



STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

RICK SNYDER
GOVERNOR

NICK A. KHOURI
STATE TREASURER

DETROIT FINANCIAL REVIEW COMMISSION

SCHOOL DISTRICT RESOLUTION 2016-9

**APPROVING AND ADOPTING THE NOTICE OF REGULAR MEETINGS
OF THE DETROIT FINANCIAL REVIEW COMMISSION FOR 2017**

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 5(7) of the Act provides that the Commission is subject to Public Act 267 of 1976, the Open Meetings Act, and the Commission members, in the interest of promoting transparency in the discharge of its duties, deems the Commission to be a “public body” as that term is used in Section 2(a) of the Open Meetings Act; and

WHEREAS, Section 5(2) of the Open Meetings Act provides that “[f]or regular meetings of a public body, there shall be posted within 10 days after the first meeting of the public body in each calendar or fiscal year a public notice stating the dates, times, and places of its regular meetings”; and

WHEREAS, the Commission wishes to schedule its regular meetings for calendar year 2017 to the dates included in the Notice of Regular Meetings for calendar year 2017, attached as **Exhibit A** to this Resolution.

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

1. That the regular meetings for calendar year 2017 are hereby scheduled to the dates included in the Notice of Regular Meetings for calendar year 2017, attached as **Exhibit A** to this Resolution.
2. That the Notice of Regular Meetings for calendar year 2017, attached as **Exhibit A** to this Resolution, is hereby approved and adopted.
3. That the persons designated in FRC Resolution 2014-2 are hereby directed to post the Notice of Regular Meetings for calendar year 2017 within 3 days pursuant to Section 5(3) of Public Act 267 of 1976, the Open Meetings Act.
4. That the minutes of the Detroit Financial Review Commission meeting at which this Resolution is adopted take notice of the adoption of this Resolution.
5. This Resolution shall have immediate effect.

DETROIT FINANCIAL REVIEW COMMISSION

Cadillac Place ▪ 3062 West Grand Boulevard ▪ Detroit, MI 48202

2017 NOTICE OF REGULAR MEETINGS

Adopted _____, 2016

The **Detroit Financial Review Commission** will hold its regular meetings during the calendar year ending December 31, 2017, on the following dates at the following times at Cadillac Place, 3062 West Grand Boulevard, Detroit, MI 48202:

Date	Cadillac Place Room	City Meeting Time	School District Meeting Time
Friday, January 13, 2017	Suite L-150 (Lobby Floor)	1:00 p.m.	No earlier than 2:00 p.m.
Friday, February 17, 2017	Suite L-150 (Lobby Floor)	1:00 p.m.	No earlier than 2:00 p.m.
Friday, March 24, 2017	Suite L-150 (Lobby Floor)	1:00 p.m.	No earlier than 2:00 p.m.
Friday, April 21, 2017	Suite L-150 (Lobby Floor)	1:00 p.m.	No earlier than 2:00 p.m.
Friday, May 19, 2017	Suite L-150 (Lobby Floor)	1:00 p.m.	No earlier than 2:00 p.m.
Friday, June 16, 2017	Suite L-150 (Lobby Floor)	1:00 p.m.	No earlier than 2:00 p.m.
Friday, July 14, 2017	Suite L-150 (Lobby Floor)	1:00 p.m.	No earlier than 2:00 p.m.
Friday, August 18, 2017	Suite L-150 (Lobby Floor)	1:00 p.m.	No earlier than 2:00 p.m.
Friday, September 15, 2017	Suite L-150 (Lobby Floor)	1:00 p.m.	No earlier than 2:00 p.m.
Friday, October 13, 2017	Suite L-150 (Lobby Floor)	1:00 p.m.	No earlier than 2:00 p.m.
Friday, November 17, 2017	Suite L-150 (Lobby Floor)	1:00 p.m.	No earlier than 2:00 p.m.
Friday, December 15, 2017	Suite L-150 (Lobby Floor)	1:00 p.m.	No earlier than 2:00 p.m.

The meeting is open to the public and this notice is provided under the Open Meetings Act, 1976 PA 267, MCL 15.261 to 15.275.

The meeting location is barrier-free and accessible to individuals with special needs. Individuals needing special accommodations or assistance to attend or address the Detroit Financial Review Commission should contact Beverly Greaves at (313) 456-4796 prior to the meeting to assure compliance with Subtitle A of Title II of the Americans with Disabilities Act of 1990, Public Law 101-336, 42 USC 12131 to 12134.

A copy of the proposed minutes of the meeting will be available for public inspection at the principal office of the Commission within 8 business days. A copy of the approved minutes of the meeting, including any corrections, will be available for public inspection at the principal office of the Commission within 5 business days after approval by the Commission.

The Commission may hold special meetings, in addition to the regular meetings above. Special meetings are also open to the public and separate notice will be posted in advance of special meetings.

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DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT

Academic Update

August 2016

DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT

Academic Advisory Council Phase I

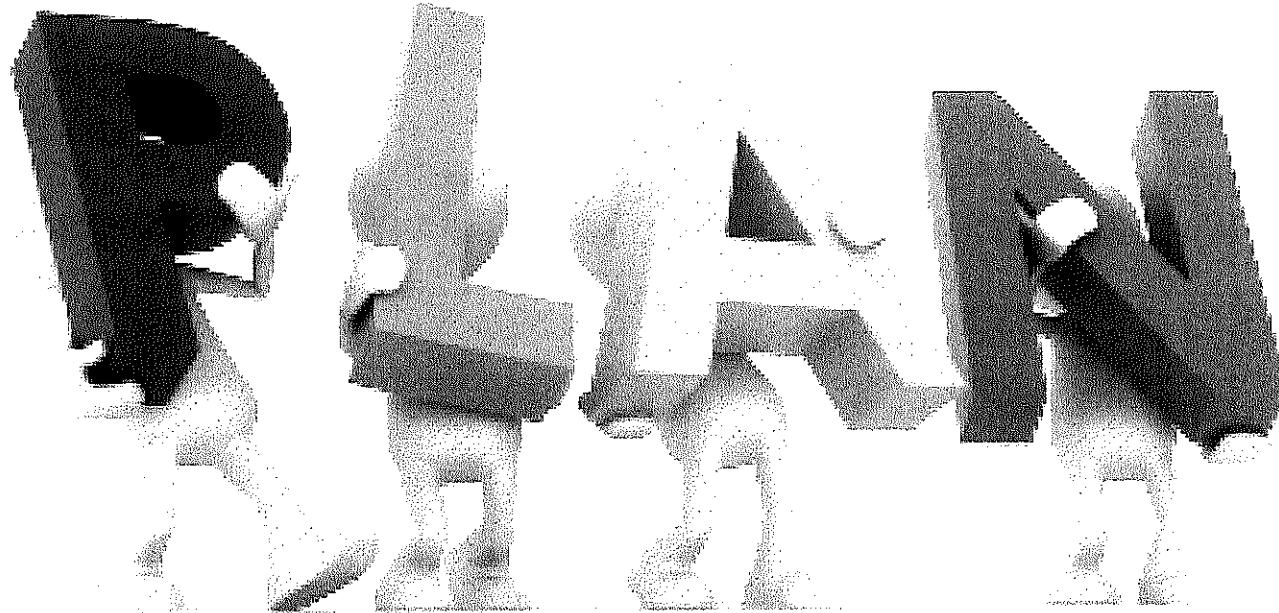
- **15 Committees**
- **Good, Better, Best Recommendations**
 - **Research**
 - **Best Practices**



Academic Advisory Council Phase II

DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT

ACADEMIC



5 Pillars

PILLARS

Literacy

Career Pathways

Innovation

Family/Community

**Wrap Around
Services**

MISSION

In partnership with parents and our community, DPSCD exists to provide a comprehensive educational experience that is high quality, challenging, and inspires all students to make a positive contribution to society.

