

Sampson, Jeremy (TREASURY)

From: Weiss, Kurt (DTMB)
Sent: Monday, February 01, 2016 8:18 AM
To: Ackley, Martin (MDE); Angela Simpson; Bach, Katie (MSHDA); Banner, Shanon (MSP); Bean, Mary Kay (MGCB); Biehl, Laura (GOV); Humes, William R (DMVA); Bitely, Andrea (AG); Brown, Jessica (GOV); Brown, Melanie (DEQ); Brown, Tiffany (MSP); Buhs, Caleb (DTMB); Cranson, Jeff (MDOT); DeVol, Lauren (DMVA); Eisner, Jennifer (DHHS); Fagan, Kathleen (MEDC); Fedorchuk, Matthew (MCSC); Gautz, Chris (MDOC); Gendreau, Gisgic (MDOS); Golder, Edward (DNR); Heaton, Anna (GOV); Holton, Jennifer (MDARD); Holyfield, Jeff (MSL); Kennedy, Jordan (GOV); Leeds, Lauren (DTMB); Levengood, Vicki (MDCR); Miller, Andrea (DIFS); Miller, Jacki (MDCR); Minicuci, Angela (DHHS); Moon, Jason (LARA); Murray, David (GOV); Emily Palsrok; Sampson, Jeremy (TREASURY); Stanton, Terry A. (Treasury); Thelen, Suzanne (DMVA); Throne, Heather (MDARD); Tommasulo, Karen (DEQ); Wheaton, Bob (DHHS); Woodhams, Fred (MDOS); Wurfel, Brad (DEQ)
Subject: FW: Time Sensitive: FAQs Needed

Hello again everyone. We really only need to hear back from DEQ, DHHS and Education on the request below, as those are the primary program areas impacted by Flint. If you work in another department and feel like you have some FAQs that should be included, please feel free to send them to me, but it's primarily DEQ and DHHS and Education that the FAQ request is directed to. Thank you!

Kurt Weiss
State Budget Office
517-335-0050

State Budget
Office

From: Weiss, Kurt (DTMB)
Sent: Sunday, January 31, 2016 2:57 PM
To: Ackley, Martin (MDE); Angela Simpson; Bach, Katie (MSHDA); Banner, Shanon (MSP); Bean, Mary Kay (MGCB); Biehl, Laura (GOV); Bill Humes; Bitely, Andrea (AG); Brown, Jessica (GOV); Brown, Melanie (DEQ); Brown, Tiffany (MSP); 'Buhs, Caleb'; 'Cranson, Jeff'; DeVol, Lauren (DMVA); Eisner, Jennifer (DHHS); 'Fagan, Kathleen (MEDC)'; 'Fedorchuk, Matthew'; Gautz, Chris (MDOC); 'Gendreau, Gisgic'; Golder, Edward (DNR); Heaton, Anna (GOV); 'Holton, Jennifer'; Holyfield, Jeff (MSL); Kennedy, Jordan (GOV); Leeds, Lauren (DTMB); Levengood, Vicki (MDCR); Miller, Andrea (DIFS); Miller, Jacki (MDCR); Minicuci, Angela (DHHS); Moon, Jason (LARA); Murray, David (GOV); 'Palsrok, Emily (MEDC)'; Sampson, Jeremy (TREASURY); 'Stanton, Terry'; Thelen, Suzanne (DMVA); Throne, Heather (MDARD); Tommasulo, Karen (DEQ); Wheaton, Bob (DHHS); Woodhams, Fred (MDOS); Wurfel, Brad (DEQ)
Cc: JICManager
Subject: FW: Time Sensitive: FAQs Needed

Your help with the request below is much appreciated. This message was sent by the budget office legislative liaison to all of your legislative liaisons. Thank you.

Kurt Weiss
State Budget Office
517-335-0050

State Budget
Office

From: Starr, Scott (DTMB)
Sent: Sunday, January 31, 2016 2:53 PM
To: Ruest, Karla (DHHS); Pallone, Maggie (DEQ)
Cc: Weiss, Kurt (DTMB); Epkey, Amy (DEQ); Hanley, Farah (DHHS)
Subject: Time Sensitive: FAQs Needed

Good afternoon,

In preparation for announcing additional appropriation measures related to the Flint water emergency in the upcoming FY 17 budget presentation, we'll be preparing a briefing document for legislators. As part of this effort, we want to include a Frequently Asked Questions document. This is where we really need your help.

Your budget staff should have a breakdown of each potential spending item related to your agency (both pending FY 16 supplemental items and FY 17 items). Please work with your budget folks and your communications team to develop any FAQs that you anticipate the public or legislators might ask, related to each item assigned to your agency.

Outreach to the Legislature has already begun, so having these responses back from you quickly is very important. Please send our PIO, Kurt Weiss, and me your FAQ lists no later than 5:00 p.m. this Tuesday, February 2.

Please let me know if you have any questions or concerns, or feel free to have your communications staff touch base with Kurt. I apologize for the short time window, but we really appreciate your help.

Dostine, Patrick (TREASURY)

From: Dostine, Patrick (TREASURY)
Sent: Monday, February 01, 2016 10:11 AM
To: Heimann, Alexandr (TREASURY)
Subject: FW: Materials for February 10th RTAB Meeting
Attachments: AP - City Council (January 11, 2016) FINAL.pdf; Summary Minutes - January 11, 2016 (FINAL) RTAB.pdf; AP - Agenda FINAL 012516.PDF; RTAB Summary 1-25-16.pdf

Flint Council packets

From: Dempkowski, Angela (Treasury)
Sent: Monday, February 01, 2016 7:21 AM
To: Dostine, Patrick (TREASURY) <DostineP@michigan.gov>
Subject: FW: Materials for February 10th RTAB Meeting

Angela Dempkowski
Senior Executive Management Assistant
Department of Treasury

From: Maxine Murray [<mailto:mmurray@cityofflint.com>]
Sent: Friday, January 29, 2016 6:18 PM
To: Cline, Richard (Treasury) <cliner1@michigan.gov>; Dempkowski, Angela (Treasury) <DempkowskiA@michigan.gov>
Cc: Natasha Henderson <nhenderson@cityofflint.com>; Sean Kammer <skammer@cityofflint.com>
Subject: Materials for February 10th RTAB Meeting

Good afternoon,

Please find attached the materials for the February 10th RTAB meeting. I have not yet received the transcript of the February 22nd meeting. I will send that upon receipt.

Thank you.

--

Maxine Murray
Executive Assistant to
Dr. Karen W. Weaver, Mayor
City of Flint
1101 S. Saginaw Street
Flint, MI 48502
810.237.2035 Telephone
810.766.7218 Fax

City of Flint, Michigan

*Third Floor, City Hall
1101 S. Saginaw Street
Flint, Michigan 48502
www.cityofflint.com*



Meeting Agenda - Final

Monday, January 11, 2016

6:00 PM

Council Chambers

CITY COUNCIL

*Kerry L. Nelson, President, Ward 3
Vicki VanBuren, Vice President, Ward 8*

<i>Eric Mays, Ward 1</i>	<i>Jacqueline Poplar, Ward 2</i>
<i>Vacant, Ward 4</i>	<i>Wantwaz D. Davis, Ward 5</i>
<i>Herbert J. Winfrey, Ward 6</i>	<i>Monica Galloway, Ward 7</i>
	<i>Scott Kincaid, Ward 9</i>

Inez M . Brown, City Clerk

CALL TO ORDER**ROLL CALL****PLEDGE OF ALLEGIANCE****SPECIAL ORDER****150984** Special Order/City of Flint Audit

A Special Order to allow for a Fiscal Year 2014/2015 Audit Presentation, as requested by City Council Finance & Administration Committee Chairperson Scott Kincaid.

PRESENTATION OF COMMITTEE/COUNCIL MINUTES**150978** Summary Minutes/Flint City Council/Regular Meeting/December 14, 2015

Summary Minutes of the Flint City Council regular meeting held Monday, December 14, 2015, at 6:31 p.m., in the City Council Chambers, 3rd Floor, City Hall.

150979 Summary Minutes/Flint City Council/Special Meeting/December 30, 2015

Summary Minutes of the Flint City Council special meeting held Wednesday, December 30, 2015, at 5:37 p.m., in the City Council Chambers, 3rd Floor, City Hall.

PUBLIC HEARINGS**PUBLIC COMMENT**

Per the amended Rules Governing Meetings of the Council (as adopted by the City Council on Monday, April 27, 2015), members of the public may address the Council for three (3) minutes on ANY ITEM PERTAINING TO THIS AGENDA.

PETITIONS AND UNOFFICIAL COMMUNICATIONS**150980** Stipulation for Entry of Consent Judgment and Consent Judgment/Michigan Tax Tribunal/IMS Ice Arena Corp. v. City of Flint/MTT Docket No. 15-002155

Communication dated December 2, 2015, re: Stipulation for Entry of Consent Judgment and Consent Judgment filed with the Michigan Tax Tribunal by /IMS Ice Arena Corp. regarding Parcel No. 41-16-401-010 as it relates to its true cash, assessed and taxable values.

150981 2016 Summer Tax Collection Annual Resolution/Genesee Intermediate School

District

Communication dated December 16, 2015, re: A copy of the 2016 Summer Tax Collection Annual Resolution imposing a summer property tax levy of 50 percent or 100 percent of the annual school property taxes within the local school district. Each governmental unit within the local school district receives a copy of this resolution whether or not there is a summer collection.

150982

Annual Status Report/FY2015 Flint Genesee County Transportation Improvement Program (TIP)/Genesee County Metropolitan Planning Commission (GCMPC)

Communication received December 30, 2015, re: The Annual Status Report of the Fiscal Year (FY) 2015 Flint Genesee County Transportation Improvement Program.

COMMUNICATIONS FROM CITY OFFICIALS**150983**

Traffic Engineering/Closure Permits

Lane Closures (2) dated December 2015 and January 2016, re: (1) Third, East, Second, Crapo, and Court Streets (New Year's Eve Run-Dec. 31st); and (2) Second Street (replacing transformer-Jan. 7th).

ADDITIONAL COMMUNICATIONS**APPOINTMENTS****LICENSES****RESOLUTIONS****150968**

Contract/Mass Transportation Authority (MTA)/Police Services

Resolution resolving that the appropriate city officials, upon City Council's approval, are hereby authorized to enter into a contract with the Mass Transportation Authority (MTA) for police services, in amounts NOT-TO-EXCEED \$68,282.55 for FY2016, \$127,597.81 for FY2017, and \$131,372.71 for FY2018, for a total aggregate amount of \$327,253.07; AND resolving that the appropriate city officials, upon City Council's approval, are hereby authorized to recognize said revenues in FY2016, and the aforementioned amounts for budget years 2017 and 2018, as requested by the City Administrator. [NOTE: MTA has negotiated an agreement with the City of Flint Police Department for police officer services at its downtown location through June 30, 2018.] [NOTE: Contract is attached.] [City Administrator Submission No. CA1322015.]

LIQUOR LICENSES

ORDINANCES - First Reading

ORDINANCES - Second Reading

PUBLIC SPEAKERS

Per the amended Rules Governing Meetings of the Council (as adopted by the City Council on Monday, April 27, 2015), members of the public may address the Council for three (3) minutes IN GENERAL.

ADDITIONAL COUNCIL DISCUSSION

ADJOURNMENT



City of Flint, Michigan

Summary Meeting Minutes For CITY COUNCIL

150978
Third Floor, City Hall
1101 S. Saginaw Street
Flint, Michigan 48502
www.cityofflint.com

Kerry L. Nelson, President, Ward 3
Vicki VanBuren, Vice President, Ward 8

Eric Mays, Ward 1 *Jacqueline Poplar, Ward 2*
Joshua M. Freeman, Ward 4 *Wantwaz D. Davis, Ward 5*
Herbert J. Winfrey, Ward 6 *Monica Galloway, Ward 7*
Scott Kincaid, Ward 9

Inez M. Brown, City Clerk

Monday, December 14, 2015

6:31 PM

Council Chambers

SUMMARY FOR 1-11-2016 CITY COUNCIL AGENDA

- 150949** Summary Minutes/Flint City Council/Regular Meeting/November 23, 2015
- Summary Minutes of the Flint City Council regular meeting held Wednesday, November 23, 2015, at 6:06 p.m., in the City Council Chambers, 3rd Floor, City Hall.
- A motion was made by Councilperson Freeman, seconded by Councilperson Kincaid, that this matter be Placed on File. The motion carried by the following vote:**
- Aye:** 8 - Councilperson Mays, Councilperson Poplar, President Nelson, Councilperson Freeman, Councilperson Winfrey, Councilperson Galloway, Vice President VanBuren and Councilperson Kincaid
- Absent:** 1 - Councilperson Davis
- 150950** 2015 Tax Rate Request/Michigan Department of Treasury/Flint Public Library District
- Form L-4029 dated November 5, 2015, re: Millage Request Report to the County Board of Commissioners for a Flint Public Library property tax levy.
- This Matter was Placed on File on the Consent Agenda.**
- 150951** Notice of Public Hearing/Michigan Public Service Commission [MPSC]
- Notice of Public Hearing received November 23, 2015, re: Michigan Public Service Commission notice of hearing for the electrical customers of Consumers Energy Company, Case No. U-17918, to be held December 4, 2015, at 10:00 a.m., MPSC, Lansing.
- This Matter was Placed on File on the Consent Agenda.**

- 150952** **Proof of Service and Entire Tribunal Stipulation for Entry of Consent Judgment/Michigan Tax Tribunal/CPH Properties v. City of Flint/MTT Docket No. 15-002821**

Communication December 2, 2015, 2015, re: Proof of Service and Entire Tribunal Stipulation for Entry of Consent Judgment filed with the Michigan Tax Tribunal by CPH Properties regarding Parcel No. 41-18-154-043 as it relates to its true cash, assessed and taxable values.

This Matter was Placed on File on the Consent Agenda.

- 150953** **Proof of Service and Small Claims Stipulation for Entry of Consent Judgment/Michigan Tax Tribunal/John N. and Patricia Pavlis v. City of Flint/MTT Docket No. 15-005021**

Communication December 2, 2015, 2015, re: Proof of Service and Small Claims Stipulation for Entry of Consent Judgment filed with the Michigan Tax Tribunal by John N. and Patricia Pavlis regarding Parcels No. 41-18-160-009 and 41-18-159-008 as it relates to their true cash, assessed and taxable values.

This Matter was Placed on File on the Consent Agenda.

- 150954** **Traffic Engineering/Closure Permits**

Street and Lane Closures (5) dated November and December, 2015, re: (1) Stevens, Harrison, Boulevard, Kearsley, Wallenberg, Chavez, First and Third Streets (YMCA Family Santa Run/Walk 5K and 1 Mile-Dec. 5th); (2) Harrison and Second Streets (pulling electrical cable-Dec. 9th); (3) Maplewood Avenue (Sunday Fun Day-Nov. 22nd); (4) Dupont Street (renewing gas services-Nov. 30th); and (5) Kearsley and Forest Streets (Holiday Walk-Dec. 1st).

This Matter was Placed on File on the Consent Agenda.

- 150956** **Appointment/[Hurley] Board of Hospital Managers/Ada C. Washington**

Resolution approving the appointment of Ada C. Washington (1505 Arrow Lane, Apt. 302, Flint, Michigan, 48502) to the [Hurley] Board of Hospital Managers for the remainder of a five-year term, commencing immediately upon adoption of this resolution and expiring April 30, 2017, as requested by Mayor Karen Weaver. [NOTE: By way of background, Ms. Washington will serve the remainder of Mayor Karen Weaver's term.] [City Administrator Submission No. CA1222015]

A motion was made by Councilperson Mays, seconded by Councilperson Kincaid, that this matter be Approved. The motion carried by the following vote:

Aye: 8 - Councilperson Mays, Councilperson Poplar, President Nelson, Councilperson Freeman, Councilperson Winfrey, Councilperson Galloway, Vice President VanBuren and Councilperson Kincaid

Absent: 1 - Councilperson Davis

150957 Re-Appointment/Flint District Library Board/Matthew Schlinker

Resolution approving the reappointment of Mr. Matthew Schlinker (919 Kensington Avenue, Flint, Michigan, 48503) to the Flint District Library Board for an additional three-year term commencing October 1, 2015, and expiring September 30, 2018, as requested by Mayor Karen Weaver. [City Administrator Submission No. CA1232015]

A motion was made by Councilperson Kincaid, seconded by Councilperson Freeman, that this matter be Approved. The motion carried by the following vote:

Aye: 8 - Councilperson Mays, Councilperson Poplar, President Nelson, Councilperson Freeman, Councilperson Winfrey, Councilperson Galloway, Vice President VanBuren and Councilperson Kincaid

Absent: 1 - Councilperson Davis

150958 Office Depot/Office Supplies/Additional Spending Amount

Resolution resolving that the Finance Department is authorized to issue purchase orders to Office Depot for office supplies, as requested by Development, in an amount NOT-TO-EXCEED \$4,000.00, for an aggregate spend amount of \$103,925.00, AND, resolving that the Finance Department has the discretion for the remainder of FY2016 to spend an additional amount of not more than 5% of the aforementioned aggregate spend amount to Office Depot for unanticipated requests that may be submitted. [City Administrator Submission No. CA1242015]

SEPARATED FROM MASTER RESOLUTION

150959 CO[#1]/Pricing Proposal/McNaughton McKay Electric/Electrical Supplies

Resolution resolving that the Finance Department is authorized to issue a change order for the second year of a three-year renewable pricing proposal [with McNaughton McKay Electric] for electrical supplies for the FY2015, FY2016 and FY2017 fiscal years, as requested by Utilities, in the amount of \$20,000.00, for an aggregate spend amount of \$229,500.00 over the first and second years of the three-year pricing proposal, AND, resolving that the Finance Department has the discretion for the remainder of the term of this three-year renewable pricing proposal to spend an additional amount of not more than 5% of the annual requested spend amount to McNaughton McKay Electric for unanticipated requests that may be submitted during the remainder of the agreement.

This Matter was ADOPTED BY THE MASTER RESOLUTION on the Consent Agenda.

150960 Budget Amendment/Planning Division/Imagine Flint Neighborhood Planning Grant/Ruth Mott Foundation

Resolution resolving that the appropriate City Officials are authorized to process a budget amendment recognizing grant revenue and the corresponding appropriation of funds under Grant Code LRM-16-NPLAN, in the amount of \$320,000.00, as requested by the Planning Division for the implementation of the Imagine Flint Neighborhood Planning Initiative. [City Administrator Submission No. CA1252015]

This Matter was ADOPTED BY THE MASTER RESOLUTION on the Consent Agenda.

150961 Budget Amendment/Police Department/FY15 National Sexual Assault Kit Initiative [SAKI]/U.S. Department of Justice Grant

Resolution resolving that the appropriate City Officials are authorized to do all things necessary to appropriate revenue and expenditure amounts in Fund-Dept No. 296-301.732, under Grant Code FDOJ-15-SAKI, in compliance with U.S. Department of Justice Grant Award No. 2015-AK-BX-K016, in the amount of \$1,166,409.00, as requested by the Police Department to address the issue of unsubmitted sexual assault kits. [City Administrator Submission No. CA1262015]

SEPARATED FROM MASTER RESOLUTION

150962 Budget Amendment/Police Department/DANY Sexual Assault Kit Backlog Elimination Program/District Attorney's Office of New York [DANY]

Resolution resolving that the appropriate City Officials are authorized to do all things necessary to appropriate revenue and expenditure amounts in Fund-Dept No. 296-301.733, under Grant Code ODANY-15-SAK, in compliance with New York County District Attorney's Office Sexual Assault Kit Backlog Elimination Grant Program guidelines, in the amount of \$163,590.00, as requested by the Police Department to address the issue of unsubmitted sexual assault kits. [City Administrator Submission No. CA1272015]

SEPARATED FROM MASTER RESOLUTION

150963 Budget Amendment/Planning & Development/Professional Services in City of Flint Parks/Ruth Mott Foundation

Resolution resolving that the appropriate City Officials are authorized to process a budget amendment recognizing grant revenue and corresponding appropriation of funds under Grant Code LRM-16-PKMOW [in the amount of \$68,400.00], as requested by Planning & Development for the mowing and maintenance of City parks between November 2015 and October 2016. [City Administrator Submission No. CA1282015]

SEPARATED FROM MASTER RESOLUTION

150964 Budget Amendment/5th Division/Consolidation of 67th and 68th District Courts

Resolution resolving that the amended 5th Division budget amendment for the consolidation of the Sixty-Seventh [67th] and Sixty-Eighth [68th] District Courts, as approved by the Genesee County Board of Commissioners, is hereby authorized as requested by the Finance Department. [City Administrator Submission No. CA1302015]

SEPARATED FROM MASTER RESOLUTION

150965.1 Amended Resolution/Support Emergency Operations Plan [SEOP]/City of Flint/Genesee County Emergency Management Program

An amended resolution resolving that the appropriate City Officials do all things necessary to adopt the City of Flint's Support Emergency Operations Plan, a support plan to the Genesee County Emergency Management Program Action Guidelines developed to identify the responsibilities between the City of Flint and Genesee County in regards to pre-disaster emergency management activities, as requested by the Fire Department. [NOTE: Resolution attachment (City of Flint, Michigan Support Emergency Operations Plan - September 24, 2014) amended to add City Council President (Kerry Nelson) as a part of the Public Information Function under Basic Information Section IV, Emergency Management Organization.]

SEPARATED FROM MASTER RESOLUTION

150958 Office Depot/Office Supplies/Additional Spending Amount

Resolution resolving that the Finance Department is authorized to issue purchase orders to Office Depot for office supplies, as requested by Development, in an amount NOT-TO-EXCEED \$4,000.00, for an aggregate spend amount of \$103,925.00, AND, resolving that the Finance Department has the discretion for the remainder of FY2016 to spend an additional amount of not more than 5% of the aforementioned aggregate spend amount to Office Depot for unanticipated requests that may be submitted. [City Administrator Submission No. CA1242015]

A motion was made by Councilperson Mays, seconded by Councilperson Freeman, that this matter be Adopted. The motion carried by the following vote:

Aye: 8 - Councilperson Mays, Councilperson Poplar, President Nelson, Councilperson Freeman, Councilperson Winfrey, Councilperson Galloway, Vice President VanBuren and Councilperson Kincaid

Absent: 1 - Councilperson Davis

150961 Budget Amendment/Police Department/FY15 National Sexual Assault Kit Initiative [SAKI]/U.S. Department of Justice Grant

Resolution resolving that the appropriate City Officials are authorized to do all things necessary to appropriate revenue and expenditure amounts in Fund-Dept No. 296-301.732, under Grant Code FDOJ-15-SAKI, in compliance with U.S. Department of Justice Grant Award No. 2015-AK-BX-K016, in the amount of \$1,166,409.00, as requested by the Police Department to address the issue of unsubmitted sexual assault kits. [City Administrator Submission No. CA1262015]

A motion was made by Councilperson Mays, seconded by Councilperson Freeman, that this matter be Adopted. The motion carried by the following vote:

Aye: 8 - Councilperson Mays, Councilperson Poplar, President Nelson, Councilperson Freeman, Councilperson Winfrey, Councilperson Galloway, Vice President VanBuren and Councilperson Kincaid

Absent: 1 - Councilperson Davis

150962 Budget Amendment/Police Department/DANY Sexual Assault Kit Backlog Elimination Program/District Attorney's Office of New York [DANY]

Resolution resolving that the appropriate City Officials are authorized to do all things necessary to appropriate revenue and expenditure amounts in Fund-Dept No. 296-301.733, under Grant Code ODANY-15-SAK, in compliance with New York County District Attorney's Office Sexual Assault Kit Backlog Elimination Grant Program guidelines, in the amount of \$163,590.00, as requested by the Police Department to address the issue of unsubmitted sexual assault kits. [City Administrator Submission No. CA1272015]

A motion was made by Councilperson Mays, seconded by Councilperson Freeman, that this matter be Adopted. The motion carried by the following vote:

Aye: 8 - Councilperson Mays, Councilperson Poplar, President Nelson, Councilperson Freeman, Councilperson Winfrey, Councilperson Galloway, Vice President VanBuren and Councilperson Kincaid

Absent: 1 - Councilperson Davis

150963 **Budget Amendment/Planning & Development/Professional Services in City of Flint Parks/Ruth Mott Foundation**

Resolution resolving that the appropriate City Officials are authorized to process a budget amendment recognizing grant revenue and corresponding appropriation of funds under Grant Code LRM-16-PKMOW [in the amount of \$68,400.00], as requested by Planning & Development for the mowing and maintenance of City parks between November 2015 and October 2016. [City Administrator Submission No. CA1282015]

A motion was made by Councilperson Mays, seconded by Councilperson Freeman, that this matter be Adopted. The motion carried by the following vote:

Aye: 8 - Councilperson Mays, Councilperson Poplar, President Nelson, Councilperson Freeman, Councilperson Winfrey, Councilperson Galloway, Vice President VanBuren and Councilperson Kincaid

Absent: 1 - Councilperson Davis

150964 **Budget Amendment/5th Division/Consolidation of 67th and 68th District Courts**

Resolution resolving that the amended 5th Division budget amendment for the consolidation of the Sixty-Seventh [67th] and Sixty-Eighth [68th] District Courts, as approved by the Genesee County Board of Commissioners, is hereby authorized as requested by the Finance Department. [City Administrator Submission No. CA1302015]

A motion was made by Councilperson Mays, seconded by Councilperson Freeman, that this matter be Adopted. The motion carried by the following vote:

Aye: 7 - Councilperson Poplar, President Nelson, Councilperson Freeman, Councilperson Winfrey, Councilperson Galloway, Vice President VanBuren and Councilperson Kincaid

No: 1 - Councilperson Mays

Absent: 1 - Councilperson Davis

150965.1 Amended Resolution/Support Emergency Operations Plan [SEOP]/City of Flint/Genesee County Emergency Management Program

An amended resolution resolving that the appropriate City Officials do all things necessary to adopt the City of Flint's Support Emergency Operations Plan, a support plan to the Genesee County Emergency Management Program Action Guidelines developed to identify the responsibilities between the City of Flint and Genesee County in regards to pre-disaster emergency management activities, as requested by the Fire Department. [NOTE: Resolution attachment (City of Flint, Michigan Support Emergency Operations Plan - September 24, 2014) amended to add City Council President (Kerry Nelson) as a part of the Public Information Function under Basic Information Section IV, Emergency Management Organization.]

