
From: Agen, Jarrod (GOV)
Sent: Thursday, October 01, 2015 7:02 PM
To: Clement, Elizabeth (GOV); Muchmore, Dennis (GOV)
Subject: Fwd: Flint

I don't want to just forward this email to Wyant, but Governor just ask to make sure that he had all this info.

Does Dan have all this?

Begin forwarded message:

From: "Muchmore, Dennis (GOV)" <muchmored@michigan.gov>
Date: October 1, 2015 at 1:30:40 PM PDT
To: "Snyder, Rick (GOV)" PPI
Cc: "Agen, Jarrod (GOV)" <Agent@michigan.gov>, "Posthumus, Dick (GOV)" <Posthumusd@michigan.gov>, "Clement, Elizabeth (GOV)" <clemente@michigan.gov>, "Hollins, Harvey (GOV)" <hollinsh@michigan.gov>
Subject: Flint

I talked with Dayne Walling at length today a few minutes ago, and Harvey and I had separate meetings with one of the Flint minister groups and then Rep. Neely. Our conversations were cordial for the most with the normal concerns being expressed. I told Rep. Neely that I felt he hadn't gotten enough respect and insight into our thoughts on this and we expanded our backgrounder for him and he was very appreciative. He actually cancelled a Black Caucus meeting called for today on this due to Harvey and our meeting. I have Dan and Nick calling him just to update.

More importantly, we have the proposal back from DWSD for a reconnect:

1. Short term reconnect is ok until KWA starts operating;
2. No reconnect fee and immediate reconnect;
3. Expenses incurred at actual cost although no estimate at this time
4. A fixed monthly rate of \$662,100 + a commodity rate of \$8.93mcf for current 15-16 FY;
5. Rate is over and above water sales to Genesee County Drain Commission;
6. A water wholesale adjustment;
7. Only extends to Flint;
8. Rates for 16-17 FY would be the same as other customers.

Mayor Duggan is more than willing to lend his support.

I'm asking Saxton for a ballpark calculation. We would have to find them the money for this reconnect, but Dayne is more than open (as is Ananich to a lesser degree) to finding some revolving fund that they would repay perhaps on an extended basis or maybe using some guarantee to reduce the borrowing costs.