations.
- Bid Process: Request for Proposal 15-0045-C was issued on Demandstar notifying 982 vendors. One (1) vendor, Progressive Distribution Centers, Inc., submitted a proposal. Premier-Mayflower Relocations expressed an interest in bidding but missed the deadline for bid responses. The evaluation committee reviewed the one proposal and concluded that Progressive Distribution Centers, Inc. provided the best value after considering the contract terms, quality and pricing.

DPSCD Executive Summary for Contracts Cont.

Item 2 cont.

Operations

- Services: Progressive Distribution Systems provides management of inventory and the timely redistribution and accountability of materials stored in the school district's warehouse facility to the District's schools and departments. The vendor's eight (8) employees serve as material handlers/processors, administrative/clerical staff, account manager, driver and courier. The vendor's primary function is to deliver and retrieve mail, materials and equipment, e.g., textbooks, desks, IT equipment, and other furniture, for all departments including IT and School Nutrition. This vendor also assists the District in school reorganizations and consolidations by collecting, counting, storing and redistributing textbooks, furniture, equipment and materials from closed schools.
- Vendor Support Relating to Donations to the District: The vendor collects, manages and distributes goods donated for schools and delivered to the warehouse. For instance, in 2015 and 2016 Operation Warm donated nearly 10,000 coats to DPS; Progressive's personnel helped with the acceptance of these materials, the break-down of individual school orders for coats and the delivery to eligible schools. In 2016, the warehouse helped with packing 37,000 backpacks donated by the Mike Morse Law Firm by building orders of book bags for each school and delivering those bags to each eligible school. In 2013, the warehouse partnered with Communities in Schools on the donation of 500 bikes for DPS students and not only assisted with assembly but also made deliveries of bikes to those students who were unable to pick-up their bike from the warehouse.



STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

RICK SNYDER
GOVERNOR

NICK A. KHOURI
STATE TREASURER

DATE: January 23, 2017
TO: Financial Review Commission Members
FROM: Romaneir Johnson, Executive Director, Financial Review Commission
Kevin Kubacki, Financial Specialist
SUBJECT: Contract Summary - January 2017 DPSCD FRC Meeting

The District has submitted two contracts for review at the January 30, 2017 FRC commission meeting. These contracts have been vetted by the FRC Advisory Subcommittee on Contracts and Procurement. Each contract is summarized below:

Contract 1 – New Contract for Student Swipe Passes for students to use the Detroit City Bus System to Attend School

Contractor	Nature of Contract	Approved by District?	Contract Value	Bid?	Lowest Bid?	Budgeted Funding Sources
City of Detroit Department of Transportation	Purchase Order	1/11/17	\$772,999.50	No	N/A	General Fund

Although the district refers to this agreement as a purchase order, it likely falls under an applicable contract subject to FRC review because it exceeds the statutory threshold of \$750,000. No RFP was issued for this service, as the City of Detroit is the only supplier providing this service. Included in this contract are 5,600 swipe passes for students to use on the Detroit's City Bus system to attend school.

Contract 2 – Contract Extension for Warehousing Management Services

Contractor	Nature of Contract	Approved by District?	Contract Value	Bid?	Lowest Bid?	Budgeted Funding Sources
Progressive Distribution Centers, Inc.	Exercise of Renewal Option	1/19/17	\$1,700,000	Yes	Yes	General Fund

This contract is subject to FRC review because it exceeds the statutory threshold of \$750,000. The district notified 982 vendors for this RFP; however, only one vendor submitted a proposal by the deadline. This contract provides warehousing services for the District for a not to exceed amount of \$1.7 million. This contract includes management of inventory and the timely redistribution and accountability of materials stored in the school district's warehouse facility for the District's schools and departments. This vendor will also be responsible for handling the distributions of goods donated to the schools.