Literacy

Curriculum & Instruction

Career Pathways

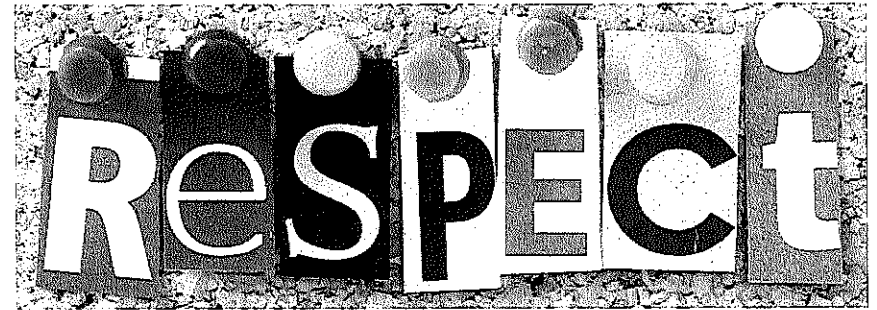
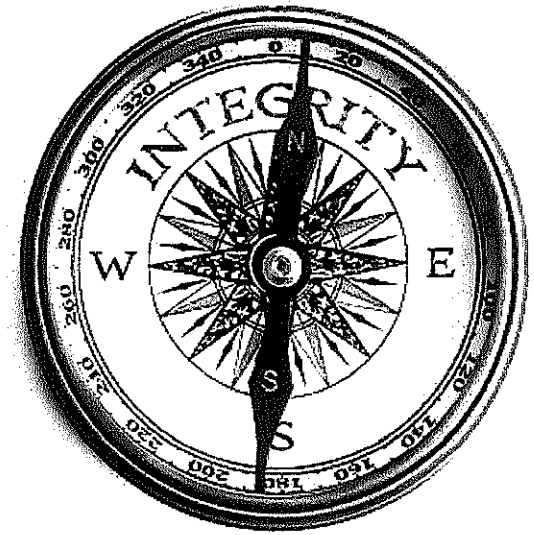
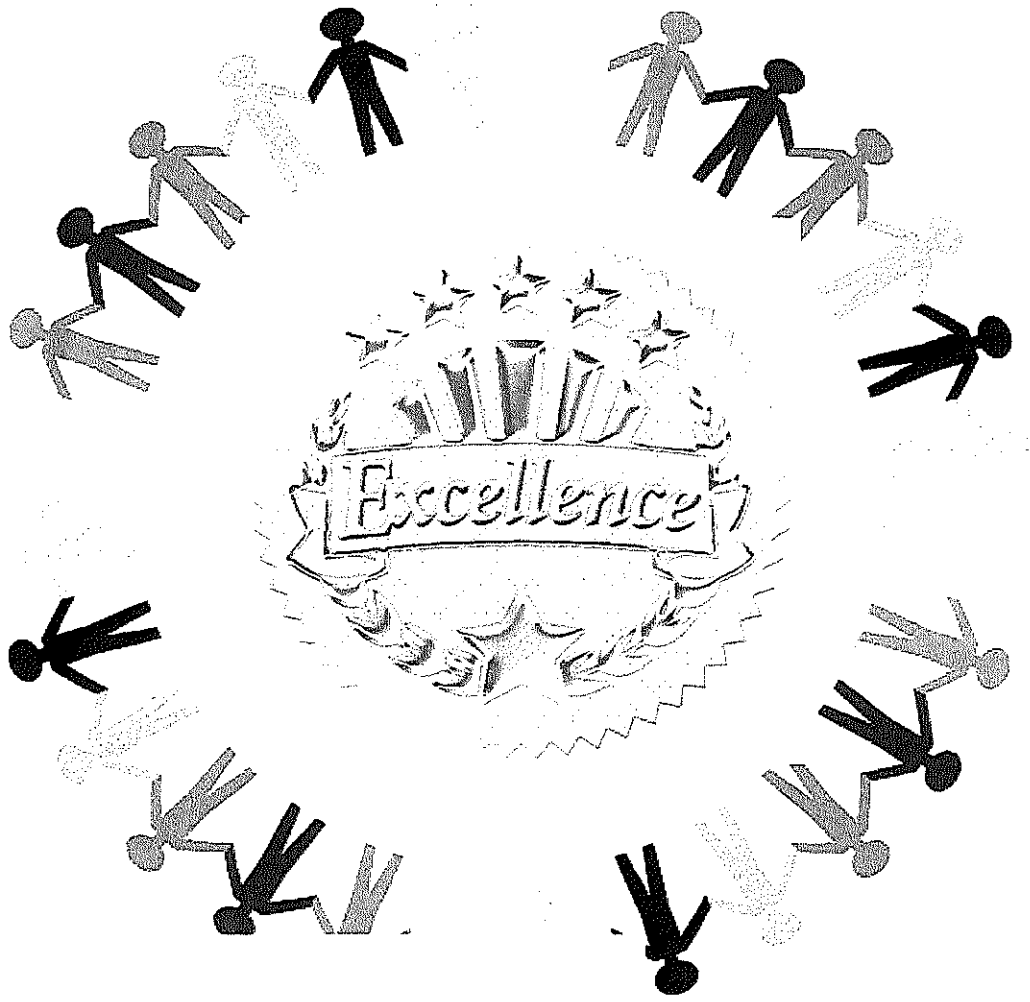
Career Technical Education, Blended Learning, Arts

Innovation

21st Century Skills, Technology, Professional Learning

DPSCD FOUNDATIONS

Positive Mindset

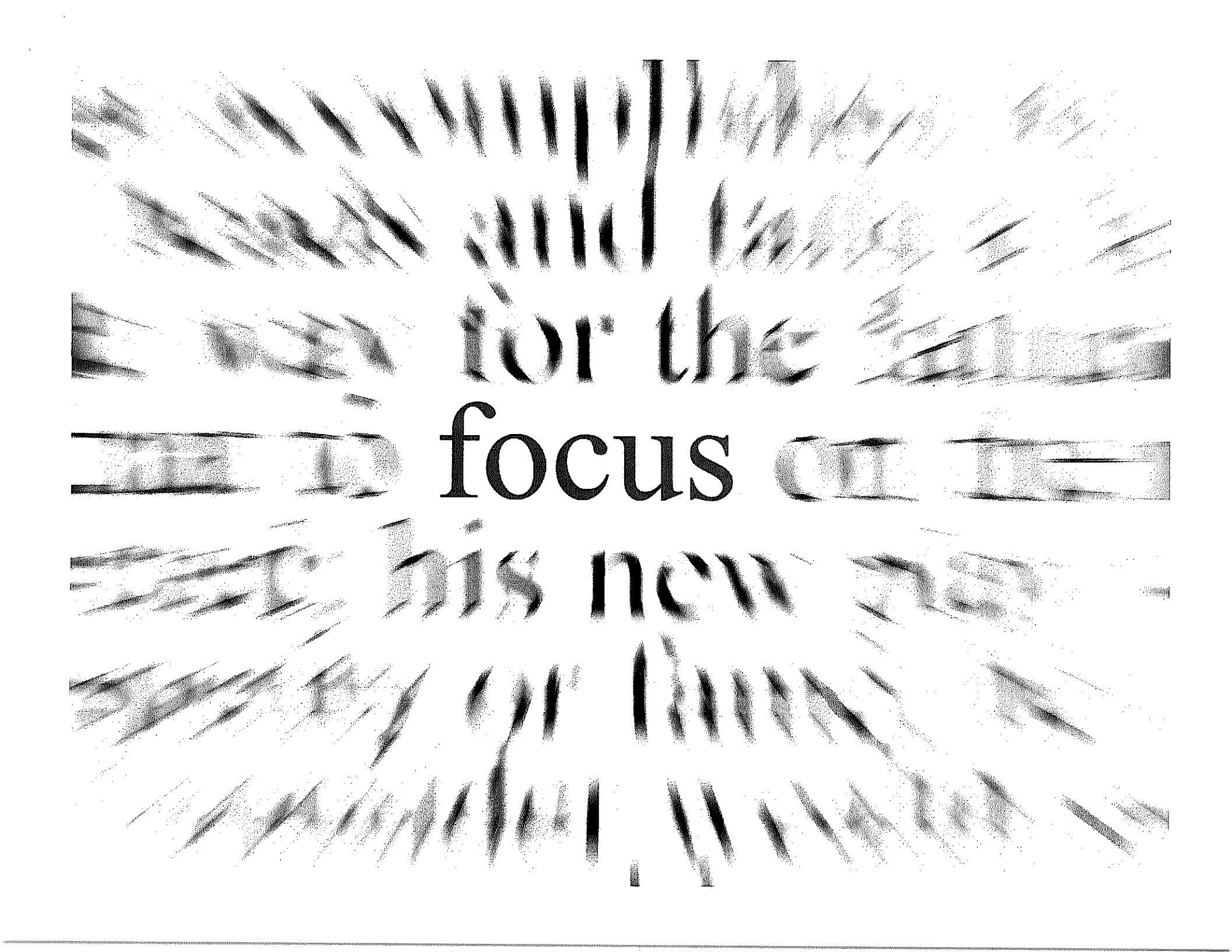


DPSCD Foundations

DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT

FAST FACTS

- 93 Buildings
- 97 Schools
- Total Enrollment (w/Adult Ed): **46,931**
- PK Students: 3,302
- Staff: 6,361
- Instructional Staff: 2,932
- 68% of DPSCD students qualify for FRL



for the

focus

his new

A-F

A

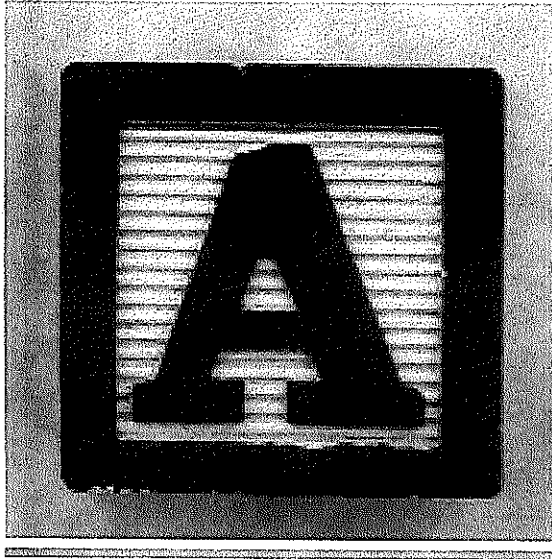
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C

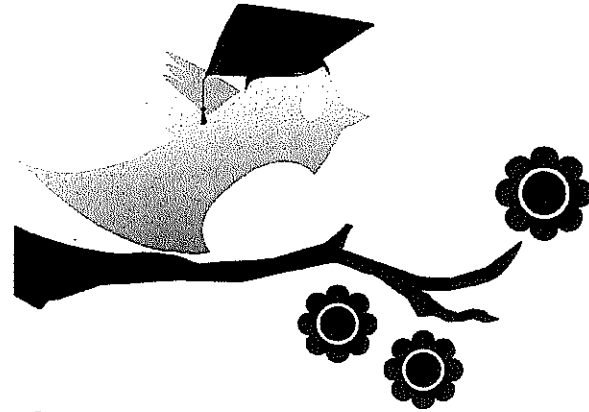
D

E

F



Academic Progress



- Understanding the work
Central Office, Network, Principal, Teacher, Family
- Unpacking the standards, not a textbook
- Unending feedback loop focused on improvement

