

Livonia Public Schools

Finance Office

Date: May 6, 2020

To: Andrea L. Oquist, Superintendent

From: Alison Smith, Director of Finance

Re: Contract Extension for Sinking Fund Owner's Representative

We would like to place the recommendation to renew the appointment of the Owner's Representative, Plante Moran CRESA, for Sinking Fund Projects on the Finance agenda for Monday, May 11, 2020.

The district's Sinking Fund has been a vital part of the district's long-term facility planning and provides the resources to repair and upgrade the facilities. In August 2019, the community approved a replacement sinking fund millage, which is estimated to generate an additional \$2 million a year and expands the uses to include safety/security and instructional technology needs. The replacement sinking fund millage will be levied until it expires in December 2029.

The current agreement with Plante Moran CRESA was approved by the Board of Education in July 2015 and the term runs July 1, 2015 to December 31, 2020. Their fee will continue to be based on a monthly amount (adjusted for the additional volume of work) and the term of the agreement would be extended through December 31, 2023. At that time we could mutually agree to renew the agreement again. A draft of the proposal from Plante Moran CRESA is attached for your review. Please contact me if you have any questions.

AS/kp

Attachment

c: Board of Education