Requests for consideration and approval

- a **Contract Requests**
- b **Out of State Travel Requests**



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DETROIT FINANCIAL REVIEW COMMISSION
SCHOOL DISTRICT RESOLUTION 2017-2

APPROVING THE COMMUNITY DISTRICT'S JANUARY 2017 OUT-OF-STATE TRAVEL REIMBURSEMENT REQUESTS

WHEREAS, Public Act 181 of 2014, the Michigan Financial Review Commission Act (the "Act"), allows for the creation of the Detroit Financial Review Commission (the "Commission") within the Michigan Department of Treasury; and

WHEREAS, Section 6(1) of the Act empowers the Commission to provide oversight for the Detroit Public Schools Community District (the "Community District") beginning on June 21, 2016; and

WHEREAS, Section 7(q) of the Act provides that during the period of oversight, the Commission approve all Community District reimbursements to school board members, officials, and employees for travel outside the state; and

WHEREAS, at the Commission meeting on January 30, 2017, the Community District presented out-of-state travel reimbursement requests, attached as **Exhibit A** to this Resolution, for the Commission's review and approval.

NOW THEREFORE, be it resolved by the Detroit Financial Review Commission as follows:

1. That the Community District's January 2017 out-of-state travel reimbursement requests, attached as **Exhibit A** to this Resolution but excluding any reimbursements a majority of Commission members present has agreed to exclude as noted in the minutes, are hereby approved.
2. That the minutes of the Detroit Financial Review Commission meeting at which this Resolution is adopted take notice of the adoption of this Resolution.
3. This Resolution shall have immediate effect.

DPSCD Out-of-State Travel Reimbursement Requests

The following reimbursements to school board members, officials, and employees for travel outside the state are being provided to the FRC for review and approval pursuant to section 7(q) of the Michigan Financial Review Commission Act for the January 30, 2017 FRC meeting

Number of Participants	Central Office	School-Based	School/ Department	Conference Name	Location of Conference	Dates of Conference	Approved Request for Absence Dates	Funding Source	Approved	Date Approved	Total Est. Cost
1	x		School Improvement	National Title I Conference	Long Beach, CA	2/22/2017 – 2/25/2017	2/21/2017 - 2/25/2017	Title IA	MDE	10/24/2016	\$2,601.70
2	x		State & Federal Programs	NAFPE 2017 Conference	Washington, DC	3/19/2017 - 3/22/2017	3/19/2017 - 3/22/2017	Title IIA	MDE	10/24/2016	\$4,187.09
Subtotal Grant Funded											\$6,788.79
1	x		Montessori School	Montessori Educational Programs Int'l Conference	South Carolina	2/24/2017 – 2/26/2017	2/23/2017 - 2/27/2017	General	Senior Executive Director of Curriculum	1/5/2017	\$1,703.00
4	x		Specialized Student Services	Int'l Conf on Positive Behavior Support	Denver, CO	3/1/2017 - 3/4/2017	2/28/2017 - 3/4/2017	General	Senior Executive Director of Curriculum	1/5/2017	\$8,352.44
1	x		World Languages	Central States Conference on Teaching Foreign Languages	Chicago, IL	3/9/2017 - 3/11/2017	3/8/2017 – 3/11/2017	General	Senior Executive Director of Curriculum	12/7/2016	\$1,775.29
1		x	Montessori School	Social Justice Conference	Houston, TX	6/21/2017 - 6/26/2017	6/21/2017 - 6/26/2017	General	Interim Superintendent	12/13/2016	\$1,864.74
Subtotal General Fund											\$13,695.47
Total											\$20,484.26

1

Financial update

2

Requests for consideration and approval

3

Appendix

a	FY17 Budget Amendment No. 3
b	Forecast to Actuals Variance
c	Grants Update
d	FRC Approved Contracts Spend YTD

