Todd Netzke School Management Services (t) 507-254-6215 tnetzke@schoolmanagementservices.org

School Management Services Team:

The recommendation from the Superintendent to the Badger Board of Education is to approve submitting formal written 60-day advance notice to terminate the outsourcing accounting agreement with School Management Services.

If I am counting correctly an advance notice of 60 calendar days is ...

Tues., Sept. 13, 2022

This would be day one (1) when starting to count the morning after Badger School Board Meeting. End of counting sixty (60) calendar days would be Friday, November 11, 2022.

Fri., Nov. 11, 2022

Page 9 of 11 ARTICLE II > DURATION OF THE AGREEMENT >
Section 2 School District's Termination Rights: At any given time
School District may terminate this Agreement upon sixty (60) days written notice
in the event the School District determines in its sole discretion that it is not in the
School District's best interests to continue using Contractor's services.

Page 7 of 11 Arrangements > Future installments – Quarterly \$21,750

Invoice was already paid to SMS for 1st Fiscal Quarter consisting of July, August, September

The next full complete 2nd Fiscal Quarter would span October, November, December

October = 31 calendar days November = 30 calendar days December = +31 calendar days Total = 92 calendar days

If the anticipated termination date of November 11 is approved at this Monday, September 12 School Board Meeting, then **the pro-rated invoice should be for only 42 calendar days** spanning October 1 to November 11 rather than the complete 2nd fiscal quarter full count of 92 calendar days.

45.65% = only 42 days out of 92 calendar days for full complete fiscal quarter

\$9,929.00 = 45.65% of \$21,750

Thank you,

Kevin Ricke, Superintendent & Principal K-12 Badger ISD #676 PO Box 68, 110 Carpenter Avenue East Badger, Minnesota 56714-0068 Website: badger.k12.mn.us

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