

April 12, 2018

Mrs. Alison Smith
Livonia Public Schools
15125 Farmington Road
Livonia, MI 48154

Dear Alison:

Thank you for your selection of Plante & Moran, PLLC to assist you. We are sending this letter and the accompanying Professional Services Agreement, which is hereby incorporated as part of this engagement letter, to confirm our understanding of the nature, limitations, and terms of the services we will provide to Livonia Public Schools.

Scope of Services

We will audit Livonia Public Schools' basic financial statements and federal awards as of and for the year ended June 30, 2018. In addition, the other supplemental information as identified in the table of contents accompanying the financial statements, and the schedule of expenditures of federal awards, will be subjected to the auditing procedures applied in our audit of the financial statements.

In connection with our audit engagement, we will assist you in drafting your financial statements supplementary information, the schedule of expenditures of federal awards, and the Data Collection Form. This assistance is considered a non-audit service and you agree to the contemporaneous provision of these audit and non-audit services.

If you determine that you need additional services, including accounting, consulting, or tax assistance, Plante Moran can be available to provide such additional services if and to the extent provided for in a separate, signed engagement agreement.

Timing of Services

We expect to begin fieldwork for this engagement at your offices in August 2018. We anticipate that our report will be issued by October 31, 2018.

Fees and Payment Terms

Our fee for this engagement will be based on the value of the services provided, which is primarily a function of the time that Plante Moran staff expends at our current hourly rates. We estimate that our fee for this engagement will be \$45,000. In addition, initial adoption and assistance for GASB 75 is estimated to range from \$1,500 to \$2,500. Payments are due as follows:

June 30, 2018	\$10,000
August 31, 2018	\$20,000
Upon issuance of report	Remaining balance, plus any necessary final adjustments

Invoices for audit services will be rendered to reflect this payment schedule. Invoices for other services and out-of-pocket costs will be rendered as services are provided and are due when received. In the event an invoice is not paid timely, a late charge in the amount of 1.25 percent per month will be added, beginning 30 days after the date of the invoice.

If you are in agreement with our understanding of this engagement, as set forth in this engagement letter and the accompanying Professional Services Agreement, please sign the enclosed copy of this letter and return it to us with the accompanying Professional Services Agreement.

Thank you for the opportunity to serve you.

Very truly yours,

Plante & Moran, PLLC

Lisa Vargo, CPA
Partner

Agreed and Accepted

We accept this engagement letter and the accompanying Professional Services Agreement, which set forth the entire agreement between Livonia Public Schools and Plante & Moran, PLLC with respect to the services specified in the Scope of Services section of this engagement letter.

Livonia Public Schools

Alison Smith

Date

Director of Finance
Title