DPSCD FY17 Budget Amendment No. 3: monthly spread by Function

	Actual Jul-16	Actual Aug-16	Actual Sep-16	Actual Oct-16	Projected Nov-16	Projected Dec-16	Projected Jan-17	Projected Feb-17	Projected Mar-17	Projected Apr-17	Projected May-17	Projected Jun-17	FY 17 Total
Revenues													
Local sources	\$ 45	\$ 17,804	\$ 35,793	\$ 272,166	\$ 267,207	\$ 2,934,910	\$ 3,508,360	\$ 3,699,527	\$ 2,773,016	\$ 2,941,879	\$ 2,889,792	\$ 6,429,448	\$ 25,769,947
State sources	31,323,602	31,827,346	40,961,327	39,161,171	35,852,607	34,748,044	36,250,714	38,329,856	36,572,433	36,177,336	38,716,277	41,774,215	441,694,928
Federal sources	3,220,027	996,134	4,120,495	26,184,110	12,714,924	9,972,784	21,775,352	11,052,920	15,104,522	11,448,127	14,994,578	14,575,531	146,159,505
Interdistrict sources	15,000,000	-	2,497,874	2,254,061	3,050,129	2,900,425	2,900,425	2,959,457	2,900,425	2,900,425	2,900,425	2,900,430	43,164,076
Other sources	25,000,000	-	15,269,308	-	-	10,128,029	-	-	-	-	-	1,128,029	51,525,366
Total revenues	74,543,674	32,841,284	62,884,797	67,871,508	51,884,867	60,684,192	64,434,851	56,041,760	57,350,396	53,467,767	59,501,072	66,807,653	708,313,822
Expenditures													
Instruction	5,228,976	3,303,558	21,936,462	36,007,777	37,310,305	33,669,438	29,830,252	29,686,130	37,643,236	25,077,049	37,600,435	37,392,205	334,685,823
Support services	17,520,074	17,283,059	25,856,544	26,825,996	30,052,625	31,052,031	25,917,262	26,118,634	31,676,200	23,003,568	31,052,076	33,111,253	319,469,322
Community service	24,085	6,545	48,401	67,041	454,426	686,555	632,557	631,604	737,535	590,282	710,810	760,923	5,350,764
Facilities acquisitions and improvement	-	-	-	-	75,759	75,830	75,830	68,936	79,276	68,936	79,276	82,965	606,808
Debt service	-	-	-	-	-	-	-	-	-	-	-	-	-
Other uses	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditures	22,773,135	20,593,162	47,841,407	62,900,814	67,893,115	65,483,854	56,455,901	56,505,304	70,136,247	48,739,835	69,442,597	71,347,346	660,112,717
Surplus (Deficit)	\$ 51,770,539	\$ 12,248,122	\$ 15,043,390	\$ 4,970,694	\$ (16,008,248)	\$ (4,799,662)	\$ 7,978,950	\$ (463,544)	\$ (12,785,851)	\$ 4,727,932	\$ (9,941,525)	\$ (4,539,693)	\$ 48,201,105
Fund Balance													
Beginning Balance	-	51,770,539	64,018,662	79,062,052	84,032,746	68,024,498	63,224,836	71,203,786	70,740,242	57,954,391	62,682,323	52,740,798	-
Net Change in Fund Balance	51,770,539	12,248,122	15,043,390	4,970,694	(16,008,248)	(4,799,662)	7,978,950	(463,544)	(12,785,851)	4,727,932	(9,941,525)	(4,539,693)	48,201,105
Ending Fund Balance	\$ 51,770,539	\$ 64,018,662	\$ 79,062,052	\$ 84,032,746	\$ 68,024,498	\$ 63,224,836	\$ 71,203,786	\$ 70,740,242	\$ 57,954,391	\$ 62,682,323	\$ 52,740,798	\$ 48,201,105	\$ 48,201,105