A motion was made by Councilperson Mays, seconded by Councilperson Freeman, that this matter be Adopted. The motion carried by the following vote:

Aye: 8 - Councilperson Mays, Councilperson Poplar, President Nelson, Councilperson Freeman, Councilperson Winfrey, Councilperson Galloway, Vice President VanBuren and Councilperson Kincaid

Absent: 1 - Councilperson Davis

150955 Special Order/Mayor Karen Weaver

A special order to allow for remarks by Mayor Karen Weaver.

Presented

150966 Declaration of State of Emergency/Mayor Karen W. Weaver/City of Flint, Michigan/County of Genesee/Michigan Emergency Management Act 390 of 1976

A Declaration of a State of Emergency for the incorporated boundaries of the City of Flint, effective December 14, 2015, by Mayor Karen W. Weaver (in accordance with Michigan Emergency Management Act 390 of 1976) to protect the health, safety and welfare of the citizens of Flint as the City of Flint has experienced a man-made disaster by switching to the use of the Flint River before connecting to the KWA (Karegnondi Water Authority), AND, Flint children have experienced increased blood lead levels since the switch to the Flint River, AND, this damage to children is irreversible and can cause effects to a child's IQ which will result in learning disabilities and the need for special education and mental health services and an increase in the juvenile justice system, AND, this damage will increase the need for foster and adoptive parents as a result of social services needed due to the detrimental effects of the high blood lead levels.

A motion was made by Councilperson Freeman, seconded by Councilperson Kincaid, that this matter be Placed on File. The motion carried by the following vote:

Aye: 8 - Councilperson Mays, Councilperson Poplar, President Nelson, Councilperson Freeman, Councilperson Winfrey, Councilperson Galloway, Vice President VanBuren and Councilperson Kincaid

Absent: 1 - Councilperson Davis

- 150966.1 Extension Authorization/Declaration of State of Emergency/Mayor Karen W. Weaver/City of Flint, Michigan/County of Genesee/Michigan Emergency Management Act 390 of 1976

An authorization to extend for thirty (30) days the Declaration of a State of Emergency for the incorporated boundaries of the City of Flint, effective December 14, 2015, by Mayor Karen W. Weaver (in accordance with Michigan Emergency Management Act 390 of 1976) to protect the health, safety and welfare of the citizens of Flint as the City of Flint has experienced a man-made disaster by switching to the use of the Flint River before connecting to the KWA (Karegnondi Water Authority), AND, Flint children have experienced increased blood lead levels since the switch to the Flint River, AND, this damage to children is irreversible and can cause effects to a child's IQ which will result in learning disabilities and the need for special education and mental health services and an increase in the juvenile justice system, AND, this damage will increase the need for foster and adoptive parents as a result of social services needed due to the detrimental effects of the high blood lead levels. [NOTE: The Flint City Council voted to authorize Mayor Karen W. Weaver to extend for 30 days the State of Emergency in the City of Flint, as declared by Mayor Weaver, to January 14, 2016.]

This item, an Authorization to Extend a Declaration of State of Emergency, was entered into the legislative system as an Official Communication from the Administration. As such, Placed on File was one of only two available actions for voting details. The vote by the City Council was on a motion to authorize Mayor Weaver to extend the Declaration of State of Emergency for thirty (30) days.

A motion was made by Councilperson Mays, seconded by Councilperson Winfrey, that this matter be Placed on File. The motion carried by the following vote:

Aye: 8 - Councilperson Mays, Councilperson Poplar, President Nelson, Councilperson Freeman, Councilperson Winfrey, Councilperson Galloway, Vice President VanBuren and Councilperson Kincaid

Absent: 1 - Councilperson Davis



City of Flint, Michigan

Summary Meeting Minutes For SPECIAL CITY COUNCIL

150979
Third Floor, City Hall
1101 S. Saginaw Street
Flint, Michigan 48502
www.cityofflint.com

Kerry L. Nelson, President, Ward 3
Vicki VanBuren, Vice President, Ward 8

Eric Mays, Ward 1 *Jacqueline Poplar, Ward 2*
Joshua M. Freeman, Ward 4 *Wantwaz D. Davis, Ward 5*
Herbert J. Winfrey, Ward 6 *Monica Galloway, Ward 7*
 Scott Kincaid, Ward 9

Inez M. Brown, City Clerk

Wednesday, December 30, 2015

5:37 PM

Council Chambers

SUMMARY FOR 1-11-2016 CITY COUNCIL AGENDA

150967

Acknowledgment, Approval, Ratification and Confirmation/Transfer of
Funds/Sewer Fund/Sewer Claim Settlements

Resolution resolving that the Flint City Council hereby acknowledges, approves, ratifies, and confirms the transfer of \$15,700,000.00 from the Sewer Fund to the Self Insurance Fund/Suits and Settlements (677) for the sole purpose of settlement payments previously made, to the extent necessary to resolve the specific requirements of the ongoing litigation matter Larry Shears and Margaret Fralick v. City of Flint, et al, Case No. 14-103476-CZ. [NOTE: Over the course of several years, the City Administration and City Council had numerous executive sessions regarding the settlement of several sewer litigation matters and, ultimately, \$15.7 million dollars was transferred from the Sewer Fund to the Self Insurance Fund/Suits and Settlements (677) to facilitate settlement payments to various plaintiffs.] [City Administrator Submission No. CA1332015]

A motion was made by Councilperson Freeman, seconded by Vice President VanBuren, that this matter be Adopted. The motion carried by the following vote:

Aye: 6 - Councilperson Mays, President Nelson, Councilperson Freeman, Councilperson Davis, Councilperson Winfrey and Vice President VanBuren

Absent: 3 - Councilperson Poplar, Councilperson Galloway and Councilperson Kincaid

150968

CA1322015

Presented: 12-18-15

Adopted:

**Resolution authorizing a contract between MTA and the City of Flint for
police officer services.**

BY THE CITY ADMINISTRATOR:

The Mass Transportation Authority, also refer to as MTA, has negotiated an agreement with the City of Flint Police Department for police officer services at their downtown transportation station through June 30, 2018.

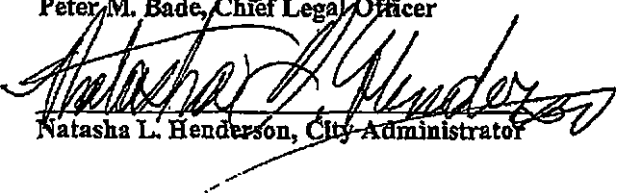
A contract shall be authorized and executed between the City of Flint and MTA for police services through June 30, 2018, becoming effective as of the date of execution of said agreement. Budgeted amounts would be as follows: \$68,282.55 – FY16, \$127,597.81 – FY17, and \$131,372.71 – FY18 for an aggregate cost of \$327,253.07. Funding for said services will come from accounts; 101-315.100-702.000, 101-315.100-719.100, 101-315.100-719.150, 101-315.100-719.200, 101-301.200-863.900 and 101-315.100-677.000.

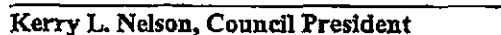
THEREFORE BE IT RESOLVED, That the appropriate City Officials, Upon City Council's approval, are hereby authorized to enter into a contract with Mass Transportation Authority for police services, in the amount of \$68,282.55 for FY16, \$127,597.81 for FY17, and \$131,372.71 for FY18 for a total aggregate amount of \$327,253.07

BE IT FURTHER RESOLVED, That the appropriate City Officials, Upon City Council's approval, are hereby authorized to recognize said revenues in FY16 and the aforementioned amounts for following budget years FY17, and FY18.

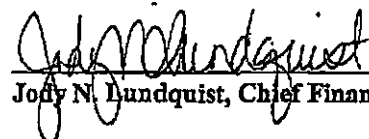
APPROVED AS TO FORM:


Peter M. Bade, Chief Legal Officer


Natasha L. Henderson, City Administrator


Kerry L. Nelson, Council President

APPROVED AS TO FINANCE:


Jody N. Lundquist, Chief Finance Officer

RECEIVERSHIP TRANSITION ADVISORY
BOARD:

RESOLUTION STAFF REVIEW

DATE: 11/10/15

Agenda Item Title: Mass Transportation Authority

Prepared By: Rick Johnson, Police Financial Coordinator

Background/Summary of Proposed Action: Resolution authorizing the Flint Police Department to enter into a contract with the Mass Transportation Authority for Officer Services for FY-16 (Dec 2015 – June 2016) in the amount of \$68,282.55, FY-17 in the amount of \$127,597.81 and FY-18 in the amount of \$131,372.71 for a total of \$327,253.07.

Financial Implications: 100% reimbursement of the officer

Budgeted Estimated Revenue? Yes ☐ No ☒ Please explain if no: New agreement after budget prep.

Account No.: 101-315.100-677.000

Pre-encumbered? Yes ☐ No ☒ Requisition:

Other Implications (i.e., collective bargaining): None

Staff Recommendation: Recommend Approval

Staff Person:


James W. Tolbert, Chief of Police



MASS TRANSPORTATION AUTHORITY

CONTRACT AGREEMENT

This Agreement made this 19th day of November, 2015, between the Mass Transportation Authority, herein called the "Authority" and/or "Buyer" and The City of Flint herein called the "Contractor" and/or "Seller".

In consideration of the mutual promises and agreements hereinafter set forth, the parties agree to undertake, carry out and perform this Contract in accordance with the terms and conditions as set forth herein, and as follows:

1. The Contract Documents:
The Contract Documents consist of this Agreement, the engagement letter between the City of Flint Police Department and the Mass Transportation Authority dated September 11, 2015, the cost proposal provided by the Flint Police Department, and the Mass Transportation Authority's Board Resolution #15-63. These form the Contract and all are fully a part of the Contract as if attached to this Agreement or reported herein. If there is a conflict between the contract and any of the referenced documents, the order of precedence shall be the order as listed in this paragraph.
2. The Performance:
The Contractor shall furnish pursuant to the terms and conditions of this Contract labor and material as listed in the attached Letter of Engagement between the City of Flint Police Department and the Mass Transportation Authority. The parties acknowledge that the services provided pursuant to this Agreement are subordinate to the emergency needs of the City that may occur from time to time. The FPD Chief of Police, or his/her designee, shall have the sole discretion to determine if an emergency exists. Should the FPD Chief of Police, or his/her designee, determine that an emergency exists, services provided pursuant to this Agreement shall cease immediately until the conclusion of such emergency.
3. Time of Commencement and Completion:
The Contractor shall perform under this Contract from December 6, 2015 until June 30, 2018 at a total contract cost of \$327,253.07 based on one uniformed Officer working 40 hours per week from the hours of 10:00AM to 6:00PM Monday through Friday with a City of Flint patrol vehicle at the MTA Downtown Transportation Center, 615 Harrison Street. This contract may be extended to a later date only by mutual consent of the parties.
4. Independent Contractor:
The Contractor is employed by the Authority as an independent Contractor and has and retains the right to exercise full control and supervision of the services including compliance with Social Security, withholding and all other regulations governing such matters. The contractor agrees to indemnify, defend and save harmless the Authority, its agents, officers and members of the Board of the Mass Transportation Authority against any and all loss, damage or expense which the Authority may suffer by reason of liability imposed by law upon the Authority or Contractor for damages because of bodily injury, including death at any time resulting there from sustained by any person or persons, or on account of damage to property are due to the fault of the Contractor, its sub-contractors or their employees, agents or any other person under the direct or indirect Contract of the Contractor.

5. Contractor's Financial Responsibilities:

Any costs due to the fault of the Contractor, sub-contractor, or anyone directly employed by them either for making good of defective work, disposal of material wrongly supplied, making good of damage to property, or excess costs from material or labor, or otherwise shall be borne by this Contractor, and the Authority may withhold money due the Contractor to cover any such costs.

6. Assignment:

The Contractor shall not assign or transfer any interest in this Agreement or delegate its performance of duties except on prior written approval of the Authority, which approval shall not be unreasonably withheld. Consent to assign, transfer or delegate any interest or performance of this Contract shall not be construed to relieve the Contractor of any responsibility for the fulfillment of this Agreement.

7. Payments:

The Authority shall pay the Contractor for the performance of work in current funds per price stated in the cost proposal provided by the City of Flint Police Department upon completion and acceptance by the Mass Transportation Authority. The Contractor shall invoice each item against an Authority Purchase Order and all invoices for the calendar month shall be payable by the fifteenth day of the following month.

No payment will be made to the Contractor for material not delivered upon the Authority premises, unless otherwise agreed to in writing by the Authority.

Neither payment made under the Contract or used by the Authority of the labor and material provided shall be evidence of performance of the Contract, either in whole or in part, nor shall such payment, final or otherwise, be construed to relieve the Contractor from its obligation to make good any defects arising or discovered in its performance within the period of its guarantee, nor shall the Authority be deemed to waive any specific obligation the contractor may assume as to its performance.

8. Testing:

At any time if it is determined by an independent testing firm analysis that equipment delivered and installed is substandard, the Authority reserves the right to discontinue shipments and shall not be obligated to pay for such substandard shipment already delivered. The Contractor agrees to pay all costs incurred by the Authority to provide test on equipment delivered and installed found not meeting the specification.

9. Termination for Convenience:

The Authority may terminate this contract, in whole or in part, at any time by written notice to the Contractor when it is in the Authority's best interest. The Contractor shall be paid its costs, including contract close-out costs, and profit on work performed up to the time of termination. The Contractor shall promptly submit its termination claim to the Authority to be paid the Contractor. If the Contractor has any property in its possession belonging to the Authority, the Contractor will account for the same, and dispose of it in the manner the Authority directs.

10. Termination for Default:

The Authority reserves the right to cancel all or any part of the work covered by this Agreement and/or Purchase Order, if Seller does not make deliveries as specified in the schedules or so fails to make progress as to endanger performance of the work and does not correct such failure after receipt of written notice from the Authority specifying such failure, or if Seller breaches any of the terms hereof, including the warrants of Seller. Should cancellation be made for cause, the

Authority reserves the right to purchase elsewhere and if additional costs are incurred, such costs are to be at the Seller's expense. The Seller shall be liable for any other damages suffered by the Authority as a result of any breach by the Seller in the performance of this Agreement.

IN WITNESS WHEREOF, the parties hereto have caused this Agreement to be executed by their respective duly authorized representatives, as of the day first above written.

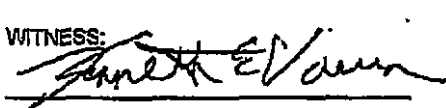
CITY OF FLINT

MASS TRANSPORTATION AUTHORITY

Title


General Manager, Edgar H. Benning

WITNESS:

WITNESS:


Cost of One (1) Officer - Mass Transportation Authority (M T A)

	December 06, 2015 to July 02, 2016	July 03, 2016 to July 01, 2017	Juy 02, 2017 to June 30, 2018	Total
Wages	\$31,730.40	\$55,000.00	\$55,000.00	\$141,730.40
Direct Fringe	\$1,361.23	\$2,359.50	\$2,359.50	\$6,080.23
Pension	\$21,947.33	\$42,331.31	\$44,236.21	\$108,514.85
Other Fringes	\$8,743.58	\$19,327.00	\$20,417.00	\$48,487.58
Total Payroll	\$63,782.55	\$119,017.81	\$122,012.71	\$304,813.07
Vehicles	\$4,500.00	\$8,580.00	\$9,360.00	\$22,440.00
Total Cost	\$68,282.55	\$127,597.81	\$131,372.71	\$327,253.07

City of Flint, Michigan

*Third Floor, City Hall
1101 S. Saginaw Street
Flint, Michigan 48502
www.cityofflint.com*



Meeting Minutes 2 - Final

Monday, January 11, 2016

6:06 PM

RTAB SUMMARY

Council Chambers

CITY COUNCIL

*Kerry L. Nelson, President, Ward 3
Vicki VanBuren, Vice President, Ward 8*

Eric Mays, Ward 1

Vacant, Ward 4

Herbert J. Winfrey, Ward 6

Jacqueline Poplar, Ward 2

Wantwaz D. Davls, Ward 5

Monica Galloway, Ward 7

Scott Kincaid, Ward 9

Inez M . Brown, City Clerk

ROLL CALL

Present: Councilperson: Councilperson Poplar, President Nelson, Councilperson Davis, Councilperson Winfrey, Councilperson Galloway, VanBuren and Councilperson Kincaid

Absent: Councilperson: Councilperson Mays

SPECIAL ORDER**150984 Special Order/City of Flint Audit**

A Special Order to allow for a Fiscal Year 2014/2015 Audit Presentation, as requested by City Council Finance & Administration Committee Chairperson Scott Kincaid.

Councilperson Kincaid, seconded by Councilperson Davis, made a motion to Receive and Place on File the FY2014-2015 City of Flint Audit. The motion passed by a vote of 7:0.

Presented

RESOLUTIONS**150968 Contract/Mass Transportation Authority (MTA)/Police Officer Services/MTA Downtown Transportation Station**

Resolution resolving that the appropriate City Officials, upon City Council approval, are hereby authorized to enter into a contract with the Mass Transportation Authority (MTA) for police officer services at the MTA's downtown Flint transportation station through June 30, 2018, in the amount of \$68,282.55 for FY2016, \$127,597.81 for FY2017, and \$131,372.71 for FY2018, for a total aggregate amount of \$327,253.07, AND, resolving that the appropriate City Officials are hereby authorized to recognize said revenues in FY2016, and the aforementioned amounts for budget years 2017 and 2018, as requested by the Police Department. [City Administrator Submission No. CA1322015.]

A motion was made by Councilperson Kincaid, seconded by Councilperson Galloway, that this matter be Adopted. The motion carried by the following vote:

Aye: 7 - Councilperson Poplar, President Nelson, Councilperson Davis, Councilperson Winfrey, Councilperson Galloway, Vice President VanBuren and Councilperson Kincaid

Absent: 1 - Councilperson Mays

ADJOURNMENT

This regular City Council meeting was adjourned at 8:02 p.m.

City of Flint, Michigan

*Third Floor, City Hall
1101 S. Saginaw Street
Flint, Michigan 48502
www.cityofflint.com*



Meeting Agenda - Final

Monday, January 25, 2016

6:00 PM

Council Chambers

CITY COUNCIL

*Kerry L. Nelson, President, Ward 3
Vicki VanBuren, Vice President, Ward 8*

*Eric Mays, Ward 1
Kate Fields, Ward 4
Herbert J. Winfrey, Ward 6*

*Jacqueline Poplar, Ward 2
Wantwaz D. Davis, Ward 5
Monica Galloway, Ward 7*

Scott Kincaid, Ward 9

Inez M. Brown, City Clerk

CALL TO ORDER**ROLL CALL****PLEDGE OF ALLEGIANCE****PUBLIC COMMENT**

Per the amended Rules Governing Meetings of the Council (as adopted by the City Council on Monday, April 27, 2015), members of the public may address the Council for three (3) minutes on ANY ITEM PERTAINING TO THIS AGENDA.

PETITIONS AND UNOFFICIAL COMMUNICATIONS

None

COMMUNICATIONS FROM CITY OFFICIALS

None

APPOINTMENTS

None

LICENSES

None

BONDS

None

RESOLUTIONS

150985 Amendment/Grant Acceptance/Additional Funds/Michigan Department of Transportation (MDOT)/Construction of Stewart Avenue & Andrew Street

Resolution resolving that the appropriate city officials are authorized to do all things necessary to accept a grant increase of \$280,114.00, resulting in a cumulative grant award of \$2,591,182.00 for the Category A funding from MDOT, to comply with the terms of the funding award and to perform any necessary revenue and expenditure appropriations, as requested by Transportation, for MDOT Job No. 124371. [NOTE: On June 25, 2014, the Emergency Manager approved Resolution No. EME3412014, authorizing the City of Flint to accept a grant in the amount of \$2,311,068.00 for the reconstruction of Stewart Avenue (Dort Highway to James P. Cole Boulevard) and Andrew Street (Stewart Avenue to Wager Avenue) through MDOT. In an effort to offset anticipated increases in project costs, MDOT awarded additional grant funds in the amount of \$280,114.00. Implementation of the grant will be performed by the MDOT Davison Transportation Service Center.]

[City Administrator Submission No. CA1342016.]

150985.1 Contract/Michigan Department of Transportation (MDOT)/Construction of Stewart Avenue & Andrew Street

Resolution resolving that the appropriate city officials are authorized to do all things necessary to enter into MDOT Contract No. 15-5514, accept and utilize Michigan's Transportation Economic Development Fund (TEDF) grant funds totaling \$2,591,182.00 to fund it, and comply with all terms of the contract, as requested by Transportation. [NOTE: On June 25, 2014, the Emergency Manager approved Resolution No. EME3412014, authorizing the City of Flint to accept a grant in the amount of \$2,311,068.00 for the reconstruction of Stewart Avenue (Dort Highway to James P. Cole Boulevard) and Andrew Street (Stewart Avenue to Wager Avenue) through MDOT. In an effort to offset anticipated increases in project costs, MDOT awarded additional grant funds in the amount of \$280,114.00. Implementation of the grant will be performed by the MDOT Davison Transportation Service Center. This resolution represents a new contract.] [City Administrator Submission No. CA1352016.]

**RESOLUTIONS - MAY BE REFERRED FROM
COMMITTEE-OF-THE-WHOLE**

150989 CO#1/Contract/TSP Environmental/Removal/Seven (7) Underground Storage Tanks

Resolution resolving that the Mayor and city Administrator do all things necessary to enter into change order #1 to the contract with TSP Environmental in order to pay for unanticipated work that was discovered upon unearthing the work site, in an amount NOT-TO-EXCEED \$20,097.04, for a revised contractual amount of \$79,986.04, as requested by the Water Plant [Water Fund Acct. No. 591-545.300-801.000]. [NOTE: Initial contract resolution was not received by the Council office.] [City Administrator Submission No. CA1362016.]

150990 Transfer/Obsolete Property Rehabilitation Exemption Certificate/Friends of the Capitol Theatre (FOTCT), LLC

Resolution resolving that city officials are authorized to transfer the Obsolete Property Rehabilitation Exemption Certificate from Capitol Theatre Building, LLC (Jerusalem Capitol Theatre Building, L.L.C.) to Friends of the Capitol Theatre, LLC, as requested by the Department of Community and Economic Development (DCED). [NOTE: FOTCT is a subsidiary of the non-profit Uptown Reinvestment Corp. (URC), which will spearhead the development and restoration of the building. The Flint Cultural Center and The Whiting will operate and handle programming.] [City Administrator Submission No. CA1372016.]

LIQUOR LICENSES

None

ORDINANCES - First Reading

ORDINANCES - Second Reading

PUBLIC SPEAKERS

Per the amended Rules Governing Meetings of the Council (as adopted by the City Council on Monday, April 27, 2015), members of the public may address the Council for three (3) minutes IN GENERAL.

ADDITIONAL COUNCIL DISCUSSION

ADJOURNMENT

150985

CA SUBMISSION NO.: CA 1342016

PRESENTED: 1-19-16

ADOPTED: _____

RESOLUTION AUTHORIZING APPROPRIATE CITY OF FLINT OFFICIALS TO AMEND EME3412014 AND ACCEPT A GRANT INCREASE IN THE AMOUNT OF \$280,114.00 FROM MDOT FOR RECONSTRUCTION OF STEWART AVENUE AND ANDREW STREET RESULTING IN A GRANT AWARD IN THE AMOUNT OF \$2,591,182.00

BY THE CITY ADMINISTRATOR:

On June 25, 2014, the Emergency Manager approved resolution EME3412014 authorizing the City of Flint to accept a grant in the amount of \$2,311,068.00 for the reconstruction of Stewart Avenue (Dort Highway to James P. Cole Boulevard) and Andrew Street (Stewart Avenue to Wager Avenue) through a grant from the State of Michigan's Department of Transportation's (MDOT) Economic Development Fund Category A funding.

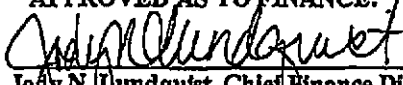
In an effort to offset an anticipated increase in project costs, MDOT awarded additional TEDF grant funds in the amount of \$280,114.00. The Department of Public Works requests authorization to accept the additional MDOT grant and to do all things necessary to comply with the terms of the grant. Implementation of the grant will be performed by the MDOT Davison Transportation Service Center.