DPSCD NWEA MAP District 3 Year Trend

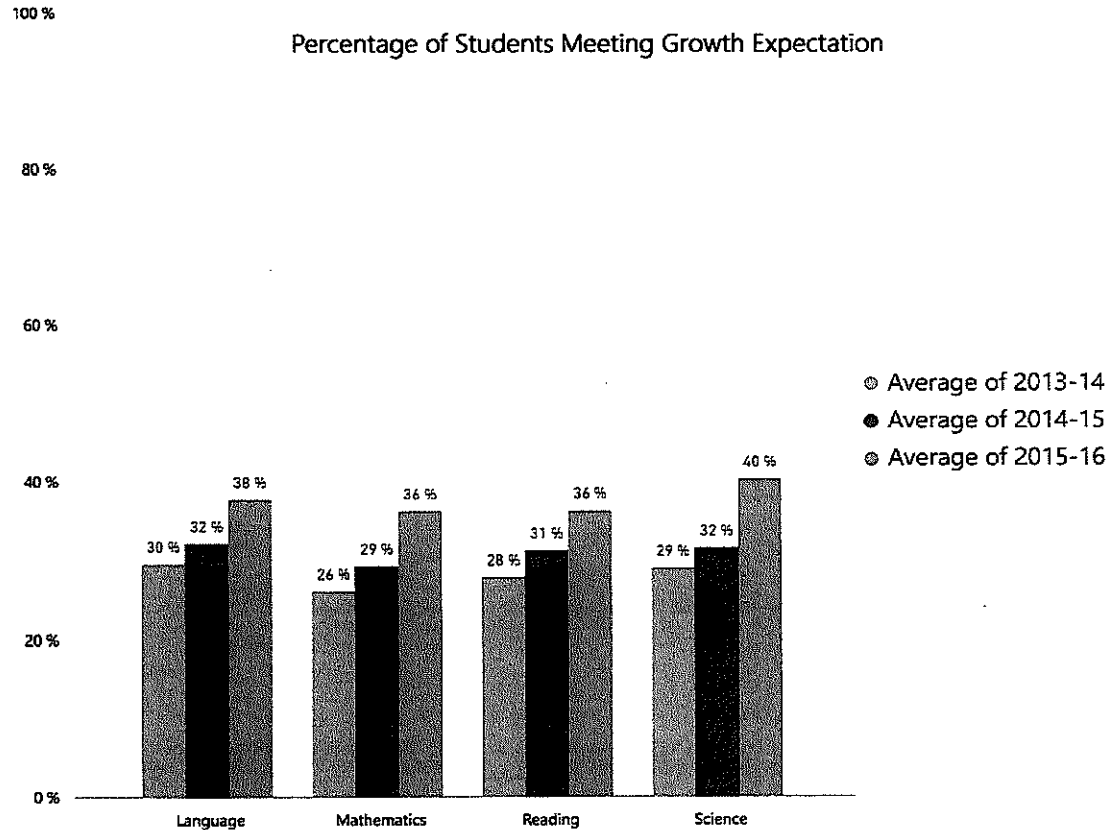
- Network 2: Turnaround Schools
- Network 3: High Schools
- Network 4: East
- Network 5: West
- Network 6: Southwest

School

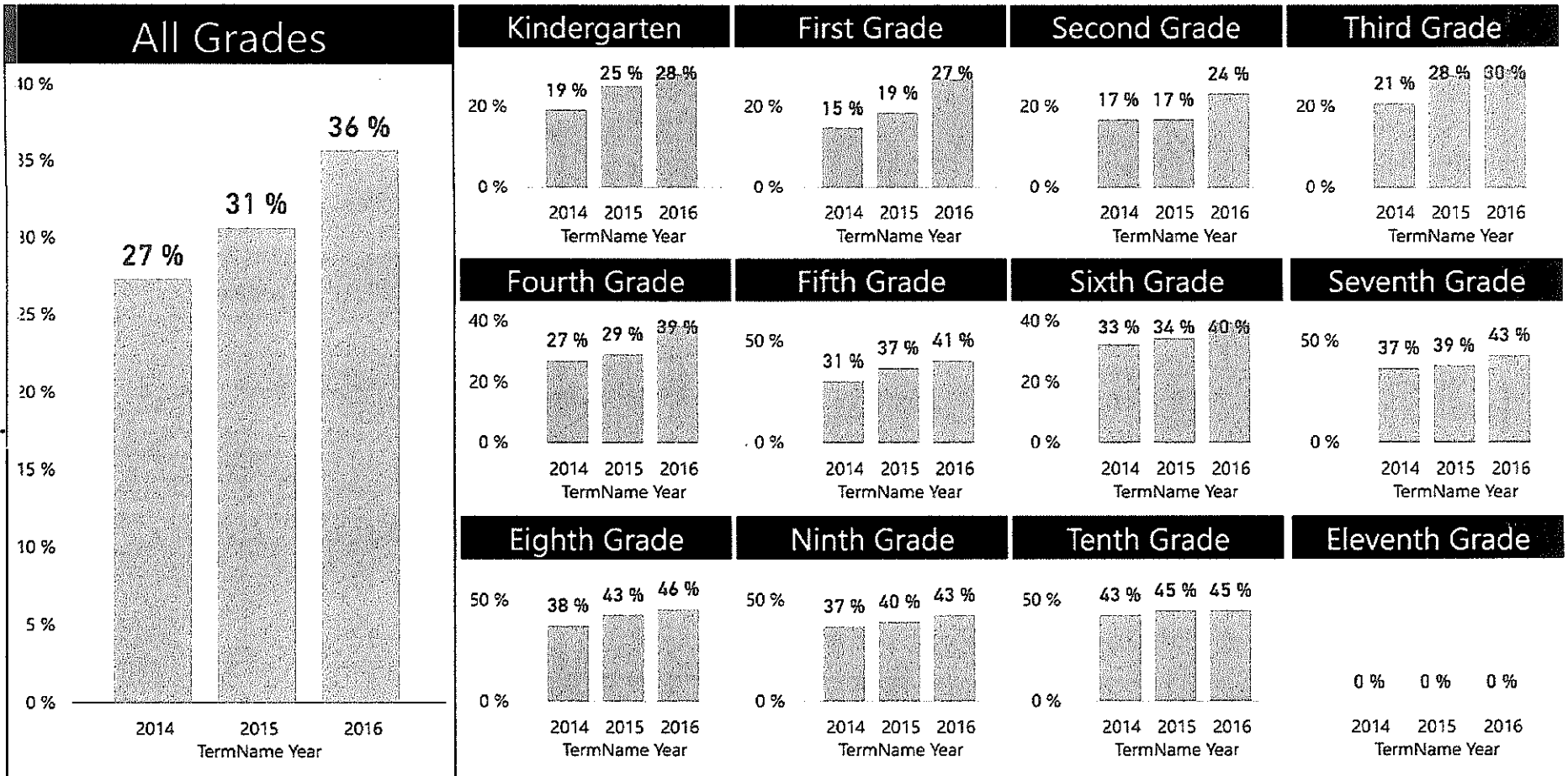
- Select All
- A. Philip Randolph Technical High School
- Academy of The Americas
- Ann Arbor Trail Magnet School
- Bagley Elementary School
- Bates Academy
- Benjamin Carson School for Science and Medicine
- Bennett Elementary School
- Blackwell Institute
- Bow Elementary-Middle School
- Brewer Elementary-Middle School
- Brown, Ronald Academy
- Bunche Elementary-Middle School
- Burton International School
- Carleton Elementary School
- Carstens Elementary-Middle School
- Carver Elementary-Middle School
- Cass Technical High School
- Chrysler Elementary School
- Clark, J.E. Preparatory Academy
- Clemente, Roberto Academy
- Clippert Academy
- Cody - Detroit Institute of Technology at Cody
- Cody - Medicine and Community Health Academy at Cody
- Cody Academy of Public Leadership
- Communication and Media Arts HS

NWEA MAP - Fall to Spring

Percentage of Students Meeting Growth Expectation



DPSCD NWEA MAP 3 Year Trends by Grade Level



B



culture

To what extent do you feel supported by your principal?

My child is safe at school.

School leaders communicate a clear vision for this school. My school has high expectations for all students.

I am safe in my classes.

The school contacts me about my child's achievements and successes.

Teachers in my school trust each other.

My child is learning what he or she needs to know to succeed in later grades.

Discipline in my school is fair.

My teachers inspire me to learn.

My child's teachers give helpful comments on classwork and tests.

I have sufficient materials to teach my classes.

I feel welcome in my child's school.

e.g.

- PBIS
- Restorative Practices
- Alternatives to Suspension
- Strong building level policy communicated and enforced
- Leadership visible in building
- Leadership models expected behavior
- Survey/Feedback results provide evidence of a strong, positive school wide culture



"Failure is an opportunity to grow"

GROWTH MINDSET

"I can learn to do anything I want"

"Challenges help me to grow"

"My effort and attitude determine my abilities"

"Feedback is constructive"

"I am inspired by the success of others"

"I like to try new things"

"Failure is the limit of my abilities"

FIXED MINDSET

"I'm either good at it or I'm not"

"My abilities are unchanging"

"I don't like to be challenged"