DPSCD FY17 Budget Amendment No. 3: monthly expenditures spread by Object code

	Actual Jul-16	Actual Aug-16	Actual Sep-16	Actual Oct-16	Projected Nov-16	Projected Dec-16	Projected Jan-17	Projected Feb-17	Projected Mar-17	Projected Apr-17	Projected May-17	Projected Jun-17	FY17 Total
Salaries	\$ 6,994,360	\$ 6,333,760	\$ 19,151,249	\$ 30,378,698	\$ 31,467,145	\$ 32,290,700	\$ 25,506,472	\$ 25,530,861	\$ 32,631,026	\$ 21,233,379	\$ 32,637,132	\$ 29,356,038	\$ 293,510,820
Benefits	4,949,033	5,863,000	10,383,749	16,435,887	19,871,250	15,282,980	14,749,142	14,749,142	18,846,126	12,290,952	18,846,126	16,585,147	168,852,534
Purchased Services	8,596,642	11,106,402	12,532,443	7,784,155	12,625,964	13,392,690	12,754,944	12,754,944	14,668,185	12,117,196	14,030,437	14,030,437	146,394,438
Supplies	-	100,386	75,444	3,290,523	1,457,147	1,965,909	1,965,909	1,787,191	2,055,269	1,787,191	2,055,269	1,965,910	18,506,147
Equipment & Capital	-	-	1,075	3,067,978	1,355,810	1,497,437	487,304	443,004	509,455	443,004	509,455	487,301	8,801,823
Utilities	2,233,100	2,166,870	720,192	1,943,574	1,115,799	1,054,138	992,130	1,240,162	1,426,186	868,113	1,364,178	1,178,152	16,302,594
Other	-	-	-	-	-	-	-	-	-	-	-	7,744,361	7,744,361
Total Expenditures	\$22,773,135	\$25,570,418	\$42,864,152	\$62,900,814	\$67,893,115	\$65,483,854	\$56,455,901	\$56,505,304	\$70,136,247	\$48,739,835	\$69,442,597	\$71,347,346	\$660,112,717

a	FY17 Budget Amendment No. 3
b	Forecast to Actuals Variance
c	Grants Update
d	FRC Approved Contracts Spend YTD

DPSCD Forecast to Actuals Variance – November 2016

<i>\$ in thousands</i>	November		Variance	Comment
	Forecast	Actuals		
Cash Receipts				
State Aid	\$ 35,323	\$ 35,841	\$ 519	Expected to reverse with updated FTE count
MPSERS (State Funded)	6,364	6,364	-	
Grants	12,147	13,052	905	Catch-up from previous months
Transfer from DPS	17,300	17,300	-	
WCRESA	2,254	1,944	(310)	
Food Service Reimbursement	3,086	3,666	580	Catch-up from previous months
Capital Asset Sales	-	-	-	
Miscellaneous	967	328	(639)	
Total Cash Receipts	77,441	78,496	1,055	
Cash Disbursements				
MPSERS (Pass through)	\$ -	\$ -	\$ -	
Payroll Direct Deposit	(14,144)	(6,767)	7,377	Timing - payroll funding occurred one day prior instead of two
Taxes	(5,615)	(5,296)	319	
FICA	(1,627)	(1,566)	61	
Accounts Payable	(16,401)	(12,668)	3,733	Timing - payables to be paid in early December
Pension (employee portion)	(1,813)	(1,716)	97	
Pension (employer portion)	(5,690)	(5,468)	222	
Health	(3,927)	(4,404)	(477)	
Fringe Benefits	(707)	(40)	667	
Food Service	(2,600)	(1,424)	1,176	Timing - payables to be paid in early December
Transfer to DPS	-	-	-	
Other	(474)	(199)	275	
Total Cash Disbursements	(52,998)	(39,550)	13,448	
Beginning Cash Balance	29,397	29,397	-	
Net Cash Flow	24,443	38,946	14,503	
Ending Cash Balance	\$ 53,840	\$ 68,343	\$ 14,503	

Note: The sum of individual month's variances does not equal the cumulative variance for multiple months as the forecast is updated weekly and changes in current month can affect future months (e.g. a receivable that is initially expected in August, subsequently expected in September and finally received in October will show up twice in the monthly variance but only once in the cumulative variance).