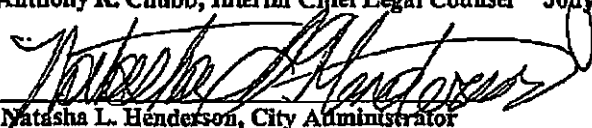
IT IS RESOLVED, that appropriate City of Flint officials are authorized to do all things necessary to accept a grant increase of \$280,114.00, resulting in a cumulative grant award of \$2,591,182.00 for the Category A funding from MDOT, to comply with the terms of the funding award, and perform any necessary revenue and expenditure appropriations for MDOT Job No. 124371.

APPROVED AS TO FORM:


Anthony K. Chubb, Interim Chief Legal Counsel

APPROVED AS TO FINANCE:


Jody N. Lundquist, Chief Finance Director


Natasha L. Henderson, City Administrator

CITY COUNCIL:

Kerry Nelson, Council President

1/11/16 SYR

RESOLUTION STAFF REVIEW

DATE: January 11, 2016

Agenda Item Title: RESOLUTION AUTHORIZING APPROPRIATE CITY OF FLINT OFFICIALS TO AMEND EME3412014 AND ACCEPT A GRANT INCREASE IN THE AMOUNT OF \$280,114.00 FROM MDOT FOR RECONSTRUCTION OF STEWART AVENUE AND ANDREW STREET RESULTING IN A GRANT AWARD IN THE AMOUNT OF \$2,591,182.00

Prepared By: Shawanda Roebuck for Kay Muhammad

Background/Summary of Proposed Action: EME3412014, adopted June 25, 2014, accepted a grant from MDOT in the amount of \$2,311,068.00 from Michigan's Transportation Economic Development Fund (TEDF) Category A funding, which is restricted for transportation needs that are critical to eligible economic development projects. The American Spiralweld Pipe Company, LLC was awarded the contract to supply steel pipe for the Karegnondi Water Authority (KWA) pipeline. The company has built a new manufacturing facility on the site of the former Buick City complex, however the access roads to the site are in extremely poor condition.

In an effort to offset anticipated increased project costs, MDOT increased the grant award amount resulting in a cumulative grant award of \$2,591,182.00. Department of Public Works is requesting that the new cumulative grant award amount of \$2,591,182.00 be accepted so that execution of the much-needed project can begin.

Financial Implications: No cost to the City, this grant is meant to cover the entire cost of the construction and engineering costs (preliminary and construction). The 20% match requirement has been waived.

Budgeted Expenditure? Yes ☐ No ☒ Please explain if no:

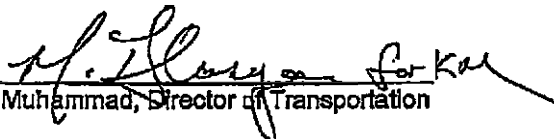
Account No.: N/A

Pre-encumbered? Yes ☐ No ☒ Requisition #

Other Implications (i.e., collective bargaining): None

Staff Recommendation: Recommend Approval

Staff Person:


Kay Muhammad, Director of Transportation

1/11/16 SYR



Grant Summary

Date: 01/09/2016

Page: 1 of 1

Grant Type: TED - Category A

Grant Number: 1166

Section	Applicant	Description (rpt)	Current Grant Amount	Total Match	Grant Percentage	Status	Grant Year
01	Flint	Stewart Ave. and Andrew St. reconstruction	\$2,891,182.00	\$231.13	89.98%	Approved	2014
Total:			\$2,891,182.00	\$231.13	89.98%		

Section Grant Section Description

01 This project includes the reconstruction of two streets in the city of Flint: Stewart Avenue from Dort Highway to James P. Cole Boulevard and Andrew Street from Stewart Avenue to Wager Avenue. These improvements will improve the structural capacity for the proposed commercial traffic due to the new American SpiralWeld Pipe Co. facility. Work elements include a full reconstruction of the existing roadways with drainage improvements. Total costs for this project are \$2,591,413. A portion of these funds will be used for preliminary and construction engineering.

Project Summary

American Cast Iron Pipe Company is a manufacturer of pipes, valves, pumps, castings, and hydrants for the waterworks and oil and gas industries. One of its subsidiaries, American SpiralWeld Pipe Company, was recently awarded the contract to supply spiral-welded steel pipe for the Karegnond Water Authority (KWA) pipeline. The 87-mile KWA project will extend from Lake Huron to Flint and supply 60 million gallons of water a day to Sanilac, Lapeer, and Genesee counties. American SpiralWeld is building a new 180,000 square foot manufacturing plant on the site of the old Buick City complex in Flint. Buick City, which closed operations in 1995, was the largest General Motors complex in the world. The entire 450 acre site is currently vacant. American SpiralWeld Pipe Company is the first new company to break ground at the site since it was vacated.

Access to the American SpiralWeld Pipe Company plant will come primarily from I-475 via Stewart Avenue and Andrew Street. The heavy industrial traffic along this route has left these two roadways in poor condition. The increase in traffic generated by American SpiralWeld will accelerate this deterioration. To ensure continued access to the plant, the city of Flint will reconstruct Stewart Avenue from Dort Highway to James P. Cole Boulevard and reconstruct Andrew Street from Stewart Avenue to Wager Avenue. The increased structural capacity will extend the life span of the roadway and accommodate the increase in employee and commercial traffic.

Job Phase Summary

Section	Job/Phase	Est Grant Amount	Auth Grant Amount	CTD Grant Amount	Route	Work Description	Location Description	Financial Stage/Status	FinSys
01	124371(A)	\$2,316,182.00	\$2,580,550.32	\$0.00	Stewart Ave	Reconstruction	Stewart Ave and Andrew St	Initial / Approved	EDA
01	124371(C)	\$184,886.00	\$184,886.00	\$108,799.18	Stewart Ave	Reconstruction	Stewart Ave and Andrew St	Change / Approved	EDA
01	124371(B)	\$2,000.00	\$2,000.00	\$0.00	Stewart Ave	Reconstruction	Stewart Ave and Andrew St	Initial / Approved	EDA
Total:		\$2,603,068.00	\$2,767,436.32	\$108,799.18					

150985.1

CA SUBMISSION NO.: CA1352016

PRESENTED: 1-19-16

ADOPTED: _____

RESOLUTION AUTHORIZING APPROPRIATE CITY OF FLINT OFFICIALS TO ENTER INTO MDOT CONTRACT No. 15-5514, Job No. 124371A, STEWART AVENUE (DORT HIGHWAY TO JAMES P. COLE BLVD) AND ANDREW STREET (STEWART AVE TO WAGER AVENUE) PROJECT USING THE MICHIGAN TRANSPORTATION ECONOMIC DEVELOPMENT FUND (TEDF) GRANT AWARD

BY THE CITY ADMINISTRATOR:

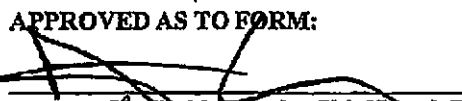
On June 2015 EM No. EME3412014 authorized proper City of Flint officials to accept a grant from MDOT for the reconstruction of Stewart Avenue and Andrew Street in the amount of \$2,311,068.00 through Michigan's Transportation Economic Development Fund (TEDF) Category A funding. Category A funding is restricted for transportation needs that are critical to eligible economic development projects. The American Spiralweld Pipe Company, LLC was awarded the contract to supply steel pipe for the Karegnondi Water Authority (KWA) pipeline. The company has built a new manufacturing facility on the site of the former Buick City complex, however the access roads to the site are in extremely poor condition. Increased industrial traffic in the area generated by American Spiralweld will accelerate road deterioration of the local roads in the Stewart Avenue and Andrew Street area.

Road reconstruction of Stewart Avenue (Dort Highway to James P. Cole Boulevard) and Andrew Street (Stewart Avenue to Wager Avenue) will increase the structural capacity, extend the life span of the roadway, and accommodate the increase in residential and commercial traffic.

The grant was revised and The City of Flint was awarded the TEDF grant in the amount of \$2,591,182.00 for the reconstruction of Stewart Avenue (Dort Highway to James P. Cole Boulevard) and Andrew Street (Stewart Avenue to Wager Avenue). Grant funds, which will be retained by MDOT, are expected to cover all costs of the project. Department of Public Works is requesting authorization to enter into MDOT contract No.15-5514 for the purpose of fixing the rights and obligations of the City and MDOT in agreeing to the construction improvements and performance of the project work.

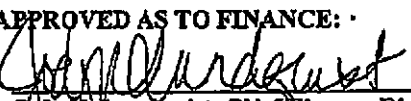
IT IS RESOLVED, that the appropriate City of Flint officials are authorized to do all things necessary to enter into MDOT contract No. 15-5514, accept and utilize TEDF grant funds totaling \$2,591,182.00 to fund MDOT contract No. 15-5514, and comply with all terms of the contract.

APPROVED AS TO FORM:


Anthony R. Cabb, Interim Chief Legal Counsel


Natasha L. Henderson, City Administrator

APPROVED AS TO FINANCE:


Jody M. Lundquist, Chief Finance Director

CITY COUNCIL:

Kerry Nelson, Council President

1/11/16 SYR

RESOLUTION STAFF REVIEW

DATE: December 11, 2015

Agenda Item Title: RESOLUTION AUTHORIZING APPROPRIATE CITY OF FLINT OFFICIALS TO ENTER INTO MDOT CONTRACT 15-5514 STEWART AVENUE (DORT HIGHWAY TO JAMES P. COLE BLVD) AND ANDREW STREET (STEWART AVE TO WAGER AVENUE) PROJECT USING THE MICHIGAN TRANSPORTATION ECONOMIC DEVELOPMENT FUND (TEDF) GRANT AWARD

Prepared By: Shawanda Roebuck for Kay Muhammad

Background/Summary of Proposed Action: Michigan's Transportation Economic Development Fund (TEDF) Category A funding is restricted for transportation needs that are critical to eligible economic development projects. The American Spiralweld Pipe Company, LLC has been awarded the contract to supply steel pipe for the Karegnondi Water Authority (KWA) pipeline. The company has built a new manufacturing facility on the site of the former Buick City complex, however the access roads to the site are in extremely poor condition. Increased industrial traffic in the area generated by American Spiralweld will accelerate road deterioration of the local roads in the Stewart Avenue and Andrew Street area.

Road reconstruction of Stewart Avenue (Dort Highway to James P. Cole Boulevard) and Andrew Street (Stewart Avenue to Wager Avenue) will increase the structural capacity, extend the life span of the roadway, and accommodate the increase in residential and commercial traffic.

Grant funds which will be retained by MDOT, are expected to cover all costs of the Stewart Avenue (Dort Highway to James P. Cole Boulevard) and Andrew Street (Stewart Avenue to Wager Avenue) reconstruction project. Department of Public Works is requesting authorization to enter into MDOT contract 15-5514.

Financial Implications: None. The TEDF grant is expected to cover all funding required for project costs

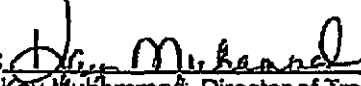
Budgeted Expenditure? Yes ☐ No ☒ Please explain if no: Grant retained by MDOT

Account No.: N/A

Pre-encumbered? Yes ☐ No ☐ Requisition # N/A

Other Implications (i.e., collective bargaining): None

Staff Recommendation: Recommend Approval

Staff Person: 
Kay Muhammad, Director of Transportation

12/11/15 SYR



Grant Summary

Date: 01/08/2016

Page: 1 of 1

Grant Type: TED - Category A

Grant Number: 1165

Section	Applicant	Description (rpt)	Current Grant Amount	Total Match	Grant Percentage	Status	Grant Year
01	Flint	Stewart Ave. and Andrew St. reconstruction	\$2,591,182.00	\$231.13	89.99%	Approved	2014
Total:			\$2,591,182.00	\$231.13	89.99%		

Section Grant Section Description

01 This project includes the reconstruction of two streets in the city of Flint: Stewart Avenue from Dort Highway to James P. Cole Boulevard and Andrew Street from Stewart Avenue to Wager Avenue. These improvements will improve the structural capacity for the proposed commercial traffic due to the new American SpiralWeld Pipe Co. facility. Work elements include a full reconstruction of the existing roadways with drainage improvements. Total costs for this project are \$2,591,413. A portion of these funds will be used for preliminary and construction engineering.

Project Summary

American Cast Iron Pipe Company is a manufacturer of pipes, valves, pumps, castings, and hydrants for the waterworks and oil and gas industries. One of its subsidiaries, American SpiralWeld Pipe Company, was recently awarded the contract to supply spiral-welded steel pipe for the Kalamazoo Water Authority (KWA) pipeline. The 57-mile KWA project will extend from Lake Huron to Flint and supply 60 million gallons of water a day to Sanilac, Lapeer, and Genesee counties. American SpiralWeld is building a new 180,000 square foot manufacturing plant on the site of the old Buick City complex in Flint. Buick City, which closed operations in 1999, was the largest General Motors complex in the world. The entire 450 acre site is currently vacant. American SpiralWeld Pipe Company is the first new company to break ground at the site since it was vacated.

Access to the American SpiralWeld Pipe Company plant will come primarily from I-475 via Stewart Avenue and Andrew Street. The heavy industrial traffic along this route has left these two roadways in poor condition. The increase in traffic generated by American SpiralWeld will accelerate this deterioration. To ensure continued access to the plant, the city of Flint will reconstruct Stewart Avenue from Dort Highway to James P. Cole Boulevard and reconstruct Andrew Street from Stewart Avenue to Wager Avenue. The increased structural capacity will extend the life span of the roadway and accommodate the increase in employee and commercial traffic.

Job Phase Summary

Section	Job/Phase	Est Grant Amount	Auth Grant Amount	CTD Grant Amount	Route	Work Description	Location Description	Financial Stage/Status	FinSys
01	124371(A)	\$2,318,182.00	\$2,580,650.32	\$0.00	Stewart Ave	Reconstruction	Stewart Ave and Andrew St	Initial / Approved	EDA
01	124371(C)	\$184,888.00	\$184,888.00	\$108,799.18	Stewart Ave	Reconstruction	Stewart Ave and Andrew St	Change / Approved	EDA
01	124371(B)	\$2,000.00	\$2,000.00	\$0.00	Stewart Ave	Reconstruction	Stewart Ave and Andrew St	Initial / Approved	EDA
Total:		\$2,503,068.00	\$2,767,438.32	\$108,799.18					

15-4213
150989

(Bid No. 150000071)

SUBMISSION NO.: CA 1362016

PRESENTED: 1-21-16

ADOPTED: _____

RESOLUTION TO TSP ENVIRONMENTAL FOR REMOVAL OF SEVEN (7) UNDERGROUND STORAGE TANKS

BY THE CITY ADMINISTRATOR

RESOLUTION

The Finance Department, Purchasing and Supplies Division, solicited a bid for the removal of seven (7) underground storage tanks and TSP Environmental, 2500 Capitol, Redford, MI was the lowest bidder to submit a bid; and

On September 29, 2015, the Mayor approved for the Proper City Officials to enter into a contract with TSP Environmental for said tank removal project in an amount not to exceed \$59,889.00; and

The Purchasing and Supplies Division is requesting the issuance of change order #1 to said contract in an amount not to exceed \$20,097.04 in order to pay for unanticipated work that was discovered upon unearthing the work site. Funding will come from the following account: 591-545.300-801.000; and

IT IS RESOLVED, that the Mayor and City Administrator do all things necessary to enter into change order #1 to the contract with TSP Environmental in order to pay for unanticipated work that was discovered upon unearthing the work site in an amount not to exceed \$20,097.04 for a revised contractual amount of \$79,986.04. (Water Fund)

APPROVED PURCHASING DEPT.:


Derrick Jones, Purchasing Manager

APPROVED AS TO FINANCE:


Jody A. Lundquist, Chief Financial Officer

APPROVED AS TO FORM:


Anthony K. Chubb, Interim Chief Legal Officer


Natasha L. Henderson, City Administrator

RECEIVERSHIP TRANSITION ADVISORY
BOARD:

CITY COUNCIL:

Kerry Nelson, Council President

FY16 - DFJ

RESOLUTION STAFF REVIEW

January 20, 2016.

Agenda Item Title: TSP Environmental

Submitted By: Purchasing Div. & Water Plant

Background/Summary of Proposed Action:

In November 2014, the City's underground storage tanks were inspected. As part of the inspection, it was discovered that the City had to maintain a number of items in order for tanks to be in compliance. In doing a review, it was determined that the tanks would be removed. The Purchasing Division solicited bids to have said work done, and TSP Environmental was the lowest bidder. The initial contract was approved for an amount not to exceed \$59,889.00 and the vendor began unearthing the tanks at the Water Plant. Upon excavation, it was discovered that a tank that the City thought would be 250 gallons subsequently was 20,000 gallons. With the additional size of the tank and the additional amount of back fill needed to cover the hole, the City is requesting a change order in the amount of \$20,097.04. This change order will also pay for the hauling and disposing of dirt that had been exposed to some of the product contained in the tanks.

Financial Implications:

Budgeted Expenditure? Yes ☒ No ☐ Please explain if no:

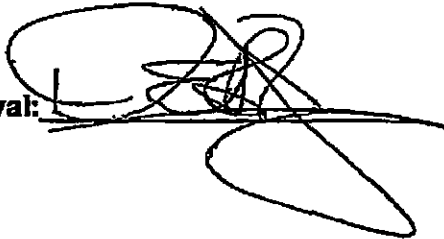
Account No.: 591-545.300-801.000

Pre-encumbered? Yes ☒ No ☐ Requisition: 160000028

Other Implications (i.e., collective bargaining): None

Staff Recommendation: Approve

Department Approval:

A large, stylized handwritten signature in black ink, appearing to be a cursive 'L' followed by a large loop and a horizontal stroke.

**PURCHASE ORDERS PENDING COUNCIL AND RTAB APPROVAL
WATER FUND (591) - JANUARY 2016 SUMMARY**

Reso #	Council Review Date	Description	Division	Approval Status	591-545,300-801,000
Amended Budget					\$ 2,293,579.58
Year-to-date Balance					\$ 1,716,824.62
Purchase Orders Approved					\$ 429,101.01
Available Balance					\$ 147,653.95
 CA1382018	 1/25/2016	 TSP Environmental - Removal of 7 Underground Storage Tanks	 Water Plant	 Pending	 \$ 20,097.04
			Pending RTAB Approval Totals		\$ 20,097.04
 Ending Year to Date Balance Pending Council and RTAB Approval					 \$ 127,456.91

150990

RESOLUTION NO.: CA 1372016

PRESENTED: 1-21-16

ADOPTED: _____

**RESOLUTION APPROVING THE TRANSFER OF OBSOLETE PROPERTY
REHABILITATION EXEMPTION CERTIFICATE FOR THE CAPITOL THEATRE**

BY THE CITY ADMINISTRATOR:

The City awarded an OPRA certificate for the Capitol Theatre located at 140 E. Second Street, Flint, MI. The purpose of this resolution is to request the transfer of said certificate from the current building owner, Capitol Theatre Building, LLC to the Friends of the Capitol Theatre, LLC (FOTCT); and

FOTCT is a subsidiary of the non-profit Uptown Reinvestment Corporation (URC) and will be the owner of the building. The Flint Cultural Center Corporation (FCCC), through The Whiting, has agreed to a partnership with URC. URC will spearhead the development and restoration of the building and FCCC/The Whiting will operate and handle programming in the venue once activated; and

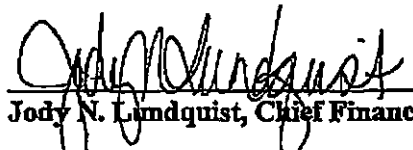
Final due diligence and investigation are ongoing, but the approximately \$30 million project is expected to begin construction in late spring or early summer of 2016, and take 12 to 15 months to complete.

IT IS RESOLVED that City officials are authorized to transfer the Obsolete Property Rehabilitation Exemption Certificate from Capitol Theatre Building, LLC to Friends of the Capitol Theatre, LLC.

APPROVED AS TO FORM:

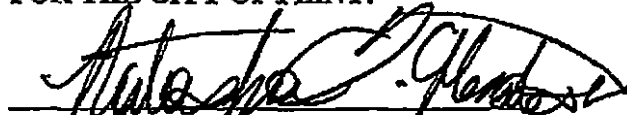


Anthony Chubb, Interim City Attorney



Jody N. Lundquist, Chief Financial Officer

FOR THE CITY OF FLINT:



Natasha L. Henderson, City Administrator

APPROVED BY CITY COUNCIL:

Kerry Nelson, City Council President

**RECEIVERSHIP TRANSITION ADVISORY
BOARD:**

City of Flint, Michigan

*Third Floor, City Hall
1101 S. Saginaw Street
Flint, Michigan 48502
www.cityofflint.com*



Meeting Minutes 2 - Final

Monday, January 25, 2016

6:06 PM

RTAB Summary

Council Chambers

CITY COUNCIL

*Kerry L. Nelson, President, Ward 3
Vicki VanBuren, Vice President, Ward 8*

Eric Mays, Ward 1

Kate Fields, Ward 4

Herbert J. Winfrey, Ward 6

Jacqueline Poplar, Ward 2

Wantwaz D. Davis, Ward 5

Monica Galloway, Ward 7

Scott Kincaid, Ward 9

Inez M . Brown, City Clerk

ROLL CALL

Present: Councilperson: Councilperson Poplar, President Nelson, Councilperson Fields, Councilperson Davis, Councilperson Winfrey, Councilperson Galloway, VanBuren and Councilperson Kincaid

Absent: Councilperson: Councilperson Mays

SPECIAL ORDER**150991 Special Order/Water Issues**

A Special Order as requested by City Council President Kerry Nelson to allow for an update on water issues.

Presented

RESOLUTIONS**150985 Amendment/Grant Acceptance/Additional Funds/Michigan Department of Transportation (MDOT)/Construction of Stewart Avenue & Andrew Street**

Resolution resolving that the appropriate city officials are authorized to do all things necessary to accept a grant increase of \$280,114.00, resulting in a cumulative grant award of \$2,591,182.00 for the Category A funding from MDOT, to comply with the terms of the funding award and to perform any necessary revenue and expenditure appropriations, as requested by Transportation, for MDOT Job No. 124371. [NOTE: On June 25, 2014, the Emergency Manager approved Resolution No. EME3412014, authorizing the City of Flint to accept a grant in the amount of \$2,311,068.00 for the reconstruction of Stewart Avenue (Dort Highway to James P. Cole Boulevard) and Andrew Street (Stewart Avenue to Wager Avenue) through MDOT. In an effort to offset anticipated increases in project costs, MDOT awarded additional grant funds in the amount of \$280,114.00. Implementation of the grant will be performed by the MDOT Davison Transportation Service Center.] [City Administrator Submission No. CA1342016.]

This Matter was ADOPTED BY THE MASTER RESOLUTION on the Consent Agenda.

150985.1 Contract/Michigan Department of Transportation (MDOT)/Construction of Stewart Avenue & Andrew Street

Resolution resolving that the appropriate city officials are authorized to do all things necessary to enter into MDOT Contract No. 15-5514, accept and utilize Michigan's Transportation Economic Development Fund (TEDF) grant funds totaling \$2,591,182.00 to fund it, and comply with all terms of the contract, as requested by Transportation. [NOTE: On June 25, 2014, the Emergency Manager approved Resolution No. EME3412014, authorizing the City of Flint to accept a grant in the amount of \$2,311,068.00 for the reconstruction of Stewart Avenue (Dort Highway to James P. Cole Boulevard) and Andrew Street

(Stewart Avenue to Wager Avenue) through MDOT. In an effort to offset anticipated increases in project costs, MDOT awarded additional grant funds in the amount of \$280,114.00. Implementation of the grant will be performed by the MDOT Davison Transportation Service Center. This resolution represents a new contract.] [City Administrator Submission No. CA1352016.]

This Matter was ADOPTED BY THE MASTER RESOLUTION on the Consent Agenda.

RESOLUTIONS - MAY BE REFERRED FROM COMMITTEE-OF-THE-WHOLE

150989 CO#1/Contract/TSP Environmental/Removal/Seven (7) Underground Storage Tanks

Resolution resolving that the Mayor and city Administrator do all things necessary to enter into change order #1 to the contract with TSP Environmental in order to pay for unanticipated work that was discovered upon unearthing the work site, in an amount NOT-TO-EXCEED \$20,097.04, for a revised contractual amount of \$79,986.04, as requested by the Water Plant [Water Fund Acct. No. 591-545.300-801.000]. [NOTE: Initial contract resolution was not received by the Council office.] [City Administrator Submission No. CA1362016.]

This Matter was ADOPTED BY THE MASTER RESOLUTION on the Consent Agenda.

150990 Transfer/Obsolete Property Rehabilitation Exemption Certificate/Friends of the Capitol Theatre (FOTCT), LLC

Resolution resolving that city officials are authorized to transfer the Obsolete Property Rehabilitation Exemption Certificate from Capitol Theatre Building, LLC (Jerusalem Capitol Theatre Building, L.L.C.) to Friends of the Capitol Theatre, LLC., as requested by the Department of Community and Economic Development (DCED). [NOTE: FOTCT is a subsidiary of the non-profit Uptown Reinvestment Corp. (URC), which will spearhead the development and restoration of the building. The Flint Cultural Center and The Whiting will operate and handle programming.] [City Administrator Submission No. CA1372016.]

This Matter was ADOPTED BY THE MASTER RESOLUTION on the Consent Agenda.