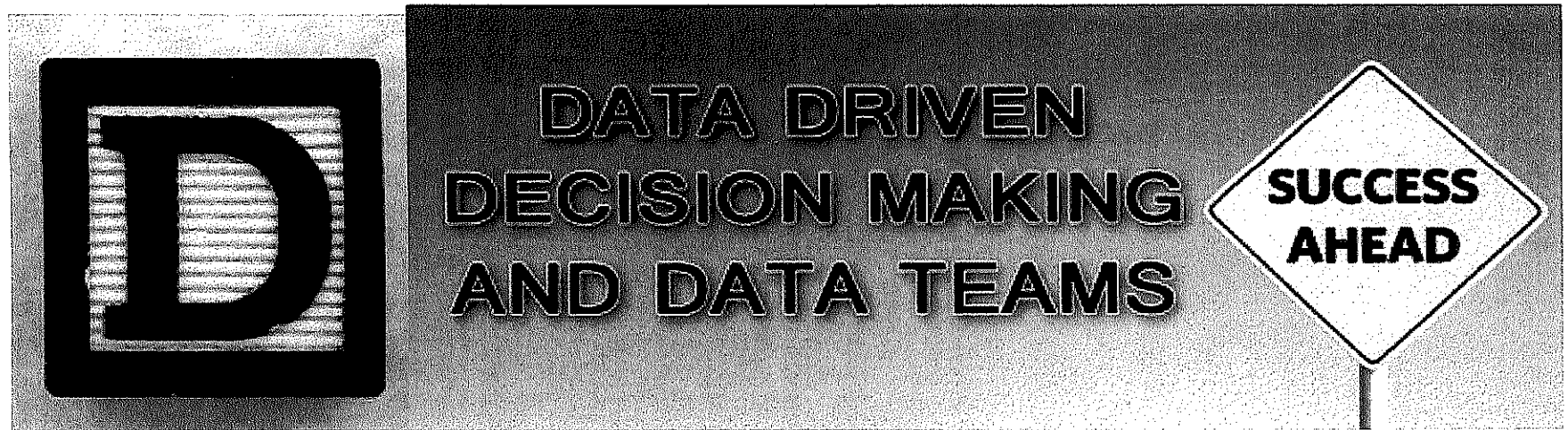
"I can either do it, or I can't"

"My potential is predetermined"

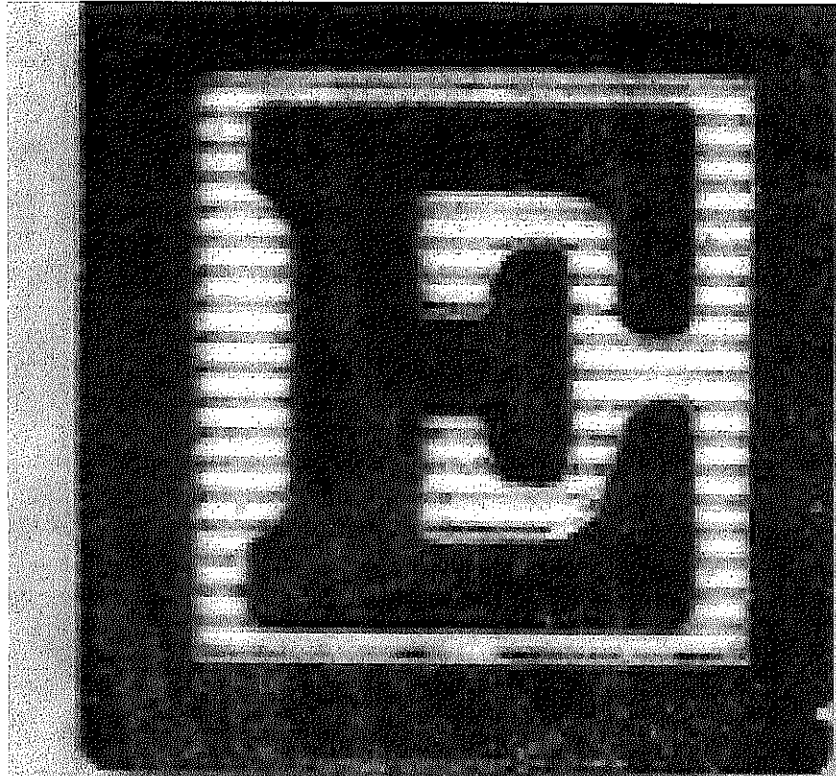
"When I'm frustrated, I give up"

"Feedback and criticism are personal"

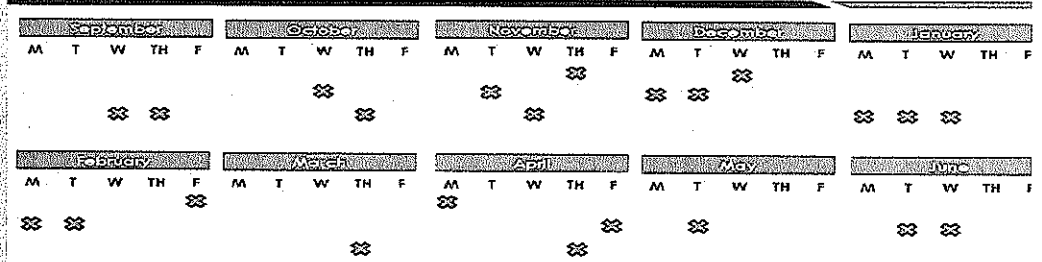
"I stick to what I know"



New Data Dashboard in process
(BETA)

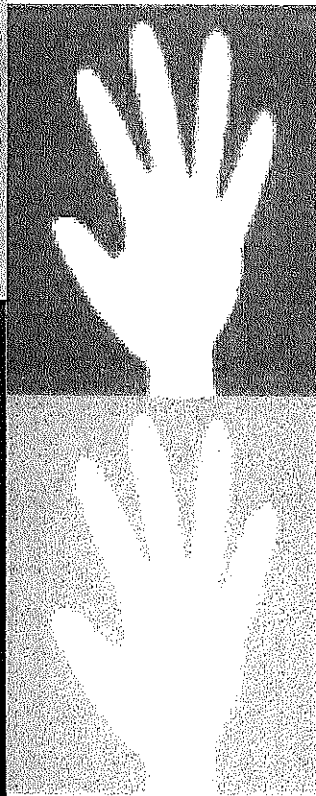


Why We May Not Notice Chronic Absence



Absences Add Up

Chronic Absence = 18 days of absence = 2 days a month



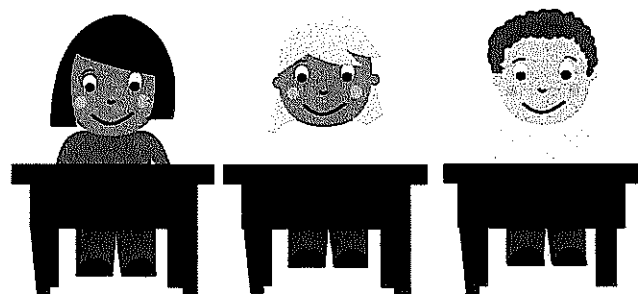
Every
Student
Every
Day

2 absences per month = less likely to graduate

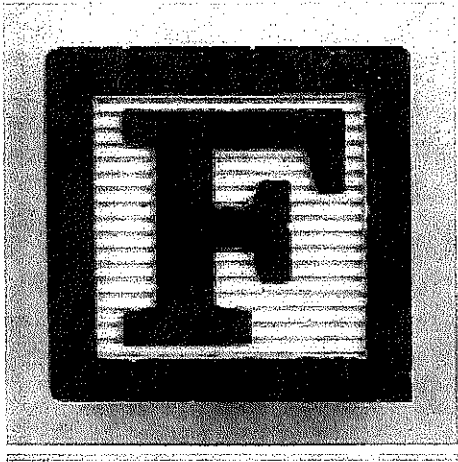


AbsencesAddUp.org

ATTENDANCE AWARENESS MONTH



SEPTEMBER
2016



First day of School



Let's do this!



What **BOOK** are you reading right now?



DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT

33,000 BACKPACKS.

82 Detroit Public Schools.
Every student grades K-8.

LEARN MORE.

DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT

**Academic Calendar
2016-2017**

September 6, 2016	First Day of School
September 12, 2016	IMPACT (formerly Second Chance) Program Begins
September 26, 2016	Pre K Begins
October 5, 2016.....	Count Day
November 8, 2016 (Election Day).....	Professional Development, No Students
November 9, 2016.....	Parent-Teacher Conferences High School ONLY*
November 11, 2016.....	Quarter 1 Ends
November 16, 2016.....	Parent-Teacher Conferences Elementary, Middle, and K-8 ONLY**
November 18, 2016.....	Quarter 1 Report Card Day
November 23-25, 2016.....	Thanksgiving Break, No School
December 26, 2016-January 6, 2017	Winter Break, No School
January 16, 2017	Martin Luther King, Jr. Day, No School
January 26-27, 2017	High School Exams
January 27, 2017	Quarter 2/Semester 1 Ends
February 3, 2017	Semester 1 Report Card Day
February 8, 2017	Count Day
February 17 & 20, 2017	Mid-Winter Break, No School
April 5, 2017	Parent-Teacher Conferences High School ONLY
April 11 & 12, 2017.....	High School Testing Days
April 12, 2017	Parent-Teacher Conferences Elementary, Middle, and K-8 ONLY
April 13, 2017	Quarter 3 Ends
April 14-21, 2017	Spring Break, No School
April 28, 2017	Quarter 3 Report Card Day
May 29, 2017.....	Memorial Day, No School
June 19-20, 2017	High School Exams (1/2 day for students; HS ONLY)
June 19, 2017	Elementary, Middle, and K-8 Promotion Ceremonies
June 20, 2017	Elementary, Middle, and K-8 Field Day
June 20, 2017	Quarter 4/Semester 2 Ends
June 20, 2017	Last Day for Students
June 21, 2017	Last Day for Teachers

*Parent-Teacher Conferences for High Schools. Students will be released 2 hours early. Conference will be 4 hours in length. Please contact your child's school for exact times.

** Parent-Teacher Conferences for Elementary, Middle, and K-8 Schools. Students will be released 1 hour earlier than their regularly scheduled early dismissal. Conference will be 4 hours in length. Please contact your child's school for exact times.