DPSCD Forecast to Actuals Variance – October 2016

<i>\$ in thousands</i>	October		Variance	Comment
	Forecast	Actuals		
Cash Receipts				
State Aid	\$ 35,323	\$ 35,052	\$ (271)	
MPSERS (State Funded)	-	-	-	
Grants	9,480	1,257	(8,223)	Approval of FY17 grants delayed due to MPSERS resolution
Transfer from DPS	23,504	15,739	(7,765)	Lower draw based on cash needs
WCRESA	2,254	2,254	-	
Food Service Reimbursement	459	-	(459)	
Capital Asset Sales	-	-	-	
Miscellaneous	1,150	976	(174)	
Total Cash Receipts	72,170	55,277	(16,892)	
Cash Disbursements				
MPSERS (Pass through)	\$ -	\$ -	\$ -	
Payroll Direct Deposit	(14,121)	(13,598)	523	
Taxes	(5,346)	(5,085)	260	
FICA	(1,589)	(1,543)	45	
Accounts Payable	(18,268)	(6,045)	12,224	Timing - payables to be paid in early November
Pension (employee portion)	(1,768)	(1,589)	179	
Pension (employer portion)	(5,644)	(5,187)	457	
Health	(886)	(124)	762	
Fringe Benefits	(502)	(22)	480	
Food Service	(1,200)	(2,189)	(989)	Catch-up from previous month
Transfer to DPS	-	-	-	
Other	(320)	(2)	318	
Total Cash Disbursements	(49,644)	(35,387)	14,258	
Beginning Cash Balance	9,506	9,506	-	
Net Cash Flow	22,525	19,891	(2,635)	
Ending Cash Balance	\$ 32,032	\$ 29,397	\$ (2,635)	

Note: The sum of individual month's variances does not equal the cumulative variance for multiple months as the forecast is updated weekly and changes in current month can affect future months (e.g. a receivable that is initially expected in August, subsequently expected in September and finally received in October will show up twice in the monthly variance but only once in the cumulative variance).

DPSCD Forecast to Actuals Variance – September 2016

<i>\$ in thousands</i>	September		Variance	Comment
	Forecast	Actuals		
Cash Receipts				
State Aid	\$ -	\$ -	\$ -	
MPSERS (State Funded)	-	-	-	
Grants	10,798	2,407	(8,391)	Approval of FY17 grants delayed due to MPSERS resolution
Transfer from DPS	-	-	-	
WCRESA	-	2,498	2,498	Received on 9/30 - previously forecasted for first week in Oct.
Food Service Reimbursement	1,000	-	(1,000)	
Capital Asset Sales	-	-	-	
Miscellaneous	863	198	(665)	
Total Cash Receipts	12,661	5,103	(7,558)	
Cash Disbursements				
MPSERS (Pass through)	\$ -	\$ -	\$ -	
Payroll Direct Deposit	(14,396)	(14,038)	358	
Taxes	(3,092)	(2,966)	126	
FICA	(756)	(882)	(126)	
Accounts Payable	(16,688)	(8,223)	8,465	Timing - some payables were paid in early October
Pension (employee portion)	(884)	(692)	192	
Pension (employer portion)	(936)	(429)	507	
Health	(3,297)	(5,818)	(2,521)	Prepayment of October benefits
Fringe Benefits	(459)	(13)	445	
Food Service	(1,228)	(321)	907	
Transfer to DPS	-	-	-	
Other	(72)	-	72	
Total Cash Disbursements	(41,807)	(33,383)	8,424	
Beginning Cash Balance	37,786	37,786	0	
Net Cash Flow	(29,146)	(28,280)	866	
Ending Cash Balance	\$ 8,640	\$ 9,506	\$ 866	

Note: The sum of individual month's variances does not equal the cumulative variance for multiple months as the forecast is updated weekly and changes in current month can affect future months (e.g. a receivable that is initially expected in August, subsequently expected in September and finally received in October will show up twice in the monthly variance but only once in the cumulative variance).