ADD-ON RESOLUTIONS

150992 CO#1/Increase/2015-16 Annual Action Plan of the Consolidated Plan/Contract/Genesee County Land Bank

Resolution resolving that the appropriate City Officials are hereby authorized to do all things necessary to execute Change Order #1 and increase the Genesee County Land Bank Contract #15-054 by \$400,000.00, for a new total contract amount NOT-TO-EXCEED \$1,000,000.00, as requested by the Department of

Community and Economic Development (DCED). [NOTE: Genesee County Land Bank received Community Development Block Grant (CDBG) funds for a residential and commercial demolition program. The change order is to fund the demolition of the Glen Acres apartment complex.]

This Matter was ADOPTED BY THE MASTER RESOLUTION on the Consent Agenda.

150993 Adoption/FY2017-FY2021 Vision, Mission, and Goals/City of Flint Strategic Plan

Resolution resolving that the City of Flint FY2017-FY2021 Vision, Mission, and Goals of the Strategic Plan are hereby approved as set forth in the attached document [NOTE: The Mayor and City Council, working with the City Administrator and city staff, have created the City of Flint FY2017-FY2021 Vision, Mission, and Goals of the Strategic Plan, which is attached.]

This Matter was ADOPTED BY THE MASTER RESOLUTION on the Consent Agenda.

150994 Establishment/Safe Water, Safe Home Campaign Fund/Community Foundation of Greater Flint

Resolution resolving that the City of Flint hereby requests the Community Foundation of Greater Flint to create a Safe Water, Safe Home Campaign Fund to receive gifts intended for the maintenance and restoration of the City of Flint's water distribution infrastructure as it relates to the provision of safe, clean water for Flint water customers. [City Administrator Submission No. CA1402016.]

This Matter was ADOPTED BY THE MASTER RESOLUTION on the Consent Agenda.

Passed The Consent Agenda

A motion was made by Councilperson Kincaid, seconded by Councilperson Poplar, including all the preceding items marked as having been adopted on a Consent Agenda. The motion carried by the following vote:

Aye: 8 - Councilperson Poplar, President Nelson, Councilperson Fields, Councilperson Davis, Councilperson Winfrey, Councilperson Galloway, Vice President VanBuren and Councilperson Kincaid

Absent: 1 - Councilperson Mays

ADJOURNMENT

This regular City Council meeting was adjourned at 9:08 p.m.

Stanton, Terry A. (Treasury)

From: Stanton, Terry A. (Treasury)
Sent: Monday, February 01, 2016 12:40 PM
To: Murray, David (GOV)
Subject: Fwd: Questions for story

Dave-

I will work up a draft response and share w you for thoughts etc.

Begin forwarded message:

From: Ryan Felton <ryanfelton13@gmail.com>
Date: February 1, 2016 at 12:12:46 PM EST
To: Terry Stanton <stantont@michigan.gov>
Cc: "Murray, David (GOV)" <MurrayD1@michigan.gov>
Subject: Questions for story

Hi Terry and David,

I'm working on a story about the negotiations between Flint and Detroit in 2013 and 2014. I had some questions for the both of you:

-- According to a letter sent in February 2014 by DWSD to Flint's EM, the utility "to date" had received no official confirmation on Flint's plans for a water source, despite months of negotiations. This has been explained to me as an attempt to confirm what Flint actually planned to do after its 1965 contract with DWSD expired in April 2014 - and to either to strike a short-term deal until the KWA was online, or strike a new long-term deal with Detroit. As it was explained to me, DWSD was essentially still "in the dark" about the city's plans at this point.

The governor's timeline says Flint made the decision to use the river in June 2013. Can you explain what that means, and how that decision was made? Was that decision ever officially conveyed to DWSD? Why or why not?

-- Despite the commitment of Flint and Genesee County to use a new system, negotiations were clearly still ongoing until a final letter was sent by Darnell Earley in March 2014 to DWSD, saying the city's plan was to use the river. Discussions over regionalizing DWSD were ongoing at the time. Do you have any comment on why DWSD was "left in the dark" about Flint and Genesee's plan going forward, even though it represented a substantial customer base for the system?

-- Emails released this week indicate DWSD offered a nearly 50% discount to Flint in April 2014 to stay with Detroit. That deal was ultimately rejected by Flint's emergency manager. As you've explained to me previously, Treasury was aware of the negotiations. Did this deal ever come across then-Treasurer Dillon's desk? If so, why was it rejected?

And the decision to use the KWA was painted as a cost-cutting measure. If DWSD's estimates of \$800m in savings over 30 years is accurate, is that still an accurate description?

I appreciate your time and look forward to your response.

Best,

Ryan Felton

Journalist

Detroit, MI

734.353.2221

ryancfelton.com

Twitter: @ryanfelton13

Stanton, Terry A. (Treasury)

From: Stanton, Terry A. (Treasury)
Sent: Monday, February 01, 2016 12:43 PM
To: Murray, David (GOV)
Subject: Fwd: Any comment on this report??????? S&P Ratings: Credit Challenges Tied To The Flint Water Crisis Run Deep For Michigan
Attachments: Credit Challenges Tied To the Flint Water Crisis Run Deep For Michigan_Feb 2016.pdf; ATT00001.htm

Same here. Checking w Saxton et al.

Begin forwarded message:

From: <karen.pierog@thomsonreuters.com>
Date: February 1, 2016 at 12:35:29 PM EST
To: <StantonT@michigan.gov>, <murrayd1@michigan.gov>
Subject: Any comment on this report??????? S&P Ratings: Credit Challenges Tied To The Flint Water Crisis Run Deep For Michigan

Thanks.

Karen Pierog
Correspondent
Reuters

(t) 312-408-8647 | (m) 312-371-3951 | (f) 312-983-7252

karen.pierog@thomsonreuters.com
Reuters Messaging karen.pierog.reuters.com@reuters.net

Reuters news and information reaches one billion people every day. Get the latest news at Reuters.com

RatingsDirect®

Credit Challenges Tied To The Flint Water Crisis Run Deep For Michigan

Primary Credit Analyst:

Carol H Spain, Chicago (1) 312-233-7095; carol.spain@standardandpoors.com

Secondary Contact:

Gabriel J Petek, CFA, San Francisco (1) 415-371-5042, gabriel.petek@standardandpoors.com

Credit Challenges Tied To The Flint Water Crisis Run Deep For Michigan

The water crisis in Flint, Mich. has presented serious humanitarian concerns, with the greatest social and economic costs borne by Flint residents, and the repercussions will likely affect the region for years. At the state level, political costs for Michigan have been greater than financial costs at this point. However, we could see financial pressures on the state deepen as answers to the financing of infrastructure replacement and social services, coupled with potential legal settlements, unfold. Thus, for now, it is too early to determine the magnitude of the Flint water crisis' credit implications for the state. We do not expect that the solution to the water crisis will play out in fiscal 2016-2017 budgets alone, and we anticipate that the economic and social costs, on top of the financial responsibility, will unfold over a long time.

In response to the unfolding crisis, Gov. Rick Snyder declared a state of emergency on Jan. 5 and directed the National Guard to assist with water and filter distribution. Michigan has also approved \$28 million in emergency assistance to Flint. The funds will assist with the purchase of bottled water, water filters, treatment for children with high blood lead levels, work being done by the Michigan National Guard, and plumbing replacements among other items. In October 2015, the legislature approved \$9.35 million to help Flint reconnect to the Detroit water system and to finance bottled water. Relative to Michigan's fiscal 2016 general fund budget of \$9.87 billion, the financial costs have so far been minimal. The Senate Fiscal Agency reported that as of December 2015, general fund collections were down \$214.9 million compared with levels based on May 2015 estimates, with the largest declines in sales taxes. If state revenues continue to decline compared with budgeted expectations, additional costs related to Flint could become a bigger challenge.

Overview

- So far, the costs to the state from the Flint water crisis have been minimal.
- The crisis could contribute to a reversal of the state's recent efforts to rebuild its reserves.
- The situation in Flint is emblematic of the state's broader economic challenges.

We anticipate that the governor will include further assistance for Flint when he releases his fiscal 2017 budget proposal on Feb. 10, although the ultimate costs of the Flint water crisis are still unknown. Cost estimates to replace Flint's water infrastructure alone have ranged between \$700 million to \$1.5 billion. Genesee County has guaranteed \$220 million of Karegnondi Water Authority bonds, and given the current debt obligations, coupled with a 40% poverty rate for the city of Flint, issuance of substantial additional debt would be a large burden on residents. Given the local tax base limitations, coupled with the fact that the drinking water was contaminated with lead starting when the city was under the control of a state-appointed emergency manager, we expect that there will be a state role in financing the cost of fixing the city's water infrastructure. On top of waterline replacement costs, Flint is facing rising health and social service needs tied to the lead contamination that will likely persist for years, and political pressure for the state to contribute to these costs is mounting. Various class action lawsuits have been filed alleging that the state is

responsible in part for the water crisis, and related legal costs to the state are uncertain. Federal financial support thus far has been limited, and we expect that the state and local governments will be responsible for financing the majority of the costs. Currently, the U.S. Senate is considering legislation that would provide up to \$400 million in emergency federal funding, but with the caveat that it must be matched by the state.

The Flint water crisis could contribute to a reversal of the state's recent measures to build reserves. To add to recent assistance for Flint, mid-fiscal 2016 shortfalls or help to additional distressed local credits, such as Wayne County or Detroit Public Schools, could cause the state to draw down its balances. On Jan. 28, the Detroit Federation of Teachers filed a lawsuit not only asking the district to repair existing building code violations, but also asking the court to remove the district's state appointed emergency manager. As a result, we could see more pressure on the state to provide additional aid to the district. The governor must address other challenges in the fiscal 2017 budget, such as general aid increases for schools and measures to improve the state's pension funding.

Business closures and population losses will likely have considerable economic effects on Flint and the region. Spillover from the crisis could affect the area's general economic reputation including that of the surrounding local governments. While it's difficult to quantify the financial impacts, the reputational damage with negative economic implications to other communities in Genessee county could also persist for some time. As developments of this type arise, Standard & Poor's will continue to monitor any potential impact to the credit quality of these surrounding governments.

The water crisis in Flint is not on its own likely to determine statewide economic performance, but it is emblematic of Michigan's broader economic challenges. In cities once dominated by manufacturing, there is a longer-term trend of shrinking employment opportunity and declining populations. For Flint, the recent water crisis only exacerbates this existing pattern. Many of these municipalities, however, even if they do not confront the type of immediate crisis that Flint does, face legacy costs not easily supported by their currently contracting economic bases. The fiscal crises unfolding among some of Michigan's local governments illustrate how toxic—from both a credit and humanitarian perspective—the combination of persistent economic weakness, financial mismanagement, and infrastructure neglect can be. It also illuminates that short-term solutions to communities' fiscal stresses can have unintended long-term costs.

We have determined, based solely on the developments described herein, that no rating actions are currently warranted. Only a rating committee may determine a rating action and, as these developments were not viewed as material to the ratings, neither they nor this report were reviewed by a rating committee.

Pleyte, Beth (Treasury)

From: Saxton, Thomas (Treasury)
Sent: Monday, February 01, 2016 2:40 PM
To: Steckelberg, Larry (TREASURY); Wayne Workman
Subject: FW: Flint RTAB - Letter of Resignation
Attachments: RTAB Resignation Letter.pdf

Importance: High

Another fyi... Wayno don't you miss this place? I am looking at my wrist band now.

From: Headen, Frederick (Treasury)
Sent: Monday, February 01, 2016 2:36 PM
To: Saxton, Thomas (Treasury) <SaxtonT@michigan.gov>; Baird, Richard (GOV) <bairdr@michigan.gov>; Hollins, Harvey (GOV) <hollinsh@michigan.gov>; Breslin, Brian (GOV) <BreslinB@michigan.gov>; Harden, Carolyn (GOV) <hardenc@michigan.gov>
Subject: FW: Flint RTAB - Letter of Resignation
Importance: High

Please see the attached.

From: Beverly Walker-Griffa [<mailto:b.walkergriffa@mcc.edu>]
Sent: Monday, February 01, 2016 2:09 PM
To: Headen, Frederick (Treasury) <HeadenF@michigan.gov>
Subject: Flint RTAB - Letter of Resignation

Mr. Headen:

The attached letter is notice of my immediate resignation from the Flint Receivership Transition Advisory Board.

Dr. Beverly Walker-Griffa



Beverly Walker-Griffiea, Ph.D.
1520 E. Second Street
Flint, MI 48503
[REDACTED] (cell)

February 1, 2016

The Honorable Governor Rick Snyder
P.O. Box 30013
Lansing, Michigan 48909

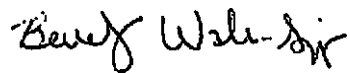
Dear Governor Snyder:

Thank you for the opportunity to serve the Flint community as a member of the Receivership Transition Advisory Board (RTAB). It is with regret that I am writing to inform you of my decision to resign from the Board effective immediately.

After considerable thought, I have decided that my work commitments and obligations during this crucial period in Flint's history are too great for me to be able to fulfill the requirements of my position on the RTAB.

If I can be of any assistance or service in the future, please do not hesitate to contact me.

Looking Forward,


Beverly Walker-Griffiea, Ph.D.

Robert, Carla M. (Treasury)

From: Brown, Jessica (GOV) <BrownJ53@michigan.gov>
Sent: Monday, February 01, 2016 5:29 PM
Subject: 2/1 Flint Daily Update
Attachments: 160201_Flint Water Daily Update.docx

Below and attached.

Thanks,

Jessica M. Brown

Communications Representative
Executive Office of Michigan Governor Rick Snyder
O: 517-335-6397
M: 517-388-3873
BrownJ53@michigan.gov

Flint Water Daily Update Updated Feb. 1

Current Issues Talking Points

Governor and DEQ stress importance of home water testing

- The health and safety of Flint residents remains a top priority. It is essential that all Flint residents have the water in their homes tested as soon as possible.
- While water filters will eliminate lead in most homes, those with levels above 150 parts per billion will need to take extra precaution.
- If levels are above 150 ppb, residents should not drink water from the filtered faucet and use bottled water only.
- DEQ and DHHS will visit homes found to have lead levels over 150 ppb for additional testing.
- To date, less than one percent of Flint homes have been identified as having lead levels of this amount. Results showing lower levels indicate residents should continue following established protocols.
- Pregnant and nursing mothers and young children should continue to drink bottled water as a precaution.
- Free water testing kits are available at Fire Stations 1, 3, 5, 6, and 8. Water Samples should be returned to the fire stations for testing.
- Anyone who is unable to get to a Fire Station to pick up a free testing kit should call United Way 2-1-1 for assistance.

Federal denial of WIC expansion for Flint children

- On Saturday, the federal government denied the Governor's request to use supplemental nutrition funding for Flint children up to 10 years of age who may have been exposed to high lead levels in the water.
- The governor has continually stated that the Flint water issue is the result of government failure at all levels. All levels of government should be committed to supporting Flint's families along their road to recovery.

- It is understood that WIC funding is generally meant for children five years old and younger, however this disaster calls for a waiver of this rule. Expanded nutritional support for children under 10 is essential to their long-term well-being.
- The Governor is urging the federal government to re-evaluate their denial of this funding.
- The state has provided more than \$28 million for a short-term solution in Flint, but additional funding and collaboration is necessary to implement a successful long-term solution.

Ryan, Howard (Treasury)

From: Peruchietti, Cindy (Treasury)
Sent: Tuesday, February 02, 2016 9:14 AM
To: Stanton, Terry A. (Treasury); Ryan, Howard (Treasury)
Cc: Walsh, Julie (Treasury); Kratz, Katherine (Treasury)
Subject: RE: Time Sensitive: FAQs Needed

The only funding that we have specific to Flint is the funding that is provided to OFR. That would be the funding they are using for vendor services. We also could use FIT funding potentially if the Flint schools are also a part of the problem. The funding for that is overseen by Brian Carpenter for OFR and by Phil Trapp for FIT spending.

The only Flint specific funding that we ever got was in FY 15 for City of Flint Police and Fire Safety Grant. We got a one-time \$1.1 million grant for them. They were supposed to use the funding to hire new fire fighters and police offices. I do not believe that they actually hired additional staff but used this funding for existing staffing costs. In FY 16 we have nothing specific to it.

From: Stanton, Terry A. (Treasury)
Sent: Tuesday, February 02, 2016 9:05 AM
To: Peruchietti, Cindy (Treasury) <PeruchiettiC@michigan.gov>; Ryan, Howard (Treasury) <RyanH1@michigan.gov>
Cc: Walsh, Julie (Treasury) <WalshJ8@michigan.gov>; Kratz, Katherine (Treasury) <KratzK1@michigan.gov>
Subject: RE: Time Sensitive: FAQs Needed

Hi Cindy...sorry you aren't feeling well.

Yesterday, I noted that per Kurt Weiss (my counterpart at SBO), they needed only Flint-related talking points from DEQ, MDE, and DHHS.

That said, of course, there are always caveats...

If there is something specifically "Flint-related" in Treasury's budget...can I get the amount...what it's for...and which area of Treasury is responsible for it? If we do not have anything specifically Treasury-related...then I believe we can stand down...for now.

From: Peruchietti, Cindy (Treasury)
Sent: Tuesday, February 02, 2016 7:42 AM
To: Stanton, Terry A. (Treasury) <StantonT@michigan.gov>; Ryan, Howard (Treasury) <RyanH1@michigan.gov>
Cc: Walsh, Julie (Treasury) <WalshJ8@michigan.gov>; Kratz, Katherine (Treasury) <KratzK1@michigan.gov>
Subject: RE: Time Sensitive: FAQs Needed

Terry I have added Julie Walsh and Kat Kratz to this e-mail. Unfortunately I am at home not feeling well. I am sorry but even after reading what Scott said I am not clear what we are doing FAQ's on. Is it our role in the Flint water issue or something else? I am not sure what to look at. If this is about any assistance that we have provided to Flint Brian Carpenter might be able to provide more detail. I know we had a special approp for them for public safety but I just want to make sure we are looking at what we are being asked to do. If you would reply all on this so that Julie and Kat can also see your response that would be great. I am going to try and get some sleep so I won't be on e-mail all day. Thanks

From: Stanton, Terry A. (Treasury)
Sent: Sunday, January 31, 2016 8:11 PM
To: Ryan, Howard (Treasury) <RyanH1@michigan.gov>
Cc: Peruchietti, Cindy (Treasury) <PeruchiettiC@michigan.gov>
Subject: FW: Time Sensitive: FAQs Needed

Do either of you have the information, etc. mentioned below, if relevant to Treasury?

If so, can we chat about developing some FAQs etc ?

Thanks...Terry

From: Starr, Scott (DTMB)
Sent: Sunday, January 31, 2016 2:53 PM
To: Ruest, Karla (DHHS); Pallone, Maggie (DEQ)
Cc: Weiss, Kurt (DTMB); Epkey, Amy (DEQ); Hanley, Farah (DHHS)
Subject: Time Sensitive: FAQs Needed

Good afternoon,

In preparation for announcing additional appropriation measures related to the Flint water emergency in the upcoming FY 17 budget presentation, we'll be preparing a briefing document for legislators. As part of this effort, we want to include a Frequently Asked Questions document. This is where we really need your help.

Your budget staff should have a breakdown of each potential spending item related to your agency (both pending FY 16 supplemental items and FY 17 items). Please work with your budget folks and your communications team to develop any FAQs that you anticipate the public or legislators might ask, related to each item assigned to your agency.

Outreach to the Legislature has already begun, so having these responses back from you quickly is very important. Please send our PIO, Kurt Weiss, and me your FAQ lists no later than 5:00 p.m. this Tuesday, February 2.

Please let me know if you have any questions or concerns, or feel free to have your communications staff touch base with Kurt. I apologize for the short time window, but we really appreciate your help.

Robert, Carla M. (Treasury)

From: Kennedy, Jordan (GOV) <KennedyJ4@michigan.gov>
Sent: Tuesday, February 02, 2016 5:27 PM
Subject: 2/2 Flint Daily Update
Attachments: 160202_Flint Water Daily Update - Copy.docx

Below and attached.

Thank you,

Jordan Kennedy
Communications Representative
Executive Office of Governor Rick Snyder
Phone: 517.335.6397



Flint Water Daily Update Updated Feb. 2

Current Issues Talking Points

Flint Mayor calls for immediate replacement of Flint pipes

- In a press conference today, Flint Mayor Karen Weaver called for immediate replacement of Flint's water infrastructure.
- Immediately removing pipes could potentially add to the infrastructure problem and result in higher costs for the city.
- Both Senate Minority Leader Jim Ananich and Virginia Tech water treatment expert Marc Edwards advise first mapping the city's pipes to determine the location of lead infrastructure.
- Edwards also says the state is taking the correct actions to make Flint's water safe again. Adding phosphate to the water to coat the pipes is a necessary first step toward ensuring safe drinking water for Flint residents.
 - [Flint's damaged pipes spark debate on fix](#) (Detroit Free Press)
 - [Prof. Marc Edwards discusses pipes in Flint](#) (video)
- The Governor continues to work with Edwards and the Flint Water Interagency Coordinating Committee to identify and implement a successful long-term solution for Flint families.

Senate Minority Leader sends Governor Flint action letter

- The Governor's senior staff has been in close communication with state Sen. Jim Ananich and have met with him frequently to provide updates, answer questions and get feedback.
- The Governor remains committed to providing Flint residents with the resources needed to implement both short and long-term solutions and will continue to work closely with Ananich.
- The Governor will announce a long-term funding proposal in his formal budget presentation next week to further address Flint water.

DPS Emergency Manager Darnell Earley resigns

- Today, Detroit Public Schools Emergency Manager Darnell Earley resigned, effective February 29.

- The Governor will appoint a transition leader before the end of the month to help guide DPS through a plan that will help address the district's academics and finances giving students and teachers the learning environment they deserve.
- The Governor is encouraging the Legislature to pass a bill package that will help address the \$515 million debt faced by DPS. With that support the district should be better able to manage its business and educational goals.

Governor continues to stress importance of home water testing

- A video with instructions on how to properly test home water is available to share:
<https://www.youtube.com/watch?v=QTER-DiK64o>
- The health and safety of Flint residents remains a top priority. It is essential that all Flint residents have the water in their homes tested as soon as possible.
- While water filters will eliminate lead in most homes, those with levels above 150 parts per billion will need to take extra precaution.
- If levels are above 150 ppb, residents should not drink water from the filtered faucet and use bottled water only.
- DEQ and DHHS will visit homes found to have lead levels over 150 ppb for additional testing.
- To date, less than one percent of Flint homes have been identified as having lead levels of this amount. Results showing lower levels indicate residents should continue following established protocols.
- Pregnant and nursing mothers and young children should continue to drink bottled water as a precaution.
- Free water testing kits are available at Fire Stations 1, 3, 5, 6, and 8. Water Samples should be returned to the fire stations for testing.
- Anyone who is unable to get to a Fire Station to pick up a free testing kit should call United Way 2-1-1 for assistance.

Stanton, Terry A. (Treasury)

From: Stanton, Terry A. (Treasury)
Sent: Tuesday, February 02, 2016 5:50 PM
To: Burr, Richard
Subject: RE: Why did Darnell Earley replace Ed Kurtz in Flint as EM?
Attachments: Flint_Brown Earley 9-11-13.pdf

Richard,

Mike Brown was initially appointed under PA4 in November 2011. When PA4 was done away with through the statewide referendum PA72 was revived. Under 72 a former city employee could not serve as EM so Mr. Kurtz was appointed in August of 2012.

It is my recollection that in July of 2013 Mr. Kurtz wanted to retire, so he was replaced by Mike Brown...who by that time could serve as EM as PA436 was in effect and it carried no prohibition on former city staff serving.

Mr. Earley replaced Mr. Brown when he stepped down in October 2013.

I have attached the press release from that appointment.

It was not mentioned in the release, and I would not want it attributed to me but, a member of Mr. Brown's immediate family had fallen ill and he wanted to spend time with that family member.

Hope this helps...

Terry

From: Burr, Richard [mailto:RBurr@detroitnews.com]
Sent: Tuesday, February 02, 2016 5:37 PM
To: Stanton, Terry A. (Treasury) <StantonT@michigan.gov>
Subject: Why did Darnell Earley replace Ed Kurtz in Flint as EM?
Importance: High

Did Kurtz just not want to be EM any more?

Richard Burr
Politics and Government Editor
The Detroit News
160 W. Fort St.
Detroit, MI 48226
(313) 222-2294
rburr@detroitnews.com



RICK SNYDER
GOVERNOR

STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

ANDY DILLON
STATE TREASURER

September 11, 2013

FOR IMMEDIATE RELEASE
www.michigan.gov/treasury

Contact: Terry Stanton/Treasury
(517) 335-2167
Sara Wurfel/Governor
(517) 335-6397

Gov. Snyder accepts Brown resignation as Flint emergency manager; names Darnell Earley successor
Appointment to be effective October 1st

Gov. Rick Snyder today accepted the resignation of Mike Brown as the city of Flint's emergency manager, effective Oct. 31, 2013. Gov. Snyder has tapped current Saginaw City Manager Darnell Earley as successor-emergency manager in Flint. His appointment will be effective Oct. 1, 2013. Brown and Earley will work collaboratively during the month-long transition period.

"Mike Brown has worked hard for the city of Flint," Gov. Snyder said. "He offered a calm hand in the face of turbulent times, and was continually willing to push forward in addressing the financial emergency, while keeping the needs of Flint residents as his focus. I thank him for his service."