Detroit Public Schools Community District

Discussion Document - Financial Review Commission

August 29, 2016

Table of contents

1	Operational update
2	Financial update
3	Requests for consideration and approval

Operational update

DPS

- FY 2016 audit report
 - Plante Moran retained as new auditor for FY16 audit in June 2016 (Rehmann was the previous auditor)
 - Testing is underway and weekly status meetings are currently held with DPS. Plante Moran will be back on site in early September 2016
 - FY16 audit report due October 31, 2016
- MPERS agreed-upon procedures through June 30, 2016
 - EY engaged in late June 2016 to perform agreed-upon procedures relating to the payment of pension contributions to MPERS by DPS during FY15 and FY16
 - Procedures largely completed. Agreed-Upon Procedures Report to be issued in next couple weeks

DPSCD

- MPERS agreed-upon procedures from July 1, 2016
 - Rehmann to be engaged to perform agreed-upon procedures relating to the payment of pension contributions to MPERS by DPSCD from July 1, 2016

School readiness plan

School start date
9/6

Month	June	July	August	September	October onwards
PMO <ul style="list-style-type: none"> ▪ Weekly school readiness meetings held across all departments 	[Bar spanning June, July, August, and the first half of September]				
Human Resources <ul style="list-style-type: none"> ▪ Recruiting / hiring / placement ▪ Collective bargaining negotiations 	[Bar spanning June, July, August, and the first half of September]				
Operations <ul style="list-style-type: none"> ▪ Facilities preparedness and improvements ▪ Transportation preparedness / routing ▪ Enrollment campaign / learning / back-to-school readiness campaign and events (reading challenge, S.T.E.A.M.y Summer) 	[Bar spanning June, July, August, and the first half of September]				
Academics <ul style="list-style-type: none"> ▪ Presentations / prep meetings with Principals ▪ Academic Plan development ▪ Substitute teacher contingency plan ▪ New teacher training / substitute teach training / PLCs 			[Bar spanning the second half of August and the first half of September]		

-
- 1 Operational update
 - 2 Financial update
 - 3 Requests for consideration and approval

DPSCD summary statement of revenues, expenditures and changes in fund balances

	Prior Year (DPS)			Current Year (DPSCD)			Prior Year VS Current Year Increase/ (Decrease)	PY YTD % Vs CY YTD % Increase/ (Decrease)
	(Unaudited) 6/30/2016	YTD Actual 7/31/2015	YTD as % of Final	Adopted Budget	YTD Actual 7/31/2016	% of Budget		
Revenues								
Local sources	\$ 60,755,863	\$ 5,968,773	9.82%	\$ 8,995,964	\$ 45	0.00%	\$ (5,968,728)	(9.82%)
State sources	428,199,395	30,477,674	7.12%	445,820,225	31,323,602	7.03%	845,928	(0.09%)
Federal sources	156,996,627	8,804,724	5.61%	141,820,618	3,220,027	2.27%	(5,584,697)	(3.34%)
Interdistrict sources	37,245,159	-	0.00%	41,756,504	-	0.00%	-	0.00%
Other sources	881,050	-	0.00%	33,256,058	25,000,000	75.17%	25,000,000	75.17%
Total revenues	684,078,094	45,251,171	6.61%	671,649,369	59,543,674	8.87%	14,292,503	2.25%
Expenditures								
Instruction	310,767,477	9,882,258	3.18%	332,136,275	5,228,976	1.57%	(4,653,282)	(1.61%)
Support services	304,270,849	20,883,357	6.86%	317,373,099	17,520,074	5.52%	(3,363,283)	(1.34%)
Community service	4,805,354	33,647	0.70%	4,189,662	24,085	0.57%	(9,562)	(0.13%)
Facilities acquisitions and improvement	-	-	0.00%	606,809	-	0.00%	-	0.00%
Debt service	56,938,386	4,416,841	7.76%	-	-	0.00%	(4,416,841)	(7.76%)
Other uses	-	-	0.00%	-	-	0.00%	-	0.00%
Total expenditures	676,782,066	35,216,103	5.20%	654,305,845	22,773,135	3.48%	(12,442,968)	(1.72%)
Revenues over (under) expenditures	7,296,028	10,035,068	137.54%	17,343,525	36,770,539	212.01%	26,735,471	74.47%
Fund balances (deficit), beginning of year	(215,931,917)							
Fund balances (deficit), end of year	\$ (208,635,889)							

DPSCD detail statement of expenditures by object level

	Prior Year			Current Year			Prior Year VS Current Year Increase/ (Decrease)	PY YTD % Vs CY YTD % Increase/ (Decrease)
	(Unaudited) 6/30/2016	YTD Actual 7/31/2015	YTD as % of Final	Adopted Budget	YTD Actual 7/31/2016	% of Budget		
OBJECT LEVEL EXPENDITURES								
Personnel	\$ 289,301,748	\$ 12,650,423	4.37%	\$ 286,037,993	\$ 6,994,360	2.45%	\$ (5,656,062)	(1.93%)
Benefits	159,450,997	6,918,167	4.34%	175,863,737	4,949,033	2.81%	(1,969,135)	(1.52%)
Purchased Services	129,428,307	8,522,503	6.58%	145,820,941	8,596,642	5.90%	74,139	(0.69%)
Supplies & Textbooks	13,524,301	88,656	0.66%	14,749,006	-	0.00%	(88,656)	(0.66%)
Equipment & Capital	620,220	-	0.00%	7,789,263	-	0.00%	-	0.00%
Utilities	18,730,244	2,417,000	12.90%	16,300,544	2,233,100	13.70%	(183,900)	0.80%
Other	65,726,247	4,619,354	7.03%	7,744,361	-	0.00%	(4,619,354)	(7.03%)
TOTAL EXPENDITURES	\$ 676,782,064	\$ 35,216,103	5.20%	\$ 654,305,845	\$ 22,773,135	3.48%	\$ (12,442,966)	(1.72%)

Accounts payable aging summary

Current	Number of Days Past Due				Total
	1 - 30	31 - 60	61 - 90	Over 90	
\$ 61,612	\$ -	\$ -	\$ -	\$ -	\$ 61,612

The accounts payable aging summary includes all DPSCD invoices received as at August 11, 2016. Vendors are on 90 day payment terms, hence all amounts are current. Note that a number of invoices relating to goods and services provided in July 2016 have not yet been received. In this regard, AP of \$10.8m has been accrued in the general ledger reflecting DPSCD’s best estimates of significant expenditures incurred during July 2016 for utilities, transportation and IT / professional services. This AP amount is reflected in the July 2016 financials provided to the FRC.

Key assumptions for DPSCD FY17 cash flow forecast

1. The monthly cash forecast presented herein is based upon the FY2017 Adopted Budget for DPSCD as approved by the FRC. Sources and uses of cash are preliminary estimates and subject to change as new information is presented.
2. Cash activity represents the estimated sources and uses of DPSCD operations. While new bank accounts have been created and cash activity for DPSCD is tracked separately, there may likely be some due to/from activity that could occur during the transition period, which the management team will actively track and reconcile.
3. Operating property tax receipts will be intercepted (i.e. 18 non-homestead mills) and diverted to the qualifying district ("DPS") to service legacy liabilities in accordance with legislation and tax intercept terms
4. Capital property tax receipts assumed to be diverted directly to the bond redemption fund and are therefore excluded from cash flow presented herein
5. \$25 million of emergency loan proceeds was transferred to DPSCD during July 2016 in accordance with emergency loan documents
6. Ordinary course pension contributions resumed in July 2016 and relate to eligible payroll of DPSCD employees. No specific amounts are included for past due amounts or accrued payroll relating to pay periods before July 1, 2016.

DPSCD FY17 monthly cash flow forecast

\$ in thousands

	2016						2017						FY 17 Total
	July Actuals	August Forecast	September Forecast	October Forecast	November Forecast	December Forecast	January Forecast	February Forecast	March Forecast	April Forecast	May Forecast	June Forecast	
Cash Receipts													
State Aid	\$ -	\$ -	\$ -	\$ 28,777	\$ 28,777	\$ 28,777	\$ 28,777	\$ 28,777	\$ 28,777	\$ 28,777	\$ 28,777	\$ 28,777	\$ 258,994
Additional State Aid	-	-	-	6,545	6,545	6,545	6,545	6,545	6,545	6,545	6,545	6,545	58,909
MPSEERS (State Funded)	-	-	-	3,066	3,066	3,066	3,066	3,066	3,066	3,066	3,066	3,066	27,593
Grants	-	-	13,900	10,700	10,000	30,970	12,470	12,470	17,705	12,470	12,470	13,470	146,625
Transfer from DPS	25,000	15,269	-	-	-	-	-	-	-	-	-	-	40,269
WCRESA	15,000	-	1,738	1,738	1,738	1,738	1,738	1,738	1,738	1,738	1,738	1,738	32,383
Food Service Reimbursement	-	3,000	1,500	3,039	3,039	3,039	4,559	3,039	3,039	3,039	3,039	3,039	33,375
Capital Asset Sales	-	-	-	-	-	-	-	-	-	-	-	6,000	6,000
Miscellaneous	25	126	1,163	1,350	1,150	2,150	2,150	2,150	2,150	2,150	1,687	1,150	17,401
Total Cash Receipts	40,025	18,396	18,301	55,216	54,316	76,286	59,306	57,786	63,021	57,786	57,324	63,786	621,550
Cash Disbursements													
MPSEERS (Pass through)	\$ -	\$ -	\$ -	\$ -	\$ (3,066)	\$ (3,066)	\$ (3,066)	\$ (3,066)	\$ (3,066)	\$ (3,066)	\$ (3,066)	\$ (3,066)	\$ (24,527)
Payroll Direct Deposit	(2,396)	(3,971)	(15,562)	(13,830)	(13,830)	(13,830)	(13,830)	(13,830)	(20,745)	(13,830)	(13,830)	(13,830)	(153,314)
Taxes	(27)	(2,040)	(3,459)	(5,532)	(5,532)	(8,298)	(5,532)	(5,532)	(5,532)	(5,532)	(5,532)	(8,298)	(60,846)
FICA	-	(216)	(972)	(1,636)	(1,636)	(2,453)	(1,636)	(1,636)	(1,636)	(1,636)	(1,636)	(2,453)	(17,543)
Accounts Payable	(1)	(3,500)	(5,984)	(7,500)	(13,500)	(15,500)	(14,000)	(14,000)	(15,500)	(14,000)	(14,000)	(15,500)	(132,984)
Pension (employee portion)	(36)	(428)	(542)	(1,724)	(1,875)	(2,813)	(1,875)	(1,875)	(1,875)	(1,875)	(1,875)	(2,813)	(19,609)
Pension (employer portion)	-	(1,700)	(1,634)	(5,284)	(5,823)	(8,735)	(5,823)	(5,823)	(5,823)	(5,823)	(5,823)	(8,735)	(61,024)
Health	(28)	(7,153)	(3,532)	(4,153)	(4,153)	(4,272)	(4,153)	(4,960)	(5,126)	(4,984)	(4,984)	(5,126)	(52,623)
Fringe Benefits	-	(67)	(620)	(575)	(575)	(658)	(575)	(575)	(779)	(575)	(575)	(658)	(6,231)
Food Service	-	(380)	(2,310)	(2,310)	(2,310)	(3,465)	(2,310)	(2,310)	(2,310)	(2,310)	(2,310)	(3,465)	(25,790)
Reinvestment	-	(3,683)	(2,367)	(183)	(183)	(183)	(183)	(183)	(183)	(183)	(183)	(183)	(7,700)
Other	(0)	(0)	-	(150)	(150)	(1,000)	(1,000)	(1,000)	(1,000)	(1,000)	(537)	(150)	(5,988)
Total Cash Disbursements	(2,488)	(23,139)	(36,981)	(42,877)	(52,633)	(64,273)	(53,983)	(54,790)	(63,575)	(54,814)	(54,351)	(64,277)	(568,181)
Beginning Cash Balance	-	37,537	32,794	14,114	26,453	28,136	40,150	45,473	48,469	47,914	50,887	53,859	-
Net Cash Flow	37,537	(4,744)	(18,680)	12,339	1,683	12,014	5,323	2,996	(554)	2,972	2,972	(491)	53,368
Ending Cash Balance	\$ 37,537	\$ 32,794	\$ 14,114	\$ 26,453	\$ 28,136	\$ 40,150	\$ 45,473	\$ 48,469	\$ 47,914	\$ 50,887	\$ 53,859	\$ 53,368	\$ 53,368