DPSCD Forecast to Actuals Variance – August 2016

<i>\$ in thousands</i>	August		Variance	Comment
	Forecast	Actuals		
Cash Receipts				
State Aid	\$ -	\$ -	\$ -	
MPSERS (State Funded)	-	-	-	
Grants	-	-	-	
Transfer from DPS	15,269	15,269	-	
WCRESA	-	-	-	
Food Service Reimbursement	3,000	-	(3,000)	Receipt of food service related to DPS
Capital Asset Sales	-	-	-	
Miscellaneous	126	110	(16)	
Total Cash Receipts	18,395	15,380	(3,016)	
Cash Disbursements				
MPSERS (Pass through)	\$ -	\$ -	\$ -	
Payroll Direct Deposit	(3,971)	(3,424)	547	
Taxes	(2,040)	(1,397)	643	
FICA	(216)	(629)	(413)	
Accounts Payable	(7,183)	(505)	6,678	Building reinvestment work commenced later than projected
Pension (employee portion)	(428)	(428)	(0)	
Pension (employer portion)	(1,700)	(1,700)	0	
Health	(7,153)	(6,965)	188	
Fringe Benefits	(67)	(6)	61	
Food Service	(380)	-	380	
Transfer to DPS	-	-	-	
Other	-	(75)	(75)	
Total Cash Disbursements	(23,138)	(15,131)	8,007	
Beginning Cash Balance	37,537	37,537	0	
Net Cash Flow	(4,743)	249	4,992	
Ending Cash Balance	\$ 32,794	\$ 37,786	\$ 4,992	

Note: The sum of individual month's variances does not equal the cumulative variance for multiple months as the forecast is updated weekly and changes in current month can affect future months (e.g. a receivable that is initially expected in August, subsequently expected in September and finally received in October will show up twice in the monthly variance but only once in the cumulative variance).

DPSCD Forecast to Actuals Variance – July 2016

<i>\$ in thousands</i>	July		Variance	Comment
	Forecast	Actuals		
Cash Receipts				
State Aid	\$ -	\$ -	\$ -	
MPSERS (State Funded)	-	-	-	
Grants	2,100	-	(2,100)	Grant draw delayed in line with disbursements
State Aid Note Proceeds	-	-	-	
Transfer from DPS	25,000	25,000	-	
WCRESA	15,000	15,000	-	
Food Service Reimbursement	840	-	(840)	
Capital Asset Sales	-	-	-	
Miscellaneous	1,063	25	(1,038)	
Total Cash Receipts	44,003	40,025	(3,978)	
Cash Disbursements				
MPSERS (Pass through)	\$ -	\$ -	\$ -	
Payroll Direct Deposit	(2,673)	(2,396)	278	
Taxes	(1,005)	(27)	979	Some payroll items funded out of DPS - to be reversed
FICA	(328)	-	328	Some payroll items funded out of DPS - to be reversed
Accounts Payable	(3,683)	(1)	3,682	Building reinvestment work commenced later than projected
Pension (employee portion)	(579)	(36)	543	
Pension (employer portion)	(1,782)	-	1,782	Some payroll items funded out of DPS - to be reversed
Health	(2,232)	(28)	2,204	Some payroll items funded out of DPS - to be reversed
Fringe Benefits	-	-	-	
Property Tax Transfer	(17,658)	-	17,658	Actually a DPS liability - to be netted with ending cash balance
Food Service	-	-	-	
Transfer to DPS	-	-	-	
Other	-	-	-	
Total Cash Disbursements	(29,941)	(2,488)	27,454	
Beginning Cash Balance	44,661	-	(44,661)	Adjusted beginning cash balance transferred in August
Net Cash Flow	14,061	37,537	23,476	
Ending Cash Balance	\$ 58,723	\$ 37,537	\$ (21,185)	