Darnell Earley, who will become successor-emergency manager Oct. 1, has been city manager in Saginaw for the last eight years, first joining the city as deputy city manager and interim director of fiscal services in August of 2004. Prior to that, Earley served as city administrator in Flint and also did a six-month stint as temporary mayor during a vacancy in 2002.

"Darnell Earley has extensive experience in municipal government and his familiarity with the city of Flint and its finances will be an essential asset as he transitions into the role of emergency manager," Gov. Snyder said. "I am certain he will work together with the mayor, other elected officials, residents, and community leaders to resolve the city's fiscal crisis with the goal of returning Flint to local control as quickly and efficiently as possible."

For more information regarding the city of Flint and other Local Government Fiscal Health issues visit the [Local Government Fiscal Health page on Treasury's website](#).

Stanton, Terry A. (Treasury)

From: Heaton, Anna (GOV)
Sent: Tuesday, February 02, 2016 6:20 PM
To: Weiss, Kurt (DTMB); Stanton, Terry A. (Treasury)
Subject: Water bills PR draft
Attachments: PR 160203 Water billsV2.docx

Thanks for everything today, guys.

Giving you this as an FYI.

Anna Heaton
Deputy Press Secretary | Gov Rick Snyder
o: 517-241-6049 | c: 517-242-2187
@Republicanna



STATE OF MICHIGAN
EXECUTIVE OFFICE
LANSING

RICK SNYDER
GOVERNOR

BRIAN CALLEY
LT. GOVERNOR

Contacts: Dave Murray, Laura Biehl or Anna Heaton 517-335-6397	FOR IMMEDIATE RELEASE Wednesday, Feb. 3, 2016 11 a.m.
---	--

Gov. Rick Snyder: Budget recommendation will include \$30 million for Flint water bill repayments

*Consumption and Consumer Use Credit provides relief to residents who
cannot drink their water*

Funding is on top of \$39.3 million in relief already allocated in last year

LANSING, Mich. – Gov. Rick Snyder today said he will ask the Legislature to approve a \$30 million water payment relief plan for the residents of Flint that will keep their water service on and eliminate the need to pay for water they cannot drink.

The governor's proposal will be part of the 2016-2017 Fiscal Year budget he will present to lawmakers next week, and calls for a Consumption and Consumer Use Credit the city of Flint can apply to residents' water bills until state and federal officials certify the water is safe for consumption.

"Flint residents will not have to pay for water they cannot drink," Snyder said. "My budget recommendation will include the request that the state make payments to the city's water system for residential bills going back to April 2014 and alleviate the need for residential water shutoffs."

Under the plan, the city will credit residential bills going back to April 2014 for the cost of drinking water residents could not use. Because the city-issued water bills include sewage charges, residents should not plan to receive the exact amount they originally paid. Prior residents of Flint who paid water bills between April of 2014 and now will be able to submit their bills to the city for reimbursement. The city also will receive funding for unpaid residential bills to help maintain the financial integrity of the public water system.

The funding to the city is meant to ensure no resident will have their water shutoff for nonpayment until the water is certified safe for consumption.

"As an American who sympathizes with the plight of Flint residents, it's hard to find moral justification in having them pay for water that is not fit for human consumption or bathing," said Marc Edwards, Charles P. Lunsford Professor of Environmental and Water Resources Engineering at Virginia Tech University. "This essentially refunds all the money associated with consumption or consumer use. I think it's an amazing gesture of common sense and good will and it corrects an injustice. I don't think there's a precedent for this. I feel so encouraged by the direction this is going."

On Friday, Snyder signed supplemental spending for Flint in the amount of \$28 million that will:

- Supply free bottled water, faucet filters, and testing kits for Flint residents;
- Put nine nurses in local schools to monitor student health and well-being;
- Provide better nutrition for students and infants through WIC and in-school nutrition programs;
- Replace fixtures in schools, daycares, nursing homes and hospitals;
- Provide for an infrastructure study using independent experts;
- Treat any children who have high lead levels in the blood, using diagnostic testing, nurse visits and environmental assessments in the home;
- Provide additional community education opportunities within the Genesee County Health Department;
- Compensate the Michigan National Guard's work to support water distribution;
- Assist with home lead abatement costs;
- Help the City of Flint with utility issues;
- Provide operational funding for the Flint Interagency Advisory Committee.

The \$28 million is in addition to \$2 million allocated for improvements to Flint's water system in February of 2015 and \$9.3 million in October of 2015 to move back to Detroit's water system, test drinking water and provide wraparound services for children.

The governor will formally present his Fiscal Year 2016-2017 budget recommendation on Feb. 10 in Lansing.

#####

WEEKLY FLINT

02-03-16 SAM, Legal, VC Nelson, UOS, CA

EPA ORDER - Met w/ City

KWA - Must change Plan; \$6.3M plus \$4M
DE&A aware

Corrosion Control - Working, 2 MC to be all set
EPA disagrees

ECIC Challenges - want to change Dist Center's
out of FD

Water Samples -

Legal Request - sent to ST & GOV

Flint Water
1 Week Deliverable

Questions to address:

1) How will we implement the Consumption and Consumer Use Credit program?

2) Will the water system run out of cash?

18 month cash flow statement

1. Without consumer use proposal
2. With consumer use proposal

Understand underlying assumptions

Revenues--

Usage

Rates

Collection ratio

Expenditures

Detroit System fees

KVA connection costs

3) If necessary, what levers do we have to manage a cash shortfall?

Deliverables

- Summary of Customer Use plan
- Q&A on implementation details
- 18 month Flint Water/Sewer Cash flows – with / without credit program
- List of options to manage cash flow deficits (if necessary)

2/18/2016

Flint Water Fund

DRAFT

State Payments Effect on Delinquencies (net to system)

	Billed/ Revenues	(A) Collectible	Delinquent	State Pmts	Balance	(A) collection ↓ Rate
Jul-15	\$ 2,921,585	\$ 2,921,585	\$ -	\$ -	\$ -	
Aug-15	2,595,455	2,595,455	-	-	-	
Sep-15	2,366,248	2,214,755	151,493	-	151,493	
Oct-15	2,366,248	1,750,177	616,071	-	767,564	
Nov-15	2,366,248	1,864,184	502,064	-	1,269,628	
Dec-15	2,366,248	2,020,248	346,000	-	1,615,628	
Jan-16	2,366,248	1,324,483	1,041,765	-	2,657,393	
Feb-16	2,366,248	1,324,483	1,041,765	-	3,699,158	
Mar-16	2,366,248	1,324,483	1,041,765	-	4,740,923	
Apr-16	2,366,248	1,324,483	1,041,765	-	5,782,688	
May-16	2,366,248	1,419,749	946,499	(10,000,000)	(3,270,813)	
Jun-16	2,366,247	1,419,748	946,499	(10,000,000)	(12,324,314)	60%
Jul-16	2,366,247	1,064,811	1,301,436	(10,000,000)	(21,022,878)	
Aug-16	2,366,248	1,064,812	1,301,436	-	(19,721,442)	
Sep-16	2,366,248	1,064,812	1,301,436	-	(18,420,005)	45%
Oct-16	2,366,248	1,064,812	1,301,436	-	(17,118,569)	
Nov-16	2,366,248	1,064,812	1,301,436	-	(15,817,133)	
Dec-16	2,366,248	1,064,812	1,301,436	-	(14,515,696)	
Jan-17	2,366,248	1,774,686	591,562	-	(13,924,134)	
Feb-17	2,366,248	1,774,686	591,562	-	(13,332,572)	
Mar-17	2,366,248	1,774,686	591,562	-	(12,741,010)	75%
Apr-17	2,366,248	1,774,686	591,562	-	(12,149,448)	
May-17	2,366,248	1,774,686	591,562	-	(11,557,886)	
Jun-17	2,366,248	1,774,686	591,562	-	(10,966,324)	

Assumptions:

September 2015 forward - Billed/Revenues based on 2015 budgeted revenues.

Collectible based on rates as shown in the cash flow (60%, 45%, 75%).

Delinquent is difference between revenues and collectible.

Balance is cumulative effect on cash to the water fund.

⑬ This is where the CF shows reduced user fees due to state payments. Therefore needed to calculate the delinquency based on percentage and not the user fees reduction.

		62%	38%	65/20
	Billed/ Revenues	Billed/Revenue Residential	Business	State
Apr-14	2,814,804	1,745,178	1,069,626	
May-14	2,814,804	1,745,178	1,069,626	1,348,291
Jun-14	2,814,804	1,745,178	1,069,626	1,348,291
Jul-14	2,814,804	1,745,178	1,069,626	1,348,291
Aug-14	2,814,804	1,745,178	1,069,626	1,348,291
Sep-14	2,814,804	1,745,178	1,069,626	1,348,291
Oct-14	2,814,804	1,745,178	1,069,626	1,348,291
Nov-14	2,814,804	1,745,178	1,069,626	1,348,291
Dec-14	2,814,804	1,745,178	1,069,626	1,348,291
Jan-15	2,814,804	1,745,178	1,069,626	1,348,291
Feb-15	2,814,804	1,745,178	1,069,626	1,348,291
Mar-15	2,814,804	1,745,178	1,069,626	1,348,291
Apr-15	2,814,804	1,745,178	1,069,626	1,348,291
May-15	2,814,804	1,745,178	1,069,626	1,348,291
Jun-15	2,814,804	1,745,178	1,069,626	1,348,291
Jul-15	2,921,585	1,811,383	1,110,202	1,399,439
Aug-15	2,595,455	1,609,182	986,273	1,243,223
Sep-15	2,366,248	1,467,074	899,174	1,133,433
Oct-15	2,366,248	1,467,074	899,174	1,133,433
Nov-15	2,366,248	1,467,074	899,174	1,133,433
Dec-15	2,366,248	1,467,074	899,174	1,133,433
Jan-16	2,366,248	1,467,074	899,174	1,133,433
Feb-16	2,366,248	1,467,074	899,174	1,133,433
Mar-16	2,366,248	1,467,074	899,174	1,133,433
Apr-16	2,366,248	1,467,074	899,174	1,133,433
				<u>30,586,198</u>

City Treasurer's
Report on
FY 2015
Billed

<u>12,795,396</u>	38.5% business
<u>20,461,515</u>	61.5% residential
<u><u>33,256,911</u></u>	

Karegnondi Water Authority

Notes to Financial Statements September 30, 2014

Note 6 - Capital Lease

Capital Leases - The Authority has entered into a lease agreement financing the purchase of the intake pump station. This lease is a capital lease for accounting purposes and, therefore, has been recorded at the value of the future minimum lease payments as of the inception date. The minimum lease obligations and the net present value are as follows:

Years Ending September 30	Ar	
2015	\$ 2	0.00
2016	2	0.00
2017	2	0.00
2018	2	0.00
2019	2	0.00
2020-2024	12	0.00
2025-2029	12	0.00
2030-2034	12	0.00
2035-2039	12	0.00
Total minimum lease payments	63,184,254	
Less amount representing interest	(28,184,254)	
Present value	\$ 35,000,000	

Note 7 - Water Supply Contract Operating Subsidy

Understanding that the goal of the Authority is to provide water to both the City of Flint and Genesee County Drain Commission (local units), the local units have agreed to pay the Authority a good faith payment equal to \$32,300 per unit of water that the local unit has contractually agreed to purchase once the pipeline is fully operational. The City of Flint and Genesee County Drain Commission have contractually agreed to purchase 18 and 42 units, respectively, on a yearly basis. The yearly good faith payment will be paid through monthly installments and is expected to bring cash flows of \$1,938,000 to the Authority. When the pipeline becomes fully operational, the monthly payments will be suspended and the contract with the local units indicates that a credit will be given on their monthly bills to return the funds contributed to the Authority. The terms of the repayment will be decided by the Board of Directors at the time that the pipeline is operational; however, the funds must be repaid within a maximum of 40 years.

Flint Payments to KWA

Month	Operational Charge	Bond Interest*	Bond Principal*	Total
Mar-16	48,450.00			48,450.00
Apr-16	48,450.00			48,450.00
May-16	48,450.00			48,450.00
Jun-16	48,450.00			48,450.00
Jul-16	48,450.00			48,450.00
Aug-16	48,450.00			48,450.00
Sep-16	48,450.00			48,450.00
Oct-16	48,450.00			48,450.00
Nov-16	48,450.00			48,450.00
Dec-16	48,450.00			48,450.00
Jan-17	48,450.00			48,450.00
Feb-17	48,450.00			48,450.00
Mar-17	48,450.00			48,450.00
Apr-17	48,450.00	1,902,800.36		1,951,250.36
May-17	48,450.00			48,450.00
Jun-17	48,450.00			48,450.00
Jul-17	48,450.00			48,450.00
Aug-17	48,450.00			48,450.00
Sep-17	48,450.00			48,450.00
Oct-17	48,450.00	1,902,800.36	1,403,910.00	3,355,160.36
Nov-17	48,450.00			48,450.00
Dec-17	48,450.00			48,450.00
Jan-18	48,450.00			48,450.00
Feb-18	48,450.00			48,450.00
Mar-18	48,450.00			48,450.00
Apr-18	48,450.00	1,874,542.61		1,922,992.61
May-18	48,450.00			48,450.00
Jun-18	48,450.00			48,450.00
Jul-18	48,450.00			48,450.00
Aug-18	48,450.00			48,450.00
Sep-18	48,450.00			48,450.00
Oct-18	48,450.00	1,874,542.61	1,482,050.00	3,385,042.61

*P&I due May 1 and November 1, Local Units must make debt service payments 30 days prior to due date, Flint responsible for 34.2% of KWA debt service

*Interest capitalized through November 1, 2016

Totals from Bill Print Summary export to Level One (water bill printing company)

FISCAL YEAR 2014-2015

READ	# of Cust Billed	Water	Water	Water Service	
Date	Wtr Serv Chrgs	Consumption	Charges	Charges	Total
Jul-14	28,676	130,926	\$1,036,425.30	\$674,125.04	\$1,710,550.34
Aug-14	28,499	131,390	\$1,042,165.07	\$670,600.76	\$1,712,765.83
Sep-14	28,358	115,720	\$917,558.77	\$669,279.42	\$1,586,838.19
Oct-14	28,161	133,099	\$978,591.94	\$707,733.87	\$1,686,325.81
Nov-14	28,235	125,902	\$998,800.67	\$666,765.35	\$1,665,566.02
Dec-14	28,290	125,881	\$998,277.17	\$666,830.58	\$1,665,107.75
Jan-15	28,055	188,495	\$1,443,094.85	\$666,213.56	\$2,109,308.41
Feb-15	28,273	133,417	\$1,057,362.05	\$665,402.63	\$1,722,764.68
Mar-15	28,286	108,257	\$856,822.21	\$663,635.35	\$1,520,457.56
Apr-15	28,380	119,618	\$943,539.74	\$665,479.58	\$1,609,019.32
May-15	28,305	117,432	\$931,216.65	\$664,935.25	\$1,596,151.90
Jun-15	28,179	153,002	\$1,213,170.97	\$663,487.87	\$1,876,658.84
RESIDENTIAL	311,021	1,452,213	\$12,417,025.39	\$8,044,489.26	\$20,461,514.65
COMMERCIAL					
READ	# of Cust Billed	Water	Water	Water Service	
Date	Wtr Serv Chrgs	Consumption	Charges	Charges	Total
Jul-14	1,661	149,233	\$1,104,398.38	\$240,042.06	\$1,344,440.44
Aug-14	1,666	112,125	\$833,915.32	\$287,050.81	\$1,120,966.13
Sep-14	1,676	115,640	\$859,383.26	\$288,379.55	\$1,147,762.81
Oct-14	1,607	105,506	\$788,579.23	\$279,106.64	\$1,067,685.87
Nov-14	1,599	90,398	\$681,423.23	\$280,254.26	\$961,677.49
Dec-14	1,576	102,164	\$766,773.86	\$277,057.41	\$1,043,831.27
Jan-15	1,575	99,674	\$752,011.70	\$273,462.18	\$1,025,473.88
Feb-15	1,563	103,444	\$775,819.28	\$271,983.65	\$1,047,802.93
Mar-15	1,573	92,945	\$696,071.36	\$275,415.95	\$971,487.31
Apr-15	1,573	90,060	\$676,542.66	\$273,559.88	\$950,102.54
May-15	1,580	74,297	\$560,592.14	\$274,513.71	\$835,105.85
Jun-15	1,626	134,596	\$997,943.03	\$281,116.73	\$1,279,059.76
COMMERCIAL	17,614	1,120,849	\$9,493,453.45	\$3,301,942.83	\$12,795,396.28
TOTAL BILLED WATER REVENUE					<u>\$33,256,910.93</u>

Sampson, Jeremy (TREASURY)

From: Stanton, Terry A. (Treasury)
Sent: Wednesday, February 03, 2016 8:34 AM
To: Sampson, Jeremy (TREASURY)
Subject: RE: today...

k

From: Sampson, Jeremy (TREASURY)
Sent: Wednesday, February 03, 2016 8:33 AM
To: Stanton, Terry A. (Treasury) <StantonT@michigan.gov>
Subject: Re: today...

Perfect I'll have my phone close

Sent from my iPhone

On Feb 3, 2016, at 8:32 AM, Stanton, Terry A. (Treasury) <StantonT@michigan.gov> wrote:

Ok...don't blow up your schedule as we may take NO calls.

Not sure how and when calls would come in...I think most will just take it at face value...that the state would cover 65%. Not sure anyone will ask for additional calculations, etc.

I will keep you posted if I hear anything.

From: Sampson, Jeremy (TREASURY)
Sent: Wednesday, February 03, 2016 8:30 AM
To: Stanton, Terry A. (Treasury) <StantonT@michigan.gov>
Subject: Re: today...

I was planning on working at ops today because I have a couple of meetings but can certainly get downtown if those interviews need to be coordinated.

Would they be coming through you or how would those interviews be coordinated?

Sent from my iPhone

On Feb 3, 2016, at 8:28 AM, Stanton, Terry A. (Treasury) <StantonT@michigan.gov> wrote:

JS...

Are you downtown or at Ops today?

Asking because the Gov's office leaked the following to AP last night, and they initially wanted Nick to speak with David Eggert then changed their minds.

<http://www.freep.com/story/news/local/michigan/flint-water-crisis/2016/02/03/snyder-ask-legislature-30m-flint-bills/79737148/>

We may take calls and requests for comment etc. from Nick (specifically how they developed the 65% mark)...but I'm not so sure.

In any case, may need your help coordinating interviews if we get any requests.

Thanks, TS

Robert, Carla M. (Treasury)

From: Headen, Frederick (Treasury)
Sent: Wednesday, February 03, 2016 10:53 AM
To: Saxton, Thomas (Treasury)
Cc: Khouri, Nick (TREASURY)
Subject: FW: Water Related Civil Litigation.PDF
Attachments: Water Related Civil Litigation.PDF

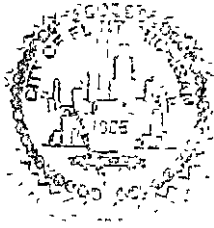
FYI:

During this morning's weekly Local Government conference call with Flint officials, the City Administrator mentioned this letter and then forwarded a copy of it. I believe she also indicated she or the Mayor had provided a copy to Rich. I had not previously seen it. Oddly, the letter makes no mention of the State Treasurer's January 4, 2016, letter stating that Treasury would reimburse the City 75 percent of *Shears* related legal expenses up to \$300,000 incurred by the City.

From: Natasha Henderson [mailto:nhenderson@cityofflint.com]
Sent: Wednesday, February 03, 2016 9:15 AM
To: Byrne, Randall (Treasury) <ByrneR1@michigan.gov>; Cline, Richard (Treasury) <cliner1@michigan.gov>; Kerry Nelson <knelson@cityofflint.com>; Headen, Frederick (Treasury) <HeadenF@michigan.gov>
Subject: Water Related Civil Litigation.PDF

Thanks,

Natasha L. Henderson, City Administrator
1101 S. Saginaw St.
Flint, MI
Email: nhenderson@cityofflint.com
Phone: (810) 237-2057
www.cityofflint.com



CITY OF FLINT

Dr. Karen W. Weaver
Mayor

January 27, 2016

Treasurer Nick A. Khouri
Michigan Department of Treasury
Lansing, Michigan 48922

Re: *Water Related Civil Litigation*

Dear Treasurer Khouri:

In our letter of December 10, 2015, we requested the State of Michigan's financial assistance with the cost of defending the *Shears, et al v City of Flint, et al* lawsuit. As stated in that letter, if plaintiffs were to be successful in that litigation, the financial impact on the City of Flint (City) would be catastrophic.

As you are aware, the City hired the law firm of Miller Canfield to aid in its defense. Since the firm became involved defending this suit, the City has won favorable rulings before Circuit Court Judge Archie Hayman. These rulings included an amendment scaling back the scope of the August 17, 2015, preliminary injunction. Prior to this ruling the City was forecasting financial insolvency as early as this summer. Now, the City is permitted to charge water and sewer rates consistent with the Revenue Bond Act and the biennial budget adopted by former Emergency Manager Gerald Ambrose. Additionally, Judge Hayman has acknowledged that the City is not obligated to repay 15.7 million dollars from its general fund to its water and sewer fund. Put simply, while the costs to retain Miller Canfield have not been insubstantial, it has been money well spent.

These rulings are clear victories for the City. They are a key step in ensuring Flint's overall financial health and stability – both now and in the future. While these triumphs are important, the City has also moved to have the case dismissed. Although Judge Hayman denied the motion, the City believes it has strong grounds for appellate review. That appeal is currently pending before the Michigan Court of Appeals, and the City expectantly awaits a favorable ruling.

Despite the successes in *Shears*, the City must still overcome significant economic challenges. Our City is confronting the most dire water related emergency faced by a municipality in recent memory. This is not hyperbole. Both Governor Snyder and President Obama have declared states of emergency in the City because of the water. What is more, our City's infrastructure, reputation, and people have been irreparably damaged.

As a result of this situation, the City is facing a significant amount of civil litigation. Several lawsuits have already been filed against the City. These include two class action suits. The first, *Mays v Snyder, et al* was brought in the Eastern District of Michigan; the second, *Collins v Snyder*, was brought against the City in Genesee County Circuit Court. The City expects to incur significant legal

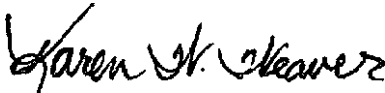
fees and costs in defending these two suits. Moreover, we believe these suits are only the first wave of suits to be filed. It is very likely that additional plaintiffs will file suits against the City in the future.

As is the case with the *Shears* litigation, if the plaintiffs in any water related lawsuits are successful, the financial impact on the City would be catastrophic. Certainly, the financial progress and accomplishments achieved by emergency managers over the last four years are at risk. Avoiding this catastrophic result must be a priority. And, given the potential liability posed by these cases all funds expended on competent, qualified legal counsel will be money well spent.

We again acknowledge that under Public Act 436, the State does not assume liability for the actions of an emergency manager. However, without State assistance, the City simply cannot cope with the voluminous number of lawsuits it will soon be facing. Our City needs the resources and expertise of proven legal counsel, such as Miller Canfield. Unfortunately, the City cannot afford these costs. Therefore, we are asking the State to provide the necessary funding for outside legal counsel.

The City and its residents have sacrificed much to attain fiscal stability and end the financial emergency. Our budget, which is already thin, has been stretched to the breaking point by the water crisis. Again, we need the State's help. We would ask that you provide us with the financial assistance necessary to deal with all water related litigation both now and in the future.

Respectfully submitted,


Dr. Karen W. Weaver
Mayor


Natasha L. Henderson
City Administrator

S:\DBR\Municipal Folders\Water Litigation Treasury Correspondence\Ltr to N Khouri re Water Suits 1 27 16.docx

Pleyte, Beth (Treasury)

From: Baird, Richard (GOV)
Sent: Wednesday, February 03, 2016 12:20 PM
To: Saxton, Thomas (Treasury)
Subject: FW: Water Related Civil Litigation.PDF

Sent from Mail for Windows 10

From: Natasha Henderson
Sent: Wednesday, February 3, 2016 7:01 AM
To: Baird, Richard (GOV); Hollins, Harvey (GOV)
Cc: Karen Weaver; Anthony Chubb; Jody Lundquist
Subject: Re: Water Related Civil Litigation.PDF

Mr. Baird,

This request was drafted and in submission process before the Mr. Earley issue and was not intended to be included in this request specifically. We were made aware of Mr. Earley's situation on Friday evening of last week and worked on a resolution over the weekend. Anthony Chubb, Chief Legal Counsel, will talk to you about this specifically to clarify.

Your agreement to pay for costs to represent Mr. Earley in yesterday's meeting did not solidify your response to the request in this letter, so I hope we continue to be on the same page as relates to cases arising out of Emergency Manager actions after departure.

Thanks,

Natasha L. Henderson, City Administrator
1101 S. Saginaw St.
Flint, MI
Email: nhenderson@cityofflint.com
Phone: (810) 237-2057
www.cityofflint.com

On Feb 2, 2016 10:50 PM, "Baird, Richard (GOV)" <bairdr@michigan.gov> wrote:

This request was not the same as the request you made during our meeting regarding the funding of Darnell Earley's legal costs in conjunction with the preparation for a congressional hearing appearance. Please contact me so that we can clarify the rationale for this request.