The cash flows above are net of DPS bank account activity and thus show solely payments and receipts related to DPSCD; Forecast includes actuals through August 19, 2016

-
- 1 Operational update
 - 2 Financial update
 - 3 Requests for consideration and approval

a Budget Amendment Request

b Contract Requests

c Out of State Travel Requests

DPSCD FY 2017 Budget Amendment No. 1 Requests

	FY 2017 Adopted Budget	FY 2017 Budget Amendment No. 1	Increase / (Decrease)	Note
Revenue:				
Local sources				
Special education millage	\$ 38,826,853	\$ 38,826,853	\$ -	
Other	11,925,615	12,228,981	303,366	1
Total local sources	50,752,468	51,055,834	303,366	
State sources	445,820,225	445,820,225	-	
Federal sources	141,820,618	142,198,114	377,496	2
Total Revenue	638,393,311	639,074,173	680,862	
Expenditures:				
Instruction	332,136,275	334,818,296	2,682,021	3
Support services				
Pupil services	61,098,044	60,851,685	(246,359)	4
Instructional staff support	55,406,594	53,634,411	(1,772,183)	5
General administration	3,177,970	3,836,974	659,004	6
School administration	38,695,133	38,454,265	(240,868)	7
Business office	9,992,727	9,481,223	(511,504)	8
Operations & maintenance	84,826,740	84,854,606	27,866	
Transportation	35,049,312	35,031,312	(18,000)	
Central support service	28,356,986	28,331,821	(25,165)	
Other support service	769,593	842,576	72,983	9
Total support services	317,373,099	315,318,873	(2,054,226)	
Community service	4,189,662	4,242,729	53,067	
Facilities acquisitions and improvement	606,809	606,809	-	
Total Expenditures	654,305,845	654,986,707	680,862	
Total Other Financial Sources (Uses)	33,256,058	33,256,058	-	
Excess of Revenue over Expenditures	17,343,524	17,343,524	-	
Beginning Fund Balance	-	-		
Ending Fund Balance	\$ 17,343,524	\$ 17,343,524		

Notes to DPSCD FY17 key budget amendments

Note	Function	Type	Brief Description	Budget Amendment No. 1
1	Other local sources	UAW Grant	Reallocate UAW grants from DPS to DPSCD (Fine Arts Grant and Cass Scholarship)	\$ 219,015
		Private Donations	DPSCD received a number of private donations	84,351
				303,366
2	Federal sources	Title IA	Increase Title IA allocation increase	403,194
		COPS Grant	Decrease FY 2017 COPS Grant allocation	(25,699)
				377,495
3	Instruction	Reallocation	Reallocate Section 31A Budget from Instructional staff support to fund Reading Recovery Teachers	1,928,642
		Reallocation	DSFP recommended changing the function codes of selected account strings for compliance reasons	633,522
		Budget increases	Various budget increases	119,855
				2,682,020
4	Pupil services	Reallocation	DSFP recommended changing the function codes of selected account strings for compliance reasons	(246,360)
5	Instructional Staff Support	Reallocation	Reallocate Section 31A Budget to Instruction to fund Reading Recovery Teachers	(1,928,642)
		Budget increases	Various budget increases	156,459
				(1,772,183)
6	General administration	Reallocation	The budget for the Office of the Inspector General was moved from Business Services	509,504
		Budget increases	The Office of Inspector General upgraded a derical position within their office	12,000
		Budget increases	Various budget increases	137,500
				659,004
7	School administration	Reallocation	DSFP recommended changing the function codes of selected account strings for compliance reasons	(240,869)
8	Business office	Reallocation	The budget for the Office of the Inspector General was moved to General Administration	(509,504)
		Budget decreases	Various budget decreases	(2,000)
				(511,504)
9	Other support service	Grant allocation	Increase to Office of Fine Arts budget due to the carrying forward of the UAW Fine Arts Grant	72,983

Summary of new budgeted revenue and expenditures

The following amendments represent new budgeted revenue and the corresponding increases in expenditures where this new revenue will be spent. In each case, the new expenditures are funded entirely by new revenue, therefore the net impact of these amendments is zero.

Expense Function	Revenue Category				Total
	Other local sources (UAW Grants)	Other local sources (Private Donations)	Federal sources (Title IA allocation)	Federal sources (COPS allocation)	
Note	1	2	3	4	
Instruction	\$ 8,531	\$ 30,501	\$ 350,125	\$ -	\$ 389,157
General Administration	137,500	-	-	-	137,500
Operations & Maintenance	-	53,851	-	(25,699)	28,152
Other Support Services	72,983	-	-	-	72,983
Community Service	-	-	53,069	-	53,069
TOTAL	\$ 219,015	\$ 84,351	\$ 403,194	\$ (25,699)	\$ 680,861

Expense Object	Revenue Category				Total
	Other local sources (UAW Grants)	Other local sources (Private Donations)	Federal sources (Title IA allocation)	Federal sources (COPS allocation)	
Note	1	2	3	4	
Salaries	\$ -	\$ -	\$ -	\$ (28,306)	\$ (28,306)
Benefits	-	-	-	2,608	2,608
Purchased Services	142,159	3,000	403,194	-	548,353
Supplies	76,856	81,352	-	-	158,207
TOTAL	\$ 219,015	\$ 84,352	\$ 403,194	\$ (25,699)	\$ 680,861

Notes

1. Remaining funds for the UAW grants (Fine Arts Grant and Cass Scholarships) moved from DPS to DPSCD
2. DPSCD received three private donations (AAA Driver Training Scholarship, DTE Energy Efficiency, Project Lead the Way)
3. DPSCD FY 2017 Title IA allocation increased
4. DPSCD FY 2017 COPS Grant allocation declined

Summary of budget reallocations across expense functions

The following amendments represent shifting of costs between functions. In each case, the reallocation nets to zero and therefore total expenditures neither increase or decrease as a result of these amendments.

Expense Category	Budget Realignment								Total
	Inspector General Non-Personnel	Inspector General Realignment	Special Education Realignment	State and Federal Programs Recommendations	Fisher Upper School Realignment	Academic Initiatives	Section 31A Reading Recovery Teachers	Open Doors Campaign	
Instruction	\$ -	\$ -	\$ 21,737	\$ 633,522	\$ 24,085	\$ (315,123)	\$ 1,928,642	\$ -	\$ 2,292,863
Pupil Services	-	-	(1,350)	(245,010)	-	-	-	-	(246,360)
Instructional Staff	-	-	(1,851)	(148,179)	(8,634)	315,123	(1,928,642)	-	(1,772,183)
General Administration	12,000	509,504	-	-	-	-	-	-	521,504
School Administration	-	-	(536)	(240,333)	-	-	-	-	(240,869)
Business Services	(2,000)	(509,504)	-	-	-	-	-	-	(511,504)
Operations & Maintenance	-	-	-	-	(4,686)	-	-	4,400	(286)
Transportation	-	-	(18,000)	-	-	-	-	-	(18,000)
Central Support Services	(10,000)	-	-	-	(10,765)	-	-	(4,400)	(25,165)
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

a Budget Amendment Request

b Contract Requests

c Out of State Travel Requests

DPSCP Contract Requests

The following contracts are being sent to the FRC for review and approval pursuant to section 6(6) of the Michigan Financial Review Commission Act for the August 29, 2016 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	INFORMATION TECHNOLOGY	16-0345-C	<p>Contract Amount: \$750,000.00 (\$250,000.00 per year) Contract Period: July 1, 2016 - June 30, 2019 with two (2) one year renewal option Source: 100% General Fund Purpose: To provide Basic Cable Plant Maintenance, Technology Installation Services and Network Change & Repair Activities. Contractor: Learning Consultants, Inc. Location: 17601 James Couzens, Detroit, MI 48235</p>	New	Yes	Yes	Anticipated Approval 8/29/2016	
2	INFORMATION TECHNOLOGY	16-0345-1-C	<p>Contract Amount: \$750,000.00 (\$250,000.00 per year) Contract Period: July 1, 2016 – June 30, 2019 with two (2) one year renewal options Source: 100% General Fund Purpose: To provide Basic Cable Plant Maintenance, Technology Installation Services and Network Change & Repair Activities. Contractor: Direct Internet Location: 11499 Conner St. Building 1L</p>	New	Yes	Yes	Anticipated Approval 8/29/2016	
3	OPERATIONS	17-0006	<p>Contract Amount: \$1,303,659 Plus 10% Contingency Contract Period: September 2016 Source: General Funds/Transition Funds Purpose: To provide new roof replacements for Edison, Dossin and Vernor schools. Contractor: Quality Roofing Location: Whitmore Lake</p>	New	Yes	Yes	Anticipated Approval 8/29/2016	