Note: The sum of individual month's variances does not equal the cumulative variance for multiple months as the forecast is updated weekly and changes in current month can affect future months (e.g. a receivable that is initially expected in August, subsequently expected in September and finally received in October will show up twice in the monthly variance but only once in the cumulative variance).

a	FY17 Budget Amendment No. 3
b	Forecast to Actuals Variance
c	Grants Update
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DPSCD Key Grants Report FY 2017 Award Period: as of December 31, 2016

Grant Name(s)	FY 2017 Grant Amount Available			FY 2017 Cumulative Expenditures (as of 31 December 2016)	FY 2017 Grant Balance	Grant period	Carryover period
	Carryover available in FY 2017	FY 2017 Approved Awards	Total FY 2017 Available Grant Amount				
IDEA Preschool ¹	\$ 51,366	\$ 622,671	\$ 674,037	\$ 146,995	\$ 527,042	24 months	12 months
IDEA Flowthrough ¹	1,515,665	15,237,452	16,753,117	4,126,318	12,626,799	24 months (except center program offset)	12 months (except center program offset)
Title I, Part A ²	2,628,363	97,888,701	100,517,064	22,636,991	77,880,073	15 months	12 months
Title II, Part A ³	7,450,402	15,835,325	23,285,727	2,885,104	20,400,623	12 months	12 months
CTE Perkins	-	3,105,696	3,105,696	469,010	2,636,686	12 months	No carryover
GSRP ⁴	132,420	18,806,500	18,938,920	7,560,522	11,378,398	12 months	12 months
Section 31A At Risk	-	22,899,631	22,899,631	6,830,257	16,069,374	12 months	12 months
Total	\$ 11,778,216	\$ 174,395,976	\$ 186,174,192	\$ 44,655,197	\$ 141,518,995		

Notes:

1. Carryover is yet to be approved. As of 1/4/17, the District has not received the approval letter for the FY17 IDEA agreement forms so cannot request reimbursements at this time.
2. Carryover is yet to be approved. Approval expected to be received no earlier than March 2017.
3. Carryover has been approved.
4. Carryover is yet to be approved. GSRP FY16 Final Expenditure Report ("FER") for the period 10/01/15 - 06/30/16 was submitted on 1/2/17.

a	FY17 Budget Amendment No. 3
b	Forecast to Actuals Variance
c	Grants update
d	FRC Approved Contracts Spend YTD