Rich

Sent from my Verizon Wireless 4G LTE DROID

On Feb 2, 2016 4:30 PM, Natasha Henderson <nhenderson@cityofflint.com> wrote:

Hello Mr. Baird, and Mr. Hollins,

Thanks for meeting with the City of Flint's team today. I appreciated the dialogue and look forward to moving the City in a fiscally sustainable direction. Also, as discussed, I have mailed a letter requesting funding for litigation costs. Accordingly, I have attached the request.

Thanks,

Natasha L. Henderson, City Administrator

1101 S. Saginaw St.

Flint, MI

Email: nhenderson@cityofflint.com<<mailto:nhenderson@cityofflint.com>>

Phone: (810) 237-2057

www.cityofflint.com<<http://www.cityofflint.com>>

Stanton, Terry A. (Treasury)

From: Stanton, Terry A. (Treasury)
Sent: Wednesday, February 03, 2016 1:47 PM
To: Murray, David (GOV)
Subject: RE: reporter in need of help with a few facts, please respond ASAP

YW

From: Murray, David (GOV)
Sent: Wednesday, February 03, 2016 1:41 PM
To: Stanton, Terry A. (Treasury) <StantonT@michigan.gov>
Subject: RE: reporter in need of help with a few facts, please respond ASAP

Perfect! Thank you very much!

From: Stanton, Terry A. (Treasury)
Sent: Wednesday, February 03, 2016 1:39 PM
To: Murray, David (GOV) <MurrayD1@michigan.gov>
Subject: RE: reporter in need of help with a few facts, please respond ASAP

Dave...

See below in bold:

- 1 When was Earley appointed emergency manager in Flint?
October 8, 2013
- 2 What was Earley's salary while emergency manager in Flint?
\$180,000
- 3 When did Earley leave his role as Flint's emergency manager?
January 13, 2015
- 4 What is the proper way to describe his departure from the Flint emergency manager post.
Mr. Earley was appointed emergency manager for Detroit Public Schools.
- 5 On what date was Earley appointed emergency manager of Detroit Public Schools?
January 13, 2015
- 6 On what date did he begin his job as the emergency manager of Detroit Public Schools?
January 13, 2015
- 7 What is Earley's current salary?
\$225,000

From: Murray, David (GOV)
Sent: Wednesday, February 03, 2016 1:02 PM
To: Stanton, Terry A. (Treasury) <StantonT@michigan.gov>
Subject: FW: reporter in need of help with a few facts, please respond ASAP

Hi Terry,

The Washington Post is looking for some technical questions about Darnell – start dates, salary and so on. Do you have that handy, or is it on the website? I can tackle the last one about the governor.

Thanks!

Dave

From: Ross, Janell [<mailto:Janell.Ross@washpost.com>]

Sent: Wednesday, February 03, 2016 12:52 PM

To: Murray, David (GOV) <MurrayD1@michigan.gov>

Subject: reporter in need of help with a few facts, please respond ASAP

Janell Ross here I am a reporter on the Washington Post's National Political Desk who is working on a piece about Emergency Manager Darnell Earley's plans to resign. To that end, I have a few factual questions with which I am hoping that you can help me ASAP this afternoon. Please note I have read the statement released yesterday. Here are my questions. **A specific response to each is needed by 2:30 pm EST today.**

- 1 When was Earley appointed emergency manager in Flint? (a date or a month and year would do)
- 2 What was Earley's salary while emergency manager in Flint? Please share his final salary while serving in this role.
- 3 When did Earley leave his role as Flint's emergency manager? (a precise date would be idea, but again a month and year will do)
- 4 What is the proper way to describe his departure from the Flint emergency manager post. Did he resign. Did his term reach some sort of natural or goal-related end?
- 5 On what date was Earley appointed emergency manger of Detroit Public Schools?
- 6 On what date did he begin his job as the emergency manger of Detroit Public Schools?
- 7 What is Early's current salary?
- 8 Did the governor have any reservations or concerns about the events surrounding Flint's water and the way that complaints were managed when he appointed Earley to oversee Detroit Public Schools? If so please describe them, what was conveyed to Earley and when.

Sincerely,

Janell Ross
Washington Post
202/334-6114

Luepnitz, Ann (Treasury)

From: Hanses, Bruce (TREASURY)
Sent: Wednesday, February 03, 2016 4:57 PM
To: Pawlak, Gregory (TREASURY); Robel, Kristen E. (TREASURY); Collins, Julie (TREASURY); Marple, Andy (TREASURY)
Cc: Fielek, Joseph L. (Treasury); Stanton, Terry A. (Treasury); Sampson, Jeremy (TREASURY); Luepnitz, Ann (Treasury); Poynter, Jacob (Treasury)
Subject: FW: Flint Emergency Purchasing Procedures
Attachments: Flint Emergency Purchasing Procedures.pdf

Treasury Purchasing,

The attached memo regarding purchases related to Flint water was distributed at today's Procurement Leadership Team meeting. Please read it and let me know if you have any questions. The memo references an attachment which lists the SEOC contact (this isn't attached and I'm working on getting a copy). I believe the attachment lists each agency Emergency Management Coordinator (EMC). Treasury's EMC is Ann Luepnitz and her backup is Jacob Poynter.

I wanted to make sure you see this ASAP. I'm going to get with Terry Stanton to determine the appropriate distribution in Treasury.

Thanks,
Bruce

From: Calahan, Heather (DTMB)
Sent: Wednesday, February 03, 2016 4:20 PM
To: Brownlee, Jeff (DTMB) <BrownleeJ@michigan.gov>; Vargovich, Carol (MCSC) <vargovichC@michigan.gov>; Epkey, Amy (DEQ) <epkeya@michigan.gov>; Sanches, Christine (DHHS) <SanchesC@michigan.gov>; Wright, Penny (DIFS) <WrightP@michigan.gov>; Graham, Kimberly (DMVA) <grahamk@michigan.gov>; Gyorkos, Laura (DNR) <gyorkosl@michigan.gov>; Hamp, Julie M. (MDOC) <HampJ@michigan.gov>; Paradine, Cindy (MDOS) <ParadineC@michigan.gov>; Frierson, Myron (MDOT) <FriersonM@michigan.gov>; Spaniolo, Natalie (DTMB) <spaniolon@michigan.gov>; Mullen, Patrick (DTMB) <mullenp1@michigan.gov>; Maynard, Sharon (DTMB) <maynards1@michigan.gov>; Simon, Robert (MGCB) <SimonR@michigan.gov>; Droste, LeAnn (LARA) <drostel1@michigan.gov>; Robinson, Steve (LARA) <robinsons@michigan.gov>; Kish, Lucy (MSL) <KishL1@michigan.gov>; Bruce, David M. (MDARD) <bruced9@michigan.gov>; Shackelford, Levita (MDCR) <Shackelfordl@michigan.gov>; Morse, Peter (MEDC) <morsep@michigan.org>; Grammer, Scott (MSHDA) <GrammerS@michigan.gov>; Olivarez, Victoria (MSP) <OlivarezV1@michigan.gov>; Smith, Gerri (DTMB) <SmithG15@michigan.gov>; Moody, Michael (DTMB) <MoodyM1@michigan.gov>; Hanses, Bruce (TREASURY) <HansesB@michigan.gov>; Gyorkos, Laura (DNR) <gyorkosl@michigan.gov>; Quigley, David (DTMB) <quigleyd@michigan.gov>; Stephen, Kimberly (DHHS) <STEPHENK@michigan.gov>; Zuker, Whitney (DTMB) <ZukerW@michigan.gov>; McDonald, Paul (DEQ) <mcdonaldp@michigan.gov>; Edgett, Chelsea (MEDC) <edgett1@michigan.org>; Doyle, Holli (MGCB) <doyleh@michigan.gov>; Kotsifis, Marina (MGCB) <KotsifisM@michigan.gov>; Platte, Pamela (MDOS) <plattep@michigan.gov>; Dennis, Ann (MDE) <DennisA@michigan.gov>; Payne, Darcie (DIFS) <PayneD3@michigan.gov>; Davis, Kimberly (MCSC) <davisK5@michigan.gov>
Cc: Maher, Sharon (DEQ) <MAHERS@michigan.gov>; Schmitt, Jane (MDE) <SchmittJ1@michigan.gov>; Bassett, Chad (MDE) <BassettC@michigan.gov>
Subject: Flint Emergency Purchasing Procedures

Good afternoon,

Attached is the Flint Emergency Purchasing Procedures Jeff spoke about this afternoon.

Heather



RICK SNYDER
GOVERNOR

STATE OF MICHIGAN
DEPARTMENT OF TECHNOLOGY, MANAGEMENT & BUDGET
LANSING

DAVID B. BEHEN
DIRECTOR

February 2, 2016

TO: State of Michigan Procurement Leadership
FROM: DTMB Procurement
SUBJECT: Genesee County Water Emergency Response - Purchasing Guidance

Thank you to all who are working to support the State of Michigan's Genesee County, City of Flint water emergency response.

Given the complexity and variety of the needs of this emergency effort, the purchasing support required is complex as well. Purchasing protocols have some differences under this declared state of emergency, and meticulous tracking of expenditures is imperative.

The Michigan State Police (MSP) is the lead agency overseeing the situation and managing the State Emergency Operations Center (SEOC). Flint related purchases must first be routed through the appropriate SEOC contact (see attached for an agency roster) to include the SEOC State Director. This is required for all Flint- related purchases without exception. The SEOC financial team is responsible for tracking all expenditures in connection with the emergency efforts.

Each agency is responsible for its own purchasing transactions. This includes p-card transactions and purchase orders, the tracking of all such transactions, and reporting of those transactions to the appropriate SEOC representative. Failure to properly inform the SEOC financial team of any transaction may result in a forfeiture of any potential reimbursement anticipated by the agency.

Agency purchasing managers are responsible to supply their agency's SEOC representative with a 24/7 phone number for agency purchasing staff support and request that the SEOC representative involves them in every purchase. (Note: SEOC hours are 8 am to 8 pm, seven days a week at this time.)

Emergency Purchasing Procedure:

Public Act 431 of 1984 provides an exception to competitive bidding during a state of emergency. However, responsible purchasing procedures are still the expectation for all procurement professionals (agency purchasing staff).

In addition to the notification and reporting expectations set forth above, transactions should be conducted and/or overseen by procurement professionals, with rare exception, in accordance with the following:

- Each agency makes their own determination when an emergency purchase order is required, and is then responsible for the supporting documentation
- Utilize existing State contracts where possible. Contact DTMB Procurement for help negotiating bulk rates or expedited shipments if needed, and for any concerns related to availability of funds on a contract

- o Obtain three quotes whenever reasonably practicable
- o Post bids online to the extent practicable
- o Please escalate any questions to DTMB Procurement before executing a buy
- o DTMB Procurement will assist any agency upon request to address supply chain issues (e.g. working with a national supplier to ensure a high volume supply of water filters are available)
- o DTMB-Financial Services is not responsible for issuing emergency purchase orders on behalf of agencies with the exception of information technology related goods and services
- o Maintain documentation supporting all transactions. Establish internal protocols to support this such as a single spreadsheet to track agency-wide transactions. Report your agency's expenses to the SEOC Finance team via your SEOC representative.

Questions, concerns, or comments should be directed to:

Primary Contact:

Rebecca Cook, Commodities Division Director

Cookr6@michigan.gov

Cell: 517-930-4015

Secondary Contact:

Jeff Brownlee, Chief Procurement Officer

brownleej@michigan.gov

Cell: 517-930-3472

Sincerely,

Jeff Brownlee

Chief Procurement Officer

State of Michigan

Robert, Carla M. (Treasury)

From: Brown, Jessica (GOV) <BrownJ53@michigan.gov>
Sent: Wednesday, February 03, 2016 9:56 PM
Subject: 2/3 Daily Update
Attachments: 160203_Flint Water Daily Update - Copy.doc

Below and attached

Thank you,

Jessica M Brown

Communications Representative
Executive Office of Michigan Governor Rick Snyder
O 517-335-6397
M 517-388-3873

Flint Water Daily Update

Updated Feb. 3

Current Issues Talking Points

Governor proposes \$30M to cover Flint water bills

- The Governor announced a proposed plan to request \$30 million as part of the Fiscal year 2017 budget proposal to cover Flint residents' water bills because he believes they should not pay for water that wasn't suitable for consumption.
- The proposal calls for a Consumption and Use Credit the city could use to relieve families of a portion of their water bills from April 2014-April 2016.
- Under the plan, the funding would cover water used for drinking, cooking and bathing which is approximately 65 percent of a resident's water bill.
- Residents would still be responsible for covering sewer costs as well as water not used for consumption (i.e. water heaters, outside water use, etc.)
- The Governor's proposal would allow Flint to relieve residents of their water bills or provide payment credits for future use.
- The request will be part of the Governor's official budget presentation next week on Feb. 10.
- The \$30 million recommendation builds on the previous \$37.3 million in emergency funding already allocated to Flint by the state.
- The recommendation must go through the formal state budget process and be approved by both the House and Senate.

Congressional Hearing

- A Congressional hearing on Flint water took place today in Washington D C.
- Interim DEQ Director Keith Creagh and Virginia Tech Professor of Environmental and Water Resources Engineering Marc Edwards testified in the hearing of the Reform and Oversight Committee
- To date, the Governor has not been invited to testify before Congress
- The Governor remains focused on fixing the problem in Flint. He is committed to establishing both a short and long-term solution to ensure clean, safe drinking water for Flint families.
- He was in Flint today meeting with local community leaders and discussing the Consumption and Use Credit \$30 million budget proposal with local media outlets

Democratic Presidential Debate coming to Flint

- It was confirmed today that a Democratic Presidential debate will take place in Flint in early March
- To date the Federal Government has provided only \$5 million in funding to assist residents in Flint while the State has allocated \$37.3 million in emergency funding to support Flint families.
- The Governor also proposed a plan to dedicate an additional \$30 million as part of his upcoming formal budget presentation to assist Flint residents with water bill payments.
- What will help Flint more than a presidential debate is working together to implement concrete solutions that will aid the city along its road to recovery now and into the future
- It is important we draw on all available resources to help meet both the immediate and long-term needs of Flint residents.

Osborne, Ken (TREASURY)

From: Osborne, Ken (TREASURY)
Sent: Thursday, February 04, 2016 10:36 AM
To: 'Posthumus, Dick (GOV)'; Ackerman, Darin (GOV)
Subject: Water Bill Info

Importance: High

Dick and Darin,

Senate R's have asked if Nick could come over and brief them on the water rate credit issue. He is more than willing to do that, and I am coordinating with the Senate. But I had heard that some information had been shared with Senate Dems, just checking if that was the case and what document that was. So we can make sure we are using the same documents.

Ken Osborne
Legislative Liaison
Department of Treasury
Desk: 517-241-2474
Cell: 517-388-0968

Osborne, Ken (TREASURY)

From: Posthumus, Dick (GOV) <Posthumusd@michigan.gov>
Sent: Thursday, February 04, 2016 10:43 AM
To: Osborne, Ken (TREASURY)
Cc: Ackerman, Darin (GOV)
Subject: FW: Water Use Determination for Flint
Attachments: Household Water Use Distribution Rates docx; Water Relief Analysis (65R_20C Levers + No Late Fees).pdf

This is what we sent to the Democrats. Same as we sent to the Republican leaders.
Dick

From: Posthumus, Dick (GOV)
Sent: Wednesday, February 03, 2016 2:40 PM
To: senjananich@senate.michigan.gov; 'Rep. Sheldon Neeley (District 34)' <SheldonNeeley@house.mi.gov>; 'Philphelps@house.mi.gov' <Philphelps@house.mi.gov>
Cc: Baird, Richard (GOV) <bairdr@michigan.gov>; Ackerman, Darin (GOV) <ackerman3@michigan.gov>; Lange, Michelle (GOV) <LangeM3@michigan.gov>; Khouri, Nick (TREASURY) <KhouriN@michigan.gov>; Roberts, John (DTMB) <RobertsJ9@michigan.gov>
Subject: Water Use Determination for Flint

Senator and Representatives;

Attached are

- 1) The way in which we determined that 65% of the water usage (not including sewer) is cooking, drinking and bathing.
- 2) Applying that stat to the aggregate costs of water in Flint, how we came up with \$30M for credits

Dick

Household Water Use Distribution Rates

There appear to be a number of online resources (including online calculators) that indicate the distribution of water used for cooking, drinking, and bathing. A good example is the pie chart in this EPA document: <http://www3.epa.gov/watersense/pubs/indoor.html>. Flushing the toilet and washing clothes, alone, make up about 48% of the average indoor use. Add in leaks, and you're at 62%. Also, keep in mind that this is only indoor use, so any outdoor use would further dilute the percentage used in cooking, drinking, and bathing. So on this scale cooking, drinking, and bathing range from 38% to 52%. So reimbursing for 65% of total water used (not sewer costs) should cover almost anyone's cost for those items.

Another way to check this is using a fairly detailed calculator (<http://wecalc.org/calc/#>) to map consumption. Here are the stats that we entered, which are aimed at generating an atypically high ratio of refundable uses to other uses:

Single person

Relatively modern dishwasher, washing machine, toilet

1 toilet

7 showers/wk (avg is 4.7)

1 bath per week

4 flushes/day (avg is 5)

No aerators and old faucets

Energy star dishwasher used 0.7 times/week (that's the avg. per person, though a single person is likely to run the dishwasher at least once, and probably twice, per week—I'm assuming hand washing would use even more water)

2 loads of laundry/week (avg is 11 loads/month)

No apparent leaks

No outside water use

With all of that, the combined faucet*, shower, and bath percentage was 70% of household usage.

If we only change the shower and toilet figure to reflect average use, that percentage goes down to 65%.

If we plug in a 4-person household that uses the dishwasher, washing machine, toilet, and shower the average number of times, and I also allow for 2 baths per week, keeping all of the other parameters the same, the percentage goes down to 64%.

*It's important to note, however, that in all of these calculations we are using "faucet" as a proxy for cooking and drinking. The default faucet statistic allows for 8.1 minutes of use per person per day. That's much more water than would be used for those two purposes. If we change that one stat to allow for a total of 8 minutes of water use per day for drinking and cooking, the above percentage plummets to 50%. And if we don't count the water we waste while waiting for it to heat up (this is a toggle that is in addition to the 8 minutes noted above), the percentage drops to 48%. If we assume that the home doesn't have a washing machine at this point (and that laundry is done at a laundromat), the percentage use for faucet, shower, and bath is 64%.

That's a fair amount of detail, but the point is that even with all of the variables at play, we think that a 65% refund would cover the cost of water used for drinking, cooking, and bathing for most, and possibly all, Flint residents.

DRAFT - For Discussion Purposes and Subject to Revision

EVENTS	
Water Switch Over Date	4/30/2015
Current Consumption Data Available Date	11/30/105
Planned Rate Increase Date	5/31/2016
Clean Water Certification Date	5/31/2016
Months Between Switch Over and Current Consumption Date	12
Months Projected Prior to Planned Rate Increase	12
Months Projected After Clean Water Certification Date for Rate Incr	1

NOTES / COMMENTS	
• Water billed by the "Bill Read Date" in the historical data also reflects water consumption from the prior month (i.e. billing transactions with a Bill Read Date of July 2014 reflects water consumption from June 2014)	
• Projected water unit use computed by using the average amounts for water transactions for billed dates July 2014 to August 2015 to reflect rates at which the City of Kent is legally authorized to bill customers	
• Due to absence of actual water reads for the month of January 2015 and February 2016 (i.e. water consumed in December 2015 and January 2016 respectively), "Current Date" is set at November 30, 2015. As such, an additional two months of water consumption (December 2015 and January 2016) for which actual reads are currently unavailable are included in the projected costs	
• Projected costs includes and makes up to June 2016 using the average monthly historical cost from July 2014-August 2015. Estimated projections beyond June 2016 incorporate a 5% increase against the historical cost from July 2014 to August 2015. The 5% increase reflects the increase the City would otherwise have implemented effective July 1, 2016 until the "Rate Date". This rate increase was adopted in the General Fund v17 budget by the City's Emergency Manager	

HISTORICAL PAYMENTS (State Reimburses for...)			
RESIDENTIAL	COMMERCIAL		
% of Water Service Charges	65%	% of Water Service Charges	20%
% of Water Rates	65%	% of Water Rates	20%
% of Sewer Service Charges	0%	% of Sewer Service Charges	0%
% of Sewer Rates	0%	% of Sewer Rates	0%
% of Late Fees	0%	% of Late Fees	0%

TOTAL HISTORICAL			
RESIDENTIAL	COMMERCIAL		
Water Service Charges	\$ 247,917.84	Water Service Charges	\$ 11,411.41
Water Rates	\$ 11,945.42	Water Rates	\$ 774.88
Total Water	\$ 20,196,515.28	Total Water	\$ 3,887,001.14
Sewer Service Charges	\$ -	Sewer Service Charges	\$ -
Sewer Rates	\$ -	Sewer Rates	\$ -
Total Sewer	\$ -	Total Sewer	\$ -
Total Water and Sewer	\$ 20,196,515.28	Total Water and Sewer	\$ 3,887,001.14
Late Fees	\$ -	Late Fees	\$ -
Grand Total	\$ 20,196,515.28	Grand Total	\$ 3,887,001.14

Total Historical Cost to be Reimbursed (Residential and Commercial) \$ 24,083,516.42

FUTURE PAYMENTS (State Reimburses for...)			
RESIDENTIAL	COMMERCIAL		
% of Water Service Charges	65%	% of Water Service Charges	20%
% of Water Rates	65%	% of Water Rates	20%
% of Sewer Service Charges	0%	% of Sewer Service Charges	0%
% of Sewer Rates	0%	% of Sewer Rates	0%
% of Late Fees	0%	% of Late Fees	0%

TOTAL PROJECTED			
RESIDENTIAL	COMMERCIAL		
Water Service Charges	\$ 1,697,670.25	Water Service Charges	\$ 66,22.08
Water Rates	\$ 7,338,161.60	Water Rates	\$ 1,68,282.48
Total Water	\$ 4,235,982.06	Total Water	\$ 254,513.56
Sewer Service Charges	\$ -	Sewer Service Charges	\$ -
Sewer Rates	\$ -	Sewer Rates	\$ -
Total Sewer	\$ -	Total Sewer	\$ -
Total Water and Sewer	\$ 4,235,982.06	Total Water and Sewer	\$ 254,513.56
Late Fees	\$ -	Late Fees	\$ -
Grand Total	\$ 4,235,982.06	Grand Total	\$ 254,513.56

Total Projected Cost to be Reimbursed (Residential and Commercial) \$ 4,490,495.61

Total Historical and Projected Cost (Residential and Commercial) \$ 28,574,012.03

Cline, Richard (Treasury)

From: Maxine Murray <mmurray@cityofflint.com>
Sent: Thursday, February 04, 2016 12:15 PM
To: Cline, Richard (Treasury); Dempkowski, Angela (Treasury)
Cc: Natasha Henderson; Sean Kammer
Subject: Transcript RTAB Proceedings
Attachments: January 22nd RTAB Transcript.pdf

Good afternoon.

Attached is the transcript of the January 22nd RTAB Proceeding.

--

Maxine Murray
Executive Assistant to
Dr. Karen W. Weaver, Mayor
City of Flint
1101 S. Saginaw Street
Flint, MI 48502
810.237.2035 Telephone
810.766.7218 Fax

STATE OF MICHIGAN

In the Matter of:

CITY OF FLINT

RECEIVERSHIP TRANSITION ADVISORY BOARD

Proceedings had in the above-entitled matter,
taken by Claudia M. Weekly, CSR-2963, and Notary Public, on
Friday, January 22, 2016, at 1101 South Saginaw Street,
Council Chambers, Flint, Michigan, commencing at or about 2:11
P.M.

APPEARANCES:

FRED HEADEN, Chair

MICHAEL FINNEY, Member

MICHAEL TOWNSEND, Member

DAVID MCGHEE, Member

BEVERLY WALKER-GRIFFEA, Member

ERIC CLINE

1 Friday, January 22, 2016

2 Flint, Michigan

3 1:09 P.M.

4 CHAIRPERSON HEADEN: Meeting will be in order,
5 please. Let the record reflect that all five members of
6 the RTAB are present. We have a quorum.

7 I would like to, before conducting further
8 business, acknowledge two new additions to the Board,
9 both to my right, Mr. Michael Townsend and Mr. Michael
10 Finney. We look forward with working with both of you.
11 Both of you will be a great addition to the Board. If
12 either one of you have a desire to make any comments now
13 please feel free.

14 MEMBER FINNEY: No.

15 MEMBER TOWNSEND: No.

16 CHAIRPERSON HEADEN: The next item is the
17 approval of the agenda. Are there any additions to the
18 agenda? Mr. McGhee?

19 MEMBER MCGHEE: Yes. Mr. Chair, thank you. I
20 would like to make a motion that public comment be moved
21 toward the beginning, so moved after the minutes.

22 CHAIRPERSON HEADEN: Is there support?

23 MEMBER WALKER-GRIFFEA: Support.

24 CHAIRPERSON HEADEN: Without objection, the
25 agenda is so amended.

1 The next item of business is the approval of
2 the RTAB minutes of January 13. Those are previously
3 distributed. Are there corrections or additions to those
4 minutes?