DPSCP Executive Summary for Contracts

The following contracts are being sent to the FRC for review and approval pursuant to section 6(6) of the Michigan Financial Review Commission Act for the August 29, 2016 FRC meeting

Item 1

INFORMATION TECHNOLOGY

16-0345-C General Fund – To Provide Basic Cable Plant Maintenance, Technology Installation Services and Network Change & Repair Activities
Contractor: Learning Consultants, Inc. Location: 17601 James Couzens, Detroit, MI 48235
Contract Period: July 1, 2016 through June 30, 2019
Total Contract Amount: \$750,000.00

- Costs budgeted to the Information Technology General Fund
- Bids to provide Basic Cable Plant Installation, Maintenance and Repair Service were solicited on Demandstar.com; 2 Bids were received. Contracts are recommended for both (2) vendors submitting a bid, for a combined total of \$1,500,000.00 in estimated costs for the two (2) - three year term contracts. Estimated annual cost of \$250,000.00.
- Bids were requested of a Broadcast List 49 suppliers notified.
- The project is too large for just one of the companies furthermore each company has a different specialty.

Item 2

INFORMATION TECHNOLOGY

16-0345-1-C General Fund – To Provide Basic Cable Plant Maintenance, Technology Installation Services and Network Change & Repair Activities
Contractor: Direct Internet. Location: 11499 Conner St. Building 1L, Detroit, MI 48213
Contract Period: July 1, 2016 through June 30, 2019
Total Contract Amount: \$750,000.00

- Costs budgeted to Information Technology General Fund
- Bids to provide Basic Cable Plant Installation, Maintenance and Repair Service were solicited on Demandstar.com; 2 Bids were received. Contracts are recommended for both (2) vendors submitting a bid, for a combined total of \$1,500,000.00 in estimated costs for the two (2) –three year term contracts. Estimated annual cost of \$250,000.00.
- Bids were requested of a Broadcast List 49 suppliers notified.
- The project is too large for just one of the companies furthermore each company has a different specialty.

DPSCP Executive Summary for Contracts

The following contracts are being sent to the FRC for review and approval pursuant to section 6(6) of the Michigan Financial Review Commission Act for the August 29, 2016 FRC meeting

Item 3

OPERATIONS

16-0430-C General Fund – To provide new replacement and repairs for three elementary schools.
Contractor: Quality Roofing
Contract Period: September 2016
Total Contract Amount: \$1,303,659 with a 10% Contingency at the district's discretion

- Costs budgeted to Operations General Fund from the Transition Funds
- Bids to provide roof replacements and repairs for three Elementary K-6 Schools (Edison, Dossin and Vernor), were solicited on Demandstar.com, Buy4Michigan and a newspaper; Submittal of proposals were on August 26.

a Budget Amendment Request

b Contract Requests

c Out of State Travel Requests

DPSCD Out-of-State Travel Reimbursement Requests

The following reimbursements to school board members, officials, and employees for travel outside the state will be sent to the FRC for review and approval pursuant to section 7(q) of the Michigan Financial Review Commission Act for the August 29, 2016 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	Total Est. Cost
2	x		Academics	Brustein Fall Forum	Las Vegas, NV	11/29-12/3/2016	11/29-12/3/2016	Grants	\$5,048.00

DETROIT PUBLIC SCHOOLS COMMUNITY DISTRICT

Marios Demetriou

Deputy Superintendent of Finance & Operations

Fisher Building, 11th Floor
3011 West Grand Boulevard
Detroit, MI 48202

Phone: (313) 873-4147
Fax: (313) 873-4478
www.detroitk12.org

August 26, 2016

Detroit Financial Review Commission
3062 W. Grand Blvd
Detroit, Michigan 48202

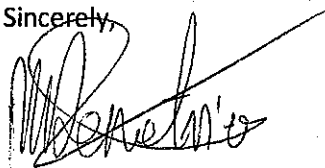
Re: Detroit Public Schools Community District Debt Service Requirements and Certification
Fiscal Year 2017, Quarter 1

Dear Commissioners:

There are currently no debt service requirements due on all bonds, leases, and other municipal debt of the Detroit Public Schools Community District in compliance with section 6 of the Michigan Financial Review Commission Act, Act 181, Public Acts of Michigan, 2014.

I hereby certify as of the date of this letter there are no debt service requirements.

Sincerely,



Marios Demetriou
Deputy Superintendent of Finance & Operations

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STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

RICK SNYDER
GOVERNOR

NICK A. KHOURI
STATE TREASURER

DETROIT FINANCIAL REVIEW COMMISSION

SCHOOL DISTRICT RESOLUTION 2016-10

**APPROVING THE COMMUNITY DISTRICT'S AUGUST 2016 BUDGET
AMENDMENT 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(c) of the Act provides that during the period of oversight, the Commission review, modify, and approve the Community District's proposed and amended operational budgets and that a proposed budget or budget amendment does not take effect unless approved by the Commission; and

WHEREAS, Section 6(3) of the Act further requires the Commission to ensure that the Community District complies with the requirements of the Uniform Budgeting and Accounting Act; and

WHEREAS, the Uniform Budgeting and Accounting Act prevents the Community District from deviating from its original general appropriations act without amending it and requires the Community District to amend its general appropriations act as soon as it becomes apparent that a

deviation from the original general appropriations act is necessary and the amount of the deviation can be determined; and

WHEREAS, at the Commission meeting on August 29, 2016, the Community District presented budget amendment 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 August 2016 budget amendment requests, attached as **Exhibit A** to this Resolution but excluding any budget amendments 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 FY 2017 Budget Amendment No. 1 Requests

	FY 2017 Adopted Budget	FY 2017 Budget Amendment No. 1	Increase / (Decrease)	Note
Revenue:				
Local sources				
Special education millage	\$ 38,826,853	\$ 38,826,853	\$ -	
Other	11,925,615	12,228,981	303,366	1
Total local sources	50,752,468	51,055,834	303,366	
State sources	445,820,225	445,820,225	-	
Federal sources	141,820,618	142,198,114	377,496	2
Total Revenue	638,393,311	639,074,173	680,862	
Expenditures:				
Instruction	332,136,275	334,818,296	2,682,021	3
Support services				
Pupil services	61,098,044	60,851,685	(246,359)	4
Instructional staff support	55,406,594	53,634,411	(1,772,183)	5
General administration	3,177,970	3,836,974	659,004	6
School administration	38,695,133	38,454,265	(240,868)	7
Business office	9,992,727	9,481,223	(511,504)	8
Operations & maintenance	84,826,740	84,854,606	27,866	
Transportation	35,049,312	35,031,312	(18,000)	
Central support service	28,356,986	28,331,821	(25,165)	
Other support service	769,593	842,576	72,983	9
Total support services	317,373,099	315,318,873	(2,054,226)	
Community service	4,189,662	4,242,729	53,067	
Facilities acquisitions and improvement	606,809	606,809	-	
Total Expenditures	654,305,845	654,986,707	680,862	
Total Other Financial Sources (Uses)	33,256,058	33,256,058	-	
Excess of Revenue over Expenditures	17,343,524	17,343,524	-	
Beginning Fund Balance	-	-		
Ending Fund Balance	\$ 17,343,524	\$ 17,343,524		

Notes to DPSCD FY17 key budget amendments

Note	Function	Type	Brief Description	Budget Amendment No. 1
1	Other local sources	UAW Grant	Reallocate UAW grants from DPS to DPSCD (Fine Arts Grant and Cass Scholarship)	\$ 219,015
		Private Donations	DPSCD received a number of private donations	84,351
				<u>303,366</u>
2	Federal sources	Title IA	Increase Title IA allocation increase	403,194
		COPS Grant	Decrease FY 2017 COPS Grant allocation	(25,699)
				<u>377,495</u>
3	Instruction	Reallocation	Reallocate Section 31A Budget from Instructional staff support to fund Reading Recovery Teachers	1,928,642
		Reallocation	DSFP recommended changing the function codes of selected account strings for compliance reasons	633,522
		Budget increases	Various budget increases	119,855
				<u>2,682,020</u>
4	Pupil services	Reallocation	DSFP recommended changing the function codes of selected account strings for compliance reasons	(246,360)
5	Instructional Staff Support	Reallocation	Reallocate Section 31A Budget to Instruction to fund Reading Recovery Teachers	(1,928,642)
		Budget increases	Various budget increases	156,459
				<u>(1,772,183)</u>
6	General administration	Reallocation	The budget for the Office of the Inspector General was moved from Business Services	509,504
		Budget increases	The Office of Inspector General upgraded a derical position within their office	12,000
		Budget increases	Various budget increases	137,500
				<u>659,004</u>
7	School administration	Reallocation	DSFP recommended changing the function codes of selected account strings for compliance reasons	(240,869)
8	Business office	Reallocation	The budget for the Office of the Inspector General was moved to General Administration	(509,504)
		Budget decreases	Various budget decreases	(2,000)
				<u>(511,504)</u>
9	Other support service	Grant allocation	Increase to Office of Fine Arts budget due to the carrying forward of the UAW Fine Arts Grant	72,983

Summary of new budgeted revenue and expenditures

The following amendments represent new budgeted revenue and the corresponding increases in expenditures where this new revenue will be spent. In each case, the new expenditures are funded entirely by new revenue, therefore the net impact of these amendments is zero.