FRC Approved Contracts: spend as of December 31, 2016

Contract #	Contractor	Contract Amount	Contract Expiry Date	Contract Period (Years)	YTD Spend (Amt Invoiced)	Purpose	Notes
DPSCD Police Department							
15-0054-C	Securitas Security Services, USA, Inc.	\$ 3,700,000	12/30/2017	1.0	\$ 1,157,245	Provide professional Security Services	
Subtotal		\$ 3,700,000			\$ 1,157,245		
Information Technology							
16-0432	WRESA	\$ 768,570	6/30/2017	1.0	\$ 87,729	Provide for services as well as support to transition certain services currently provided by WRESA to DPSCD	
16-0345-C	Learning Consultants	750,000	6/30/2019	3.0	264,846	Provide basic Cable Plant Maintenance, Technology Installation Services and Network Change & Repair Activities	
16-0345-1-C	Direct Internet	750,000	6/30/2019	3.0	71,232	Provide basic Cable Plant Maintenance, Technology Installation Services and Network Change & Repair Activities	
16-0432-1	WRESA	462,830	6/30/2017	1.0	-	Provide software, support and services related to the MiStar student information system	1
Subtotal		\$ 2,731,400			\$ 423,807		
Operations							
13-0422-2	Constellation New Energy-Gas Div. LLC	\$ 2,500,000	9/30/2017	1.0	\$ 803,278	Provide natural gas supply and delivery	
17-0032	LoPiccolo Brothers Produce Inc.	1,639,130	10/31/2017	1.0	-	Fresh fruit and vegetable program	2
17-0048	Payne Landscaping, Inc.	1,591,573	6/30/2017	2.0	-	Provide snow plowing services	3
17-0015-6	Quality Roofing	1,434,024	12/31/2016	0.3	1,306,383	Provide new roof replacement and repairs for three elementary schools	
17-0021	Lutz Roofing	1,150,639	12/31/2016	0.2	65,000	Provide new roof replacements for Emerson and Spain schools	4
Subtotal		\$ 8,315,366			\$ 2,174,661		
Parent and Community Engagement							
16-0447-C	Southwest Counseling Solutions	\$ 2,970,240	9/30/2019	2.9	\$ -	Recruit, manage, provide oversight and reporting of Community School Coordinators (CSC) for each Community School. The CSC serves as the school Principal's primary manager of all Community School activities and services in support of the school's education	5
16-0448-C	Community Schools of Metro Detroit	2,533,440	9/30/2017	0.9	166,173	Recruit, manage, provide oversight and reporting of Community School Coordinators (CSC) for each Community School. The CSC serves as the school Principal's primary manager of all Community School activities and services in support of the school's educational plan.	
Subtotal		\$ 5,503,680			\$ 166,173		

FRC Approved Contracts: spend as of December 31, 2016 cont.

Contract #	Contractor	Contract Amount	Contract Expiry Date	Contract Period (Years)	YTD Spend (Amt Invoiced)	Purpose	Notes
Risk Management							
17-0019-C	Aon Risk Services Central, Inc.	\$ 876,506	12/31/2017	1.0	\$ -	Provide insurance brokerage services; manage DPSCD insurance coverage, obtain quotes, bind coverage, updating DPSCD on market trends, work with insurers to process claims	6
Subtotal		\$ 876,506			\$ -		
Specialized Student Services							
16-0438-C	CareerStaff Unlimited LLC	\$ 2,532,230	6/30/2017	0.7	\$ 168,362	Provide skilled nursing care to students	
17-0033-C	Therapy Staff LLC	1,695,141	6/30/2017	0.7	78,519	Provide skilled Speech-Language Pathologists, Occupational Therapists, Physical Therapists, Psychologist and Social Workers for DPSCD students.	
16-0439-C	Educational Based Services (EBS)	1,371,222	6/30/2017	0.7	208,782	Provide skilled Speech-Language Pathologists, Occupational Therapists, Physical Therapists, Psychologist and Social Workers for DPSCD students.	
16-0446-C	Deaf Community Advocacy Network	1,010,054	12/31/2017	1.0	26,537	Provide sign language interpreters for deaf and hard of hearing students and staff	
17-0034-C	CareerStaff Unlimited LLC	990,360	6/30/2017	0.7	74,769	Provide skilled Speech-Language Pathologists, Occupational Therapists, Physical Therapists, Psychologist and Social Workers for DPSCD students.	
Subtotal		\$ 7,599,007			\$ 556,969		
Totals		\$ 28,725,959			\$ 4,478,855		

Notes:

- The pricing for this contract is based on a combined percentage of the October and February final student count. A P.O. will be generated after the district receives an invoice from WRESA.
- No invoices have been received for this contract to date.
- No invoices have been received for this contract to date. The value of services rendered to date are estimated at \$250,000.
- Work was only partially completed on this contract due to inclement weather. The contract period will be extended to June 30, 2017 to allow for the works to be completed (no increase to the amount of the contract is required).
- No invoices have been received for this contract to date.
- This contract commences on 1/1/17 and no insurance renewals are due immediately. P.O.s will be issued as policies come up for renewal. In addition a separate P.O. will be generated for the service brokerage fee, payable to AON.