5 If not, I'll entertain a motion that the
6 minutes from January 13 be approved.

7 MEMBER WALKER-GRIFFEA: So moved.

8 MEMBER MCGHEE: Support.

9 CHAIRPERSON HEADEN: Those in favor of the
10 motion please say aye.

11 MEMBER FINNEY: Aye.

12 MEMBER TOWNSEND: Aye.

13 MEMBER MCGHEE: Aye.

14 MEMBER WALKER-GRIFFEA: Aye.

15 CHAIRPERSON HEADEN: Opposed?

16 The motion is adopted.

17 There is no unfinished business pending.

18 The next item based upon the amended agenda is
19 public comment.

20 Mr. Cline, has anyone signed in to provide
21 public comment?

22 MR. CLINE: Good afternoon. At the moment we
23 have six individuals that have signed in for public
24 comment. Start off with A. Dumas.

25 MR. DUMAS: Good afternoon. My name is A.C.

1 Dumas and I reside at 533 East Rankin Street in the City
2 of Flint. I've been a resident of the City of Flint for
3 my entire life. And I do want to say, according to the
4 agenda, hopefully that this RTAB Board will give the
5 Mayor Karen Weaver her powers back to govern as Mayor of
6 the City of Flint.

7 Now, every one knows that I am anti, I want to
8 repeat that, anti Emergency Managers, anti Emergency
9 Managers appointees, anti this Board, because I don't
10 believe in Emergency Managers.

11 And I'm going to say this as I go to my seat.
12 I'm going to say what God told Moses. The difference, we
13 had one preacher up there. God told Moses tell Pharaoh
14 to let my people go, that they may serve me. And I'm
15 going to say to this RTAB Board I would appreciate if you
16 go to the Governor and tell the Governor to let the
17 people of the City of Flint go so we can be governed by
18 our Bible, which is our own City charter, Constitution of
19 the United States and the State of Michigan.

20 Just to recant, that I am not in favor of
21 Emergency Manager style, a takeover. I do believe in
22 strong government. As you know, strong city governments,
23 as you know, many of you don't know, that last night when
24 we had our city charter review commission meeting that
25 100 percent of the people, residents were there in that

1 packed house say they want a strong mayor form of
2 governor, government that will be able to appoint their
3 own executive staff. And so, I hope that you can send
4 that message to the Governor.

5 You know, water is very important. And you do
6 know that God destroyed the whole world with water.
7 Don't get caught in the judgment of water.

8 CHAIRPERSON HEADEN: Next, please.

9 MR. CLINE: Keith Pemberton.

10 MR. PEMBERTON: Good afternoon.

11 CHAIRPERSON HEADEN: Good afternoon.

12 MR. PEMBERTON: I worked for 25 years being a
13 mental health aide. My job was to watch people, watch
14 their nonverbals, hear what they had to say. And hear
15 what they were saying, words that what they meant by what
16 they said instead of what they wanted you to hear. I
17 don't know if you understood what I just said, but it's
18 double-talk. And all we've gotten from Lansing since all
19 this problem started is double-talk. That's all we get
20 from any of the politicians is double-talk.

21 I hope that you guys, reading your nonverbals,
22 I don't believe it, but I hope that you guys will stop
23 this theft of the people's government and give the
24 government back to the people. We didn't do anything to
25 deserve this. Bad politicians did it and bad politicians

1 made the mess we're in now. The people should be able to
2 live freely.

3 CHAIRPERSON HEADEN: Thank you.

4 MR. CLINE: Pastor Gilbert.

5 PASTOR GILBERT: Good evening to all.

6 CHAIRPERSON HEADEN: Good evening.

7 PASTOR GILBERT: Pastor Alvin Gilbert. I live
8 at 1906 McPhail Street in the City of Flint. I've been
9 in the City of Flint for 42 years.

10 And I want to say to this Board you look real
11 nice, but nice is not good enough. I want Mayor Weaver
12 to get all the power that the charter has granted her
13 because she deserves it. She has been elected by the
14 city, she is the voice of this city and she is our
15 leader.

16 But I have one problem. I'm nonprofit. You
17 know I'm not Jesus Christ. I'm just nobody. But I have
18 paid taxes. I worked 33 years for General Motors and I
19 paid my taxes. I can't stand Public Act 436, Executive
20 Order 3 or 20 or any other order because it wasn't the
21 order of the people.

22 I'm just a voice crying in the wilderness like
23 John the Baptist. I don't care if you like me. I'm not
24 trying to be popular. I don't want nothing from Mayor
25 Weaver. I don't want nothing from any of her consultants

1 or anybody else. But I am sick and tired of being
2 trampled on by democracy and my rights. I speak for all
3 of the people that can't get down here. Mayor Weaver
4 deserves it. She was elected by the people.

5 But also, I want to know who is going to check
6 Mayor Weaver? Who's going to watch her? No one gets off
7 the hook anymore. We've been mistreated. We've been
8 downtrodden, but we rising up, we going to fight back.
9 Because I ain't running for office. I don't have no big
10 mega church.

11 General Motors sends me my pension every month,
12 and I'm so grateful to God that they do. So, I'm not for
13 sale. You can't buy me. You don't have enough money.

14 So, what I recommend that you do is that you
15 remember that if you do not give this council some power
16 because the council represents the people and their
17 voices must be heard as well. So, give Mayor Weaver her
18 power. She deserves it, she earned it, and the people
19 love her. But we are watching her as well and we are
20 watching you.

21 So, remember Pastor Alvin Gilbert. I live at
22 1906 McPhail Street on the south side of Flint. Anytime
23 you're welcome to come to my home and we can discuss it
24 further or we can talk about it later. I hope that you
25 take what I said to heart because I meant every single

1 word of it. And I intend on driving every demon in this
2 city out in the name of Jesus. God bless you.

3 CHAIRPERSON HEADEN: Thank you. I would like
4 to acknowledge I believe the Mayor is on the phone, so
5 she's listening in.

6 Next, please?

7 MR. CLINE: Tony Pelladono.

8 MR. PALLADENO: Palladeno.

9 MR. CLINE: Palladeno. My apologies.

10 MR. PALLADENO: Hi, everybody. Tony Palladeno,
11 east side of Flint. Mayor Weaver, I haven't seen you in
12 a while. How are you doing?

13 Just to touch on a little bit, we fought our
14 butts off to get her where she's at, and I say we, a lot
15 of us have. She's got to have her job back. We've got
16 to have this council. And other than that, the citizens,
17 themselves, have got to have someplace to go when they
18 have a complaint. And I don't mean the sidekicks or
19 whatever. We need somebody in here that will listen to
20 us and do something about it.

21 We need our Mayor. We didn't vote for her to
22 listen to somebody else. We've been pounding them
23 streets, you know. And I don't have no hidden agenda.
24 I'm not no church. As far as taxes, we're getting beat
25 up, you guys, the ones that are trying to pay.

1 Mayor Weaver, if you see me right now, I've
2 been trying to meet with you now for two weeks, I've been
3 trying to see you. Please, guys, we got to have our
4 Mayor, honestly, from east side all over the city. Thank
5 you.

6 CHAIRPERSON HEADEN: Thank you.

7 MR. CLINE: Arthur Woodson.

8 MR. WOODSON: How you doing?

9 CHAIRPERSON HEADEN: Good afternoon.

10 MR. WOODSON: My name is Arthur Woodson. I
11 live at 402 West Stewart. I'm up here today. I hate
12 that you all are giving her her powers back right now.
13 She need her powers, but the thing is if you look at
14 Hurricane Katrina, if you don't cross your Is, I mean
15 cross your Ts and dot your Is they're going to try to get
16 you for corruption, bribery.

17 I wish they would have cleaned up this mess
18 before they did because I see them trying to put her
19 under the gun and say I told you that she couldn't do it.
20 And they going to try to put every obstacle in her way.

21 If we didn't have this RTAB we would have been
22 on Detroit water because the council voted, along with
23 the Emergency Manager with the RTAB, the council voted to
24 go back to Detroit. But they stopped it by Emergency
25 Manager Jerry Ambrose. So, if we didn't have him here we

1 would have been all right.

2 Mr. McGhee, you know I'm a veteran and you know
3 I fight all day, you know. So, my problem is,
4 Mr. Townsend, you sued the City, so how would you work
5 for the City and you sued the City? Mr. Finney, this is
6 my first time seeing you, but I saw you at the press
7 conference with Snyder.

8 So, we have a lot of puppets sitting up here
9 that will not work for the City. And I'm just saying
10 like I see it because it's agents of the State. RTAB is
11 the agent of the State.

12 Me, myself, I would have never accepted it.
13 I'm unbought and I'm un-bossed, so I'm going to be
14 shouting out doing research all day. I'm not here to
15 pull -- I'm not here to fill up pulpits. I'm not running
16 for political office. And I tell it like it is. If I
17 see you doing wrong, I don't care if you're Democrat or
18 Republican, I'm going to let everybody know. Because
19 this situation we're in right now we shouldn't even be
20 in. Thank you very much.

21 CHAIRPERSON HEADEN: Thank you.

22 MR. CLINE: Monica Galloway.

23 MS. GALLOWAY: Monica Galloway, 7th Ward City
24 Council member. I want to thank you guys for serving. I
25 do thank you for hearing the voice of the people, giving

1 the power and the leadership back to the Mayor. But I do
2 want to hold this Board accountable because since the
3 council is not going to be the checks and balances of the
4 legislative, my hopes are that we won't go back to
5 politics as we've done in the past.

6 I want to thank this leadership team that has
7 worked very hard in very difficult times. And I
8 understand that the Mayor has the ability to appoint
9 leaders. But I think that it's irresponsible of any
10 leader to come into a situation in a city that is so
11 devastating, and yet, there are still more years ahead in
12 which the devastation hasn't stopped. It doesn't stop
13 because we're in national media about the water. We got
14 some budget issues.

15 And I just ask that the Mayor would take a real
16 good look at the leadership that's in place that has been
17 working through this situation and that you don't always
18 need to reappoint somebody. And I'm asking this Board to
19 make sure that those that come up as an appointee are not
20 the political agenda as usual.

21 One thing I appreciated about the administrator
22 and the way that the order was written is that they
23 didn't have to get caught into the political ties of a
24 mayoral race. They could do the services of the city
25 every day without the hanging over them that because the

1 leadership has changed I might get a notice today. And
2 so, it gives you the freedom to serve and do everything
3 you can for this community. And I'm asking that this
4 Board will still allow that to happen. Thank you so
5 much.

6 CHAIRPERSON HEADEN: Thank you.

7 MR. CLINE: That concludes public comment.

8 CHAIRPERSON HEADEN: The next item, new
9 business, consideration of resolution, RTAB resolution
10 2016-1. For discussion purposes only is there a motion
11 that the resolution be approved?

12 MEMBER FINNEY: Mr. Chairman, I would move for
13 approval.

14 CHAIRPERSON HEADEN: Is there support?

15 MEMBER TOWNSEND: Support.

16 CHAIRPERSON HEADEN: Motion has been made and
17 seconded. Any discussion?

18 MEMBER WALKER-GRIFFEA: I believe that the
19 Mayor would like to discuss this point.

20 CHAIRPERSON HEADEN: Madam Mayor, are you still
21 with us?

22 Madam Mayor, are you still with us?

23 Dr. Weaver?

24 MAYOR WEAVER: Okay. It keeps going out.

25 CHAIRPERSON HEADEN: Do you have comments to

1 offer regarding the proposed resolution?

2 MAYOR WEAVER: Can you hear me?

3 MEMBER WALKER-GRIFFEA: Yes.

4 MEMBER MCGHEE: Yes.

5 MAYOR WEAVER: Okay. Well, first of all, I
6 really wanted to thank you for having this special
7 meeting. And it's another great day to help bring Flint
8 back, and I want to thank the Governor and his staff to
9 help make this possible, I really do.

10 I need to thank my transitional team as well
11 for their help in the negotiations. And I really want to
12 think the media, both the local and the national, who
13 helped us get our story out.

14 And, you know, I recognize and we recognize
15 that we have a lot of work yet to do. I thank the Board
16 for stepping forward and I appreciate it. I really wish
17 I was there in person, to be perfectly honest, but
18 there's a snowstorm here and I've been up since
19 4:00 o'clock trying to get my reservation changed and I
20 haven't had any luck doing it.

21 But I do just want people to know that I will
22 continue to be responsible and thoughtful about how I
23 entertain moving forward. So, I just wanted an
24 opportunity to express that to you and thank you for
25 calling the meeting today.

1 CHAIRPERSON HEADEN: Thank you, Madam Mayor.

2 I want to also acknowledge I believe Council
3 President Nelson is here. President Nelson, do you have
4 any comments you'd like to offer with regard to the
5 resolution?

6 MR. NELSON: Good evening to this Board and to
7 the new faces on this Board. I am in support of
8 returning the Mayor her power, but I want it to be clear
9 that this Governor needs to understand that this is a
10 two-way street and this is not a one-way street. And I
11 support him giving the Mayor her power, but he really
12 needs to consider that the people voted for us as elected
13 officials, also. And so, we have that right to have our
14 power back.

15 I won't stop the train from running on the
16 track, but the Governor needs to know that on November
17 the 3rd the people elected me, also, as they did Mayor
18 Weaver. And so, we want to have a fair playing field,
19 level playing field. We want to make sure that we're
20 able to make our own decisions for the people that
21 elected us to do so.

22 And so, I'm in support of Mayor having all her
23 power. But the day must come, as council president I
24 must take a stand and say that we serve, all nine of us,
25 and we share responsibilities to be the check and the

1 balance, and you just can't write a check and do what you
2 want with it.

3 And so, to you, and to all of us here today, I
4 appreciate you for being here. I appreciate you for
5 letting me have words to say. But I, as council
6 president, was elected, too, and I need the power, also,
7 to do what the people elected me to do.

8 CHAIRPERSON HEADEN: Thank you. Before
9 adopting the resolution is there further discussion?

10 MEMBER MCGHEE: Yes.

11 CHAIRPERSON HEADEN: Mr. McGhee.

12 MEMBER MCGHEE: Thank you. For any American
13 city the Democratic process is one that is vitally
14 important, especially for Flint where since 2002 there
15 have been so many inconsistencies at the municipal level.
16 I mean we're sitting at a point in time in our
17 community's history where we could be facing, we could be
18 known as the largest catastrophe in the state.

19 When you look at similar communities or if you
20 just look at any neighboring community, the financial
21 restructuring of the City of Detroit, they had the
22 control back in addition to an abundance of resources
23 that helped them get through the tough times. And I
24 think, I know I accepted this role on the Transition
25 Advisory Board, as a resident born and raised here, lived

1 here all my life, to see what I could do and assist in
2 transitioning back to local control. And even though
3 whatever decision is made today, this could be a step in
4 the right direction.

5 However, we are leaps away from where we need
6 to be as a city and where we need to be as a community
7 and where the Governor needs to be in supporting us
8 through this particular process. We just need to make
9 sure that we move forward and that we take steps, not
10 laterally leaning on the wrong house.

11 As I understand it, and as the Governor told me
12 when I had a conversation with him earlier, he stated as
13 if he was committed to helping the city through this.
14 And my hope and my desire is as we navigate through these
15 difficult times he works with the City of Flint as a
16 partner and not in a continued form of dictatorship or
17 anything like that.

18 I'm sad that this particular piece didn't
19 happen in a different way. There were conversations -- I
20 made the conversation and the comment and the request to
21 the Governor personally that if he saw fit that the Mayor
22 was in a position to have powers back why wouldn't he
23 just hand over the keys completely, use the charter
24 completely and dismiss the RTAB. That was my
25 recommendation to the Governor.

1 But this could be a start. But if it is to be,
2 so we need to be partners. The state needs to be
3 transparent. They need to give this particular Board
4 information in a timely manner and make decisions based
5 on what's in the best interest of the people and not just
6 what's in the best interest of politics.

7 And the City of Flint and its residents, you've
8 heard, have been here for quite some time. We are
9 resilient people, so we need to make sure that decisions,
10 that all of them are being made based on what's in the
11 best interest of the people as a whole and not just
12 what's in the best interest of individuals.

13 CHAIRPERSON HEADEN: Further comment or
14 discussion?

15 MEMBER WALKER-GRIFFEA: Mr. Chair?

16 CHAIRPERSON HEADEN: Yes.

17 MEMBER WALKER-GRIFFEA: I believe that we were
18 appointed as RTAB members to be thoughtful, reflective
19 and decisive for the community. Each one of us has the
20 ethical responsibility to the Flint community to make
21 fully informed decisions. And I know that the original
22 RTAB members really worked hard to embrace our positions
23 and make decisions that we hoped would make our community
24 stronger and better.

25 I've had deep concerns, and I've spoken with

1 the Governor as well, about the deep concerns during the
2 last month and-a-half that we've been called to make
3 decisions without any time to seek clarifying information
4 and support for the decision. I believe to approve any
5 resolution that RTAB needs the opportunity to hear the
6 rationale for the request and the impact on the community
7 and other city functions. My concerns have fallen on
8 process and communication of information.

9 As we consider this new resolution I appreciate
10 that the Governor and his cabinet members this week gave
11 RTAB members insight into the rationale. It helps to
12 clarify the intentions of the resolution and to allow me
13 to fulfill my obligations as an RTAB member. So, I
14 understand, as was presented to me, that Mayor Weaver has
15 shown dramatic growth in her ability to run the local
16 government. That it is viewed that our city is coming
17 together.

18 I certainly understand with the water crisis
19 that it is not a normal time for Flint, and so, we have
20 to accelerate in our processes in order to make our
21 decisions. I know that it is a challenging time and
22 progress is required immediately. And above all, I know
23 that Mayor Weaver needs to have the appropriate skill set
24 and resources to move the community forward.

25 So, as the Board moves forward I'm requesting,

1 Mr. Chair, that RTAB is given the requisite information
2 in a timely manner to do our jobs and that transparency
3 is at the utmost for every issue that befalls RTAB in the
4 future. We cannot be perceived as puppets.

5 Thank you for your consideration of my
6 concerns.

7 CHAIRPERSON HEADEN: Thank you. Questions on
8 the adoption of the resolution? Is there further
9 discussion, comments?

10 Under our Rules of Procedure, because this is a
11 resolution, a record roll call vote is required. We'll
12 proceed in alphabetical order.

13 Mr. Finney, how do you vote?

14 MEMBER FINNEY: Aye.

15 CHAIRPERSON HEADEN: Mr. Finney votes aye.

16 Mr. McGhee?

17 MEMBER MCGHEE: Yes.

18 CHAIRPERSON HEADEN: Mr. McGhee votes aye.

19 Mr. Townsend?

20 MEMBER TOWNSEND: Aye.

21 CHAIRPERSON HEADEN: Mr. Townsend votes aye.

22 Dr. Walker-Griffa?

23 MEMBER WALKER-GRIFFA: Support.

24 CHAIRPERSON HEADEN: Dr. Walker-Griffa votes
25 aye.

1 The Chair votes aye.

2 There are five yeas and no nays. The
3 resolution is adopted.

4 Is there further business before this Board?
5 If not, is there a motion that we adjourn?

6 MEMBER WALKER-GRIFFEA: So moved.

7 MEMBER FINNEY: Seconded.

8 CHAIRPERSON HEADEN: Motion is made and
9 seconded without objection. We are adjourned. Thank
10 you.

11 (Meeting adjourned at 2:38 PM.)

12

13

14

15

16

17

18

19

20

21

22

23

24

25

CERTIFICATE OF REPORTER

STATE OF MICHIGAN)
SS)
COUNTY OF GENESEE)

I hereby certify that on the date and at
the place hereinbefore set forth, I reported
stenographically the proceedings held in the matter
hereinbefore set forth, and that the testimony so
recorded was subsequently transcribed by me, and
that the foregoing is a full, true and accurate
transcript of my original stenotype notes.

Dated: January 27, 2016


Claudia Weekly, CSR-2963

Notary Public:
Genesee, Michigan
My Commission Expires:
March 6, 2019

Osborne, Ken (TREASURY)

From: Osborne, Ken (TREASURY)
Sent: Thursday, February 04, 2016 12:51 PM
To: Saxton, Thomas (Treasury); Peruchietti, Cindy (Treasury); Durfee, Sally (TREASURY); Ryan, Howard (Treasury)
Subject: FW: Amendments to SB 136 for Flint water bills
Attachments: SB 136 amdts.pdf

These are the amendments regarding the Flint water credit. Nick asked me to share to see if there are any major concerns with the boilerplate

From: Starr, Scott (DTMB)
Sent: Thursday, February 04, 2016 12:45 PM
To: Osborne, Ken (TREASURY) <OsborneK1@michigan.gov>
Subject: FW: Amendments to SB 136 for Flint water bills

From: Nancy Vreibel [<mailto:NVreibel@senate.michigan.gov>]
Sent: Thursday, February 04, 2016 11:56 AM
To: Starr, Scott (DTMB); Alisha Cottrell; Josiah Kissling
Subject: Amendments to SB 136 for Flint water bills

FYI....n

February 3, 2016

G. O. AMENDMENT NO. 1

Senator JONES offered the following amendments to
Senate Bill No. 136:

1. Amend page 1, line 6, by striking out the remainder of
section 101 and inserting

"APPROPRIATION SUMMARY

GROSS APPROPRIATION	\$30,000,000
Total interdepartmental grants and intradepartmental transfers	0
ADJUSTED GROSS APPROPRIATION	\$30,000,000
Total federal revenues	0
Total local revenues	0
Total private revenues	0
Total other state restricted revenues	0
State general fund/general purpose	\$30,000,000

Sec. 102. DEPARTMENT OF TREASURY

(1) APPROPRIATION SUMMARY

GROSS APPROPRIATION	\$30,000,000
Interdepartmental grant revenues:	
Total interdepartmental grants and intradepartmental transfers	0
ADJUSTED GROSS APPROPRIATION	\$30,000,000
Federal revenues:	
Total federal revenues	0
Special revenue funds:	
Total local revenues	0
Total private revenues	0
Total other state restricted revenues	0
State general fund/general purpose	\$30,000,000

(2) GRANTS

Flint declaration of emergency	\$30,000,000
GROSS APPROPRIATION	\$30,000,000
Appropriated from:	
State general fund/general purpose	\$30,000,000"

2. Amend page 2, line 9, after "is" by striking out the
balance of the line and inserting "\$30,000,000.00 and state
appropriations".

3. Amend page 2, following line 13, by inserting

"DEPARTMENT OF TREASURY

Sec. 301. (1) From the funds appropriated in part 1 for Flint
declaration of emergency, \$30,000,000.00 shall be allocated to help
cover the cost of water bills for residents of the city of Flint.

(2) The department shall report quarterly to the chairs of the
senate and house appropriations committees on the distribution of
the funds allocated pursuant to part 1."

January 22, 2016

MINUTES 3 3RD

Senator Shirkey offered the following amendment to Senate Bill No. 136:

1. Amend page 2, following section 301, by inserting

(A)

"Sec. 302. (1) There shall be no administrative charges, from any entity, removed or expended from the appropriation in part 1.

(2) There shall be no expenditures from the funds appropriated in part 1 without specific authorization from the state treasurer.

(3) All unexpended funds, as of September 30, 2016, from the appropriations in part 1 shall be returned to the department of treasury.

(4) Any allocation to an entity receiving funds from the appropriations in part 1, other than a specific water and sewer customer, must be specifically approved by the state treasurer in each instance."

Robert, Carla M. (Treasury)

From: Steckelberg, Larry (TREASURY)
Sent: Thursday, February 04, 2016 7:27 PM
To: Khouri, Nick (TREASURY)
Subject: FW: 2.5.16 FWICC Items
Attachments: FWICC Contact List - February 1 2016.pdf; FWICC Subcommittees Draft.pdf; FWATF letter #1 to Governor Snyder.pdf; FWATF-Snyder Letter #2 12-29-15.pdf; FWATF - Snyder Letter #3 1-22-16.pdf; EO No. 2016 -1 FWICC Summary.pdf

I think this is what you are looking for.

From: Doyle, Maureen (Treasury)
Sent: Thursday, February 04, 2016 2:35 PM
To: Steckelberg, Larry (TREASURY) <SteckelbergL@michigan.gov>
Subject: FW: 2.5.16 FWICC Items

Maureen Doyle

Executive Assistant to the State Treasurer
Department of Treasury
430 West Allegan Street
Lansing, MI 48922
(517) 241-2624
DoyleM4@michigan.gov

NOTICE: This message is intended for the named recipient(s) only and may contain confidential, privileged, or private information exempt from disclosure under Michigan law. If you have received this message in error, do not forward, share, save or duplicate it. Please reply and notify me of the error in transmission and then delete the message. Thank you.

From: Clayton, Stacie (GOV)
Sent: Thursday, February 04, 2016 2:27 PM
To: Thelen, Mary Beth (DEQ) <THELENM2@michigan.gov>; Garza, Oralya (MSP) <GarzaO@michigan.gov>; Doyle, Maureen (Treasury) <DoyleM4@michigan.gov>; Grijalva, Nancy (DHHS) <GrijalvaN@michigan.gov>; Carefoot, Karen (MDE) <CarefootK@michigan.gov>; Burton, Diane (LARA) <BurtonD2@michigan.gov>; Dempkowski, Angela (Treasury) <DempkowskiA@michigan.gov>; Houseman, Jennifer (MDE) <HousemanJ1@michigan.gov>
Subject: 2.5.16 FWICC Items

Greetings All,

If you have not done so already, please confirm your director's attendance at the Flint Water Interagency Coordinating Committee meeting tomorrow in Flint. The agenda is under final review and will be sent later this afternoon.

Attached are the other documents for tomorrow's meeting (item 4 was passed out as a hard copy at last week's meeting).