Expense Function	Revenue Category				Total
	Other local sources (UAW Grants)	Other local sources (Private Donations)	Federal sources (Title IA allocation)	Federal sources (COPS allocation)	
Note	1	2	3	4	
Instruction	\$ 8,531	\$ 30,501	\$ 350,125	\$ -	\$ 389,157
General Administration	137,500	-	-	-	137,500
Operations & Maintenance	-	53,851	-	(25,699)	28,152
Other Support Services	72,983	-	-	-	72,983
Community Service	-	-	53,069	-	53,069
TOTAL	\$ 219,015	\$ 84,351	\$ 403,194	\$ (25,699)	\$ 680,861

Expense Object	Revenue Category				Total
	Other local sources (UAW Grants)	Other local sources (Private Donations)	Federal sources (Title IA allocation)	Federal sources (COPS allocation)	
Note	1	2	3	4	
Salaries	\$ -	\$ -	\$ -	\$ (28,306)	\$ (28,306)
Benefits	-	-	-	2,608	2,608
Purchased Services	142,159	3,000	403,194	-	548,353
Supplies	76,856	81,352	-	-	158,207
TOTAL	\$ 219,015	\$ 84,352	\$ 403,194	\$ (25,699)	\$ 680,861

Notes

1. Remaining funds for the UAW grants (Fine Arts Grant and Cass Scholarships) moved from DPS to DPSCD
2. DPSCD received three private donations (AAA Driver Training Scholarship, DTE Energy Efficiency, Project Lead the Way)
3. DPSCD FY 2017 Title IA allocation increased
4. DPSCD FY 2017 COPS Grant allocation declined

Summary of budget reallocations across expense functions

The following amendments represent shifting of costs between functions. In each case, the reallocation nets to zero and therefore total expenditures neither increase or decrease as a result of these amendments.

Expense Category	Budget Realignment								Total
	Inspector General Non-Personnel	Inspector General Realignment	Special Education Realignment	State and Federal Programs Recommendations	Fisher Upper School Realignment	Academic Initiatives	Section 31A Reading Recovery Teachers	Open Doors Campaign	
Instruction	\$ -	\$ -	\$ 21,737	\$ 633,522	\$ 24,085	\$ (315,123)	\$ 1,928,642	\$ -	\$ 2,292,863
Pupil Services	-	-	(1,350)	(245,010)	-	-	-	-	(246,360)
Instructional Staff	-	-	(1,851)	(148,179)	(8,634)	315,123	(1,928,642)	-	(1,772,183)
General Administration	12,000	509,504	-	-	-	-	-	-	521,504
School Administration	-	-	(536)	(240,333)	-	-	-	-	(240,869)
Business Services	(2,000)	(509,504)	-	-	-	-	-	-	(511,504)
Operations & Maintenance	-	-	-	-	(4,686)	-	-	4,400	(286)
Transportation	-	-	(18,000)	-	-	-	-	-	(18,000)
Central Support Services	(10,000)	-	-	-	(10,765)	-	-	(4,400)	(25,165)
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -



STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

RICK SNYDER
GOVERNOR

NICK A. KHOURI
STATE TREASURER

DETROIT FINANCIAL REVIEW COMMISSION

SCHOOL DISTRICT RESOLUTION 2016-11

**APPROVING THE COMMUNITY DISTRICT'S AUGUST 2016
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 21, 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 August 29, 2016, 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 August 2016 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.

DPSCP Contract Requests

The following contracts are being sent to the FRC for review and approval pursuant to section 6(6) of the Michigan Financial Review Commission Act for the August 29, 2016 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	INFORMATION TECHNOLOGY	16-0345-C	Contract Amount: \$750,000.00 (\$250,000.00 per year) Contract Period: July 1, 2016 - June 30, 2019 with two (2) one year renewal option Source: 100% General Fund Purpose: To provide Basic Cable Plant Maintenance, Technology Installation Services and Network Change & Repair Activities. Contractor: Learning Consultants, Inc. Location: 17601 James Couzens, Detroit, MI 48235	New	Yes	Yes	Anticipated Approval 8/29/2016	
2	INFORMATION TECHNOLOGY	16-0345-1-C	Contract Amount: \$750,000.00 (\$250,000.00 per year) Contract Period: July 1, 2016 – June 30, 2019 with two (2) one year renewal options Source: 100% General Fund Purpose: To provide Basic Cable Plant Maintenance, Technology Installation Services and Network Change & Repair Activities. Contractor: Direct Internet Location: 11499 Conner St. Building 1L	New	Yes	Yes	Anticipated Approval 8/29/2016	
3	OPERATIONS	17-0006	Contract Amount: \$1,303,659 Plus 10% Contingency Contract Period: September 2016 Source: General Funds/Transition Funds Purpose To provide new roof replacements for Edison, Dossin and Vernor schools. Contractor: Quality Roofing Location: Whitmore Lake	New	Yes	Yes	Anticipated Approval 8/29/2016	

DPSCP Executive Summary for Contracts

The following contracts are being sent to the FRC for review and approval pursuant to section 6(6) of the Michigan Financial Review Commission Act for the August 29, 2016 FRC meeting

Item 1

INFORMATION TECHNOLOGY

16-0345-C General Fund – To Provide Basic Cable Plant Maintenance, Technology Installation Services and Network Change & Repair Activities
Contractor: Learning Consultants, Inc. Location: 17601 James Couzens, Detroit, MI 48235
Contract Period: July 1, 2016 through June 30, 2019
Total Contract Amount: \$750,000.00

- Costs budgeted to the Information Technology General Fund
- Bids to provide Basic Cable Plant Installation, Maintenance and Repair Service were solicited on Demandstar.com; 2 Bids were received. Contracts are recommended for both (2) vendors submitting a bid, for a combined total of \$1,500,000.00 in estimated costs for the two (2) - three year term contracts. Estimated annual cost of \$250,000.00.
- Bids were requested of a Broadcast List 49 suppliers notified.
- The project is too large for just one of the companies furthermore each company has a different specialty.

Item 2

INFORMATION TECHNOLOGY

16-0345-1-C General Fund – To Provide Basic Cable Plant Maintenance, Technology Installation Services and Network Change & Repair Activities
Contractor: Direct Internet. Location: 11499 Conner St. Building 1L, Detroit, MI 48213
Contract Period: July 1, 2016 through June 30, 2019
Total Contract Amount: \$750,000.00

- Costs budgeted to Information Technology General Fund
- Bids to provide Basic Cable Plant Installation, Maintenance and Repair Service were solicited on Demandstar.com; 2 Bids were received. Contracts are recommended for both (2) vendors submitting a bid, for a combined total of \$1,500,000.00 in estimated costs for the two (2) –three year term contracts. Estimated annual cost of \$250,000.00.
- Bids were requested of a Broadcast List 49 suppliers notified.
- The project is too large for just one of the companies furthermore each company has a different specialty.

DPSCP Executive Summary for Contracts

The following contracts are being sent to the FRC for review and approval pursuant to section 6(6) of the Michigan Financial Review Commission Act for the August 29, 2016 FRC meeting

Item 3

OPERATIONS

16-0430-C General Fund – To provide new replacement and repairs for three elementary schools.
Contractor: Quality Roofing
Contract Period: September 2016
Total Contract Amount: \$1,303,659 with a 10% Contingency at the district's discretion

- Costs budgeted to Operations General Fund from the Transition Funds
- Bids to provide roof replacements and repairs for three Elementary K-6 Schools (Edison, Dossin and Vernor), were solicited on Demandstar.com, Buy4Michigan and a newspaper; Submittal of proposals were on August 26.

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STATE OF MICHIGAN
DEPARTMENT OF TREASURY

RICK SNYDER
GOVERNOR

NICK A. KHOURI
STATE TREASURER

DATE: August 26, 2016

TO: Financial Review Commission members

FROM: Ronald L. Rose, Executive Director
Steven C. Watson, Senior Analyst
Financial Review Commission

SUBJECT: FRC August 2016 Detroit Public Schools Community District Contracts Review

The Community District is requesting 3 contract approvals at the FRC Meeting on August 29, 2016. The following is a summary of the requests, which were reviewed by and discussed with the FRC Advisory Subcommittee on Contracts and Procurement. The various contract categories and funding sources are summarized in the tables below:

Contract Request Type	Count	Contract List Item #s	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?
New Contracts	3	1,2,3	Yes	Yes

Funding Source	Count	Contract List Item #s	Total Dollar Amount
General Fund	2	1,2	\$1,500,000
General Fund (Transition Fund)	1	3	\$1,303,659

Additional details about each contract are discussed below:

New Contracts

The following new contracts were competitively bid and awarded to the lowest bidder.

- Information Technology contracts to provide basic cable installation, maintenance, and repair services for district-wide network through 6/30/2019. Two vendors will be used to cover the entire school district (est. cost of \$500,000 per year) (items #1 and 2).
- Operations contract to provide roof replacements and repairs at three school buildings (item #3).

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STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

RICK SNYDER
GOVERNOR

NICK A. KHOURI
STATE TREASURER

DETROIT FINANCIAL REVIEW COMMISSION

SCHOOL DISTRICT RESOLUTION 2016-12

APPROVING THE COMMUNITY DISTRICT'S AUGUST 2016 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 August 29, 2016, 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 August 2016 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 will be sent to the FRC for review and approval pursuant to section 7(q) of the Michigan Financial Review Commission Act for the August 29, 2016 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	Total Est. Cost
2	x		Academics	Brustein Fall Forum	Las Vegas, NV	11/29-12/3/2016	11/29-12/3/2016	Grants	\$5,048.00