1. FWICC Contact List
2. FWICC Subcommittees Draft
3. Flint Water Advisory Task Force Letters (3)
4. EO No. 2016 -1 FWICC Summary

December 7, 2015

Dear Governor Snyder:

On Wednesday, November 18, 2015, the Flint Water Advisory Task Force met with representatives of the Michigan Department of Environmental Quality (MDEQ) and the Michigan Department of Health and Human Services (MDHHS) to discuss elements of the 10-point Action Plan designed to address various issues related to the ongoing public health protection challenges precipitated by lead in the Flint water supply. These discussions were held at our request as part of our task to make recommendations to prevent a similar occurrence in Flint or elsewhere, and also to monitor ongoing mitigation efforts.

Subsequent to those meetings, on Tuesday, November 24, 2015, members of the Task Force participated in a conference call with yourself, members of the Administration, and representatives of these agencies to discuss the progress to date on the 10-point Action Plan, as well as several other related issues.

We want to acknowledge the steps that have already been taken to implement the action plan, specifically in the areas of outreach efforts to facilitate blood lead testing for children, communication with health care providers in the Flint community about the importance of testing children for lead, and the training of additional public health nurses in the Genesee County Health Department. We do believe, however, that additional steps need to be taken to reach additional children for blood lead testing, assure proper follow-up with children found to have elevated blood lead levels, and to continue water testing. We will continue to assess state and local efforts and make recommendations regarding specific steps that we believe are warranted.

One primary concern we have at this point is that the current efforts appear to be taking place in the absence of a larger project coordination framework that measures results and clearly delineates responsibilities for continuing actions to protect public health. We believe the state is best positioned to facilitate this larger framework, which should address the following:

1. The need for MDHHS and MDEQ—and, possibly, other state agencies—to set **goals** for actions in collaboration with local and federal agencies and organizations.
2. The need for a set of corresponding **timelines** for the goals.
3. The need to establish **responsibility** for meeting the goals in a timely fashion and for **contingency plans** for the state if the goals are not being met.
4. The need for clear, regular **communication** with the Flint community and stakeholder groups regarding action steps and updates.

We also believe it important that a single person or entity—potentially independent of any one particular state agency and mutually agreeable to this Task Force and you, Governor—be established to provide effective coordination of ongoing activities and reporting on the status of mitigation measures. For this, we also believe a readily understood “dashboard” should be developed that reports on the goals, timelines and assignments. This will enable members of the Flint community, public health providers, and state agencies to know about the status of the Flint water crisis mitigation program, as

well as promote coordination and accountability. The Task Force is prepared to assist in the development of that dashboard.

We believe it is vitally important that trusted members of the Flint community be engaged in communication on this issue, as well as the distribution of information conveyed by our suggested dashboard reporting. Accordingly, in advance of our final report, we would like to ensure the independent coordinator suggested above engage trusted community groups to begin rebuilding community trust in state actions.

We appreciate your personal interest in this issue, commitment to assisting the Task Force in our review, and—most importantly—commitment to ensuring that the full measure of state resources are brought forward to protect the public health in Flint and throughout the state.

Respectfully yours,

Flint Water Advisory Task Force:

Dr. Matt Davis

Chris Kolb

Dr. Larry Reynolds

Eric Rothstein

Ken Sikkema

January 22, 2016

Governor Rick Snyder
Office of Governor
P.O. Box 30013
Lansing, Michigan 48909

Dear Governor Snyder:

The Flint Water Advisory Task Force (FWATF) appreciates your recent efforts to secure federal and mobilize state emergency response resources to address the immediate water supply issues in Flint.

This letter is to encourage a similarly robust response to the challenges of re-establishing a reliable, trusted potable water distribution system in Flint. This is required as soon as possible to replace the unsustainable and expensive bottled water and filter distribution program that has been necessitated, but which clearly must serve as an interim, emergency response.

Consistent with the priorities identified in the Safe Drinking Water Emergency Order issued by the EPA on January 21, 2016, we recommend the following actions to address scientifically grounded concerns that the water system in Flint remains unsafe because of lead contamination and Legionella. Public trust in the safety of the water supply may only begin to be re-established through the state's forthright engagement of the scientific experts who overcame state and federal agency intransigence to expose the lead poisoning.

Our recommendations are:

- Engage US EPA staff experts versed in Lead and Copper Rule (LCR) requirements – specifically Miguel del Toral, Darren Lytle and Michael Shock. These individuals should be empowered to guide implementation of a comprehensive LCR sampling program in Flint that will monitor lead levels now and throughout the conversion to raw water supply by the Karegnondi Water Authority (KWA) and full-time use of the Flint Water Treatment Plant.
- Establish an inter-disciplinary work group comprising subject matter experts drawn from respected public utility associations and institutions of higher learning in Michigan and elsewhere (including Marc Edwards of Virginia Tech), to oversee the conversion to KWA-supplied raw water.
- Commission and/or contract with an unbiased third-party organization or consortium (hereafter: Flint water safety scientific assessment team [FWSSAT]) that will be responsible for assessing the quality and safety of drinking water in residences, schools and child care settings in Flint, and hospitals and other healthcare facilities served by the

Flint water system. The explicit focus of FWSSAT activities will be lead and Legionella; however, the FWSSAT may include other considerations in its work.

The FWSSAT will be invested with the responsibility of declaring when the public water supply in Flint is safe for routine consumption. The FWSSAT will employ the most rigorous scientific standards, using a sampling strategy that is designed to optimize detection of water contamination in home, school, and child-care settings, and healthcare environments. All schools and healthcare facilities must be included in the sampling approach. Rigorous sampling of residences and child-care settings (whether centers or in-home) will also be implemented, using any and all available information about lead water service lines. In addition, if a homeowner or renter whose dwelling has not been included in sampling wishes to have the dwelling included, they will also be sampled. The sampling efforts and reporting process of the FWSSAT will be fully transparent to the public; results of testing should be published on local, state, and federal (EPA) websites.

- To assure the re-building of community trust and assure sufficient expertise for future water quality and safety, the FWSSAT should partner with local (Flint Water Treatment) and state (MDEQ) personnel in its activities. The FWSSAT should have an interdisciplinary advisory committee that includes local community leaders, local and state officials, national scientific authorities regarding water quality and safety and public health, and the leader of the interagency state effort regarding the Flint water crisis. When the FWSSAT advisory committee is satisfied that the FWSSAT scientific procedures have thoroughly assessed water quality and safety in Flint residences, schools and child care settings, and healthcare facilities and found the water to be sufficiently free of contamination, then the committee will advise the public of the findings. The FWSSAT will then organize the transfer of responsibility to local and state authorities to sustain the sampling and reporting methods thereafter, including the conversion to KWA raw water in the future.

We also believe that a forthright response to the Legionella outbreak must similarly engage trusted, scientific experts drawn from independent institutions. Accordingly, we recommend:

- The Michigan Department of Health and Human Services (MHHS) should make a formal request to the federal Centers for Disease Control and Prevention (CDC) for assistance in assessing the outbreak of Legionnaire's disease in Flint, if they have not already done so. MHHS, working with CDC, should develop a strategy for improving prevention, rapid detection, and timely treatment of cases of Legionellosis in Michigan in 2016 and beyond. While the MDHHS evaluation of the dozens of cases of Legionellosis in 2014 and 2015 has strongly suggested a link to the shift to drinking water from the Flint River in 2014, further and more intensive evaluation of clinical isolates (i.e., samples from infected patients) is necessary to understand the route(s) of transmission from contaminated water to humans. The unique set of outbreak circumstances in the setting of a change in water source strongly indicates that support from federal public

health authorities would be a welcome way to amplify the public's collective understanding of risk of contracting Legionella in residences served by the Flint water system, and in Flint healthcare facilities.

- The state should specifically request federal support from the CDC – and, as appropriate, additional federal experts and agencies – to advise and assess Flint healthcare facilities and Flint-based healthcare providers regarding: (a) appropriate application and timely re-application of biocides to air treatment systems and cooling towers in all healthcare facilities in Flint, in order to prevent colonization with Legionella; and (b) proper assessment and timely diagnosis of Legionella among patients in Flint who present with characteristic signs and symptoms and have a history of potential exposure to contaminated water. Of note, the risk of resurgent Legionellosis in Spring 2016 is on the horizon; the first cases of Legionellosis in the 2014 and 2015 outbreaks were diagnosed in June and May, respectively, and Legionella is known to be much more common in the spring, summer, and fall than in the winter months. Time is of the essence.
- MDHHS should work with its federal partners to assure that investigative efforts related to Legionella regarding quality and safety of water are conducted in coordination with the FWSSAT described above. Furthermore, MDHHS should regularly communicate its findings to the Flint community regarding its efforts to prevent, detect, and treat cases of Legionella until case levels return to pre-2014 levels.

We expect that these measures will provide members of the Flint community with assurance that the quality of their tap water is being appropriately monitored and that forthcoming announcements that Flint's tap water is safe to drink are well-founded. Notwithstanding earnest state agency actions, we believe that the engagement of independent subject matter experts, whether to assess drinking water quality or public health concerns, is critical to overcome, over time, the understandable skepticisms that prevail in the Flint community.

We hope that you will receive these recommendations in the same spirit with which they are offered – to advance the recovery and reinvigoration of the Flint community.

Respectfully,

Matthew Davis, M.D.
Chris Kolb
Lawrence Reynolds, M.D.
Eric Rothstein, CPA
Ken Sikkema

Draft Subcommittee Recommendations for FWICC

- Incident Action Plan
- Water Quality
 - ✓ Response tactics and flow process
 - ✓ Testing
 - Lead and Cooper
 - Other Contaminants and Disease Transmission
 - ✓ Monitoring and reporting entry of contagions
- Water Infrastructure Integrity
 - ✓ Reliability Study
 - ✓ Infrastructure upgrade/replacement
 - ✓ Lead Line Replacement
- KWA
 - ✓ Benefit-Cost Analysis
 - ✓ Transition
 - ✓ Safety
 - ✓ Flint Water Treatment Plant Upgrade
 - ✓ Rate Structure
- Health
 - ✓ Health and Safety Plan
 - ✓ Responder Medical Plan
 - ✓ Nutrition
 - ✓ Post Exposure Actions
- Education
 - ✓ Public education and awareness
 - ✓ Secondary education materials
- Policy
 - ✓ Intra-agency Protocols
 - ✓ Statewide Policy
 - ✓ Lead and Cooper Rule Change Recommendations
- Communication Protocols and Transparency

December 29, 2015

Dear Governor Snyder:

The Flint Water Advisory Task Force, which you appointed on October 21, 2015, has devoted considerable effort and countless hours to our review of the contamination of the Flint water supply: what happened, why it occurred, and what is needed to prevent a recurrence in Flint or elsewhere in the state. We have also been assessing ongoing mitigation efforts to help assure that short- and long-term public health issues and water management concerns will be properly addressed to safeguard the health and well being of the Flint community.

Shortly after we began our work, we recognized the immediate need for better coordination of the state's response to the ongoing public health issues in Flint, and for assignment of a single person to provide this coordination. We addressed these concerns in a letter to you on December 7, 2015, and you responded with immediate adoption of these recommendations. We thank you for the commitment your response demonstrates.

In our continuing efforts, we have now interviewed numerous individuals at state and local levels; reviewed many documents, articles, and emails; and deliberated repeatedly as a group. Both individually and as a group, we have visited Flint several times during the past several weeks to meet with citizens, public health officials and healthcare providers, individuals who have water management responsibilities at the city and county levels, and other public officials.

It is clear to us, particularly as we listen to the people of Flint, that it is both critical and urgent to establish responsibility for what happened in their community and to ensure accountability. This is a first step in a long process to re-establish the trust they no longer have in their government and the agencies whose responsibility it is to protect their health. It is urgent because this deep distrust of government continues to compromise the effective delivery of protective services designed to address ongoing public health issues. It is for these reasons that we are sending this letter at this time.

We believe the primary responsibility for what happened in Flint rests with the Michigan Department of Environmental Quality (MDEQ). Although many individuals and entities at state and local levels contributed to creating and prolonging the problem, MDEQ is the government agency that has responsibility to ensure safe drinking water in Michigan. It failed in that responsibility and must be held accountable for that failure.

The Safe Drinking Water Act (SDWA) places responsibility for compliance with its requirements on the public water system. In this instance, the City of Flint had the responsibility to operate its water system within SDWA requirements, under the jurisdiction of the MDEQ. The role of the MDEQ is to ensure compliance with the SDWA through its regulatory oversight as the primary agency having enforcement responsibility for the Flint water system.

The MDEQ failed in three fundamental ways.

Regulatory Failure

We believe that in the Office of Drinking Water and Municipal Assistance (ODWMA) at MDEQ, a culture exists in which "technical compliance" is considered sufficient to ensure safe drinking water in Michigan.

This minimalist approach to regulatory and oversight responsibility is unacceptable and simply insufficient to the task of public protection. It led to MDEQ's failure to recognize a number of indications that switching the water source in Flint would—and did—compromise both water safety and water quality. The MDEQ made a number of decisions that were, and continue to be, justified on the basis that federal rules "allowed" those decisions to be made. ODWMA must adopt a posture that is driven not by this minimalist technical compliance approach, but rather by one that is founded on *what needs to be done to assure drinking water safety*.

A culture change must occur within ODWMA. It must be driven by a mission that is aspirational regarding the role of the MDEQ in ensuring the safety and the quality of Michigan's drinking water. We believe, and have expressed to MDEQ Director Dan Wyant, that as a Great Lakes State, Michigan should aspire to have the safest drinking water in the nation, rather than merely aiming for technical compliance with regulatory requirements.

Failure in Substance and Tone of MDEQ Response to the Public

Throughout 2015, as the public raised concerns and as independent studies and testing were conducted and brought to the attention of MDEQ, the agency's response was often one of aggressive dismissal, belittlement, and attempts to discredit these efforts and the individuals involved. We find both the tone and substance of many MDEQ public statements to be completely unacceptable. In a real way, the MDEQ represents the public, including the very individuals it treated dismissively and disrespectfully in public statements. We recognize that the agency might disagree with the opinions of others on a variety of issues, including testing protocol, interpretation of testing results, the requirements of federal law and rules, and other matters. What is disturbing about MDEQ's responses, however, is their persistent tone of scorn and derision. In fact, the MDEQ seems to have been more determined to discredit the work of others—who ultimately proved to be right—than to pursue its own oversight responsibility.

Failure in MDEQ Interpretation of the Lead and Copper Rule

The federal Lead and Copper Rule (LCR) is central to what happened in Flint, because that rule, at least theoretically, is designed to prevent lead and copper contamination of drinking water. The federal LCR calls for "optimized corrosion control treatment," which the MDEQ did not require in the switch to the Flint River. Prior to the switch, MDEQ staff instructed City of Flint water treatment staff that corrosion control treatment (CCT) was not necessary until two six-month monitoring periods had been conducted. The need for CCT would be evaluated after the results from those two monitoring periods were reviewed. The decision not to require CCT, made at the direction of the MDEQ, led directly to the contamination of the Flint water system.

The MDEQ seems to have taken different positions on whether it faithfully followed the LCR in the Flint situation. It first maintained that it followed the LCR, then stated that it did not follow the rule properly, and most recently claimed that a federal memorandum issued by the US EPA in early November 2015 suggests that the original MDEQ interpretation was possibly correct.

We are not convinced. Even the MDEQ's latest interpretation of the US EPA's November memorandum is overly legalistic and misunderstands the intent of the LCR, which is to minimize risks of lead and copper exposure for human health.

We believe ODWMA's single-minded legalistic focus is the heart of the problem, and it is part of the "technical compliance" culture described above. ODWMA should not be basing its actions solely on a

legally possible interpretation of the LCR. It should be focusing on how to protect Michigan's citizens from lead in drinking water.

We met with MDEQ Director Wyant on December 16, 2015, to discuss these issues, as well as many others. We note his substantial agreement with many of our conclusions, particularly as it relates to the regulatory failure and the abysmal public response of his agency. It is our understanding that he has drawn similar conclusions in his own evaluation of the MDEQ's role in the Flint water crisis. At the same time, it was disappointing to hear his weak defense of the CCT decision based on the EPA's November 2015 memorandum.

We are not finished with our work. Other individuals and entities made poor decisions, contributing to and prolonging the contamination of the drinking water supply in Flint. As an example, we are particularly concerned by recent revelations of MDHHS's apparent early knowledge of, yet silence about, elevated blood lead levels detected among Flint's children. We also feel it important to further review local government decision processes under emergency management. Our final report will highlight and discuss those concerns, among many others, to provide some context to a comprehensive series of recommendations. **As stated earlier in this letter, however, we believe that establishing responsibility is a critical and urgent need, and one that should not wait for our final report in 2016. Individuals and agencies responsible must be held accountable in a timely fashion.**

It is our hope that the heightened awareness of the dangers of lead poisoning can be an opportunity to make Michigan safer, particularly for its children. Drinking water must be recognized as a potential source of health risk exposure when water lines and fixtures containing lead are disturbed or compromised. Proper testing, not only in high-risk areas but also in facilities serving children (e.g., schools), must be considered. Facilitating long-term financing of a model public health program, and also replacement of lead-containing water service lines and fixtures, would enable Michigan to realize a positive lasting legacy from the tragedy of the Flint water crisis. Our final report will address some of these issues.

The City of Flint's water customers—fellow Michigan citizens—were needlessly and tragically exposed to toxic levels of lead through their drinking water supply. They deserve a commitment to properly assess responsibility and ensure accountability. They also deserve a commitment to needed mitigation in both the short and long term. The Flint water crisis never should have happened. Having failed to prevent it, state government should coordinate a sustained, public-health-focused response to remedy, to the fullest extent possible, the impacts on the Flint community.

Respectfully yours,

Flint Water Advisory Task Force:

Matt Davis
Chris Kolb
Larry Reynolds
Eric Rothstein
Ken Sikkema

Notes on Executive Order 2016-01 Creating the Flint Water Interagency Coordinating Committee

1 Purpose of the FWICC

The first section of Executive Order 2016-01 explains that the goal of the FWICC is to facilitate collaboration and communication between state departments, local governments, and subject matter experts to (1) ensure safe drinking water and (2) address the consequences of elevated lead levels in drinking water. Three key “whereas” clauses are highlighted below:

WHEREAS, multiple state departments and local authorities share the responsibility for ensuring safe drinking water and the coordination of efforts to address the consequences resulting from the presence of elevated lead levels in drinking water; and

WHEREAS, ensuring safe drinking water and addressing the consequences of elevated lead levels in drinking water will require collaboration and communication between state departments, local governments, and subject matter experts; and

WHEREAS, the establishment of a Flint Water Interagency Coordinating Committee within the Michigan Department of State Police will facilitate the collaboration and communication between state departments, local governments, and subject matter experts necessary to effectively coordinate a response and recovery effort;

2. Administrative Location of the FWICC

Under the Michigan law, executive functions generally must occur within one of the principal departments of the executive branch. Accordingly, the FWICC was created within the Department of State Police (MSP). All administrative matters like budget and staffing fall under the MSP umbrella. Colonel Kriste Etue is the department director of MSP.

I. A. The Flint Water Interagency Coordinating Committee (“Coordinating Committee”) is created as an advisory body within the Michigan Department of State Police (the “Department”).

III. A. The Coordinating Committee shall be staffed and assisted by personnel from the Department as directed by the Department Director. Any budgeting, procurement, and related management functions of the Coordinating Committee shall be performed under the direction and supervision of the Department Director.

An advisory committee does not make policy; rather, it provides advice to policy makers. As such, the committee is not subject to the specific statutory requirements Open Meetings Act. This gives the committee maximum flexibility to hold meetings in private or in public as the committee decides. This also gives FWICC flexibility to allow all or some participants to join meetings by telephone or send votes by email, as you decide to be appropriate.

3. Composition of the FWICC & Length of Terms

Section I of the Executive Order addresses the composition of the committee. The FWICC consists of seven state government officials (Office of Urban Initiatives, EMHS, DEQ, DHHS, LARA, Treasury and MDE), seven local officials (selected by the Mayor and the county commission), and three subject matter experts. The initial terms of service end on 12/31/18, the last full day of the Governor's term.

Directors may send a designee to attend and vote at meetings. It generally works best if the designee is the same person each time, but that is not a strict requirement.

Executive orders carry over from one administration to the next unless they are rescinded or amended. The next Governor will have the option of keeping the FWICC in place and making new appointments. Your appointment will last as long as you remain eligible or until a new person is appointed after the expiration of your term. You may be appointed to successive terms. The FWICC will exist until a Governor decides that the FWICC should be terminated.

1. C. A vacancy on the Coordinating Committee occurring other than by expiration of a term shall be filled in the same manner as the original appointment for the balance of the unexpired term. A member may continue serving until his or her successor is appointed. A member may serve successive terms if reappointed.

4. Charge to FWICC

Section II of the Executive Order lays out the responsibilities of the FWICC:

1. Create an incident action plan designed to assist state and local authorities in ensuring safe drinking water for the residents of the City of Flint and addressing the consequences of elevated lead levels in drinking water.
2. Review recommendations made by the Flint Water Advisory Task Force and propose statutory, regulatory, or contractual actions necessary for implementation of such recommendations.
3. Identify staff with competencies in emergency planning, operations, logistics, and finance as outlined under the National Incident Management System (NIMS) to work with the Coordinating Committee to track resource requests and document progress on the incident action plan.
4. Establish a standard process for sharing pertinent information between all members including use of the NIMS and Unified/Incident Command as appropriate.
5. Establish routine communications protocols at the local, executive, and legislative levels as appropriate.
6. Establish a public information protocol to effectively inform the community.
7. Make recommendations for acceptable standards for potable water.

8. Make recommendations regarding the health impacts for the affected population.
9. Assess the status of infrastructure and determine feasible actions to upgrade the water system.
10. Establish subcommittees among its members to specifically address, at a minimum, each of the three following topic areas: Water Quality, Community Health, and Education.
11. Assist the Governor and the Department in implementing appropriate operations permitted under the Michigan Emergency Management Act or the federal Stafford Disaster Relief and Emergency Assistance Act, including local emergency operations plans and guides.
12. Explore any avenues of funding for response and recovery efforts including federal grants, legislative appropriations, and private partners.

Highlights include: Creating an incident action plan, reviewing recommendations of the Flint Water Advisory Task Force, working with EMHS on the emergency response, facilitating communication within and outside of government, forming at least three subcommittees (Water Quality, Community Health, and Education), making various recommendations to the Governor based on the knowledge and expertise of the FWICC, and exploring funding options.

Not all of these tasks are not the *sole* responsibility of the FWICC. A number of the state and local offices that are part of the FWICC also share responsibility. The FWICC will help to ensure that the various responsible bodies at the state and local level are collaborating and communicating with each other.

5. Operations of the FWICC

Section III of the Executive Order addresses how the FWICC will operate. It is designed to give the FWICC maximum flexibility.

As Statewide Coordinators, Harvey Hollins and Captain Kelenske will be responsible for running the meetings and ensuring that the FWICC completes its required functions:

III. B. The Director of Office of Urban Initiatives within the Executive Office of the Governor and the Deputy State Director of Emergency Management and Homeland Security shall together serve as the Statewide Coordinators responsible for the administrative functions of the Coordinating Committee.

III. E. The Coordinating Committee shall meet at the call of either of the Statewide Coordinators and as may be provided in procedures adopted by the Coordinating Committee.

The FWICC has a great deal of freedom to consult with or work with outside experts, members of the public, and government officials:

III. C. The Coordinating Committee may utilize subcommittees and advisory panels composed of its members to assist in completing the functions of the Coordinating Committee. The Coordinating Committee may request public participation on advisory panels as the Coordinating Committee deems necessary.

III. F. The Coordinating Committee may, as appropriate to perform its duties, make inquiries, conduct studies, consult with outside experts and federal agencies, and receive comments from the public.

III. H. The Coordinating Committee may accept donations of labor, services, or other items of value from any public or private agency or person. Any donations shall be expended in accordance with applicable laws, rules, and procedures.

IV. A. All departments, committees, commissioners, or officers of this state or of any political subdivision of this state may give to the Coordinating Committee, or to any member or representative of the Coordinating Committee, any necessary assistance required by the Coordinating Committee, or any member or representative of the Coordinating Committee, in the performance of the duties of the Coordinating Committee so far as is compatible with its, his or her duties.

Any recommendations to the Governor must be supported by a majority of currently serving FWICC members:

III. D. When making recommendations to the Governor, a majority of the serving members of the Coordinating Committee must concur.

Committee members are not compensated but may be reimbursed for travel expenses (e.g., mileage and parking) according to the normal state expense rules. These reimbursements would occur through MSP, which houses the FWICC.

III. G. Members of the Coordinating Committee shall serve without compensation but may receive reimbursement for necessary travel and expenses according to relevant statutes and the rules and procedures of the Civil Service Commission, and the Department of Technology, Management and Budget, subject to available funding.

Any media inquiries, legislative inquiries, and legal inquiries should be handled through MSP. If the FWICC needs legal representation or assistance, it would be provided by an assistant attorney general through MSP:

III. I. Members of the Coordinating Committee shall refer all legal, legislative, and media contacts to the Department.

6. The Freedom of Information Act

The FWICC is a “public body” within the department of state police in the executive branch. Accordingly it is subject to FOIA. For purposes of clarity, this is spelled out in the Executive Order:

III. J. A writing prepared, owned, used, in the possession of, or retained by the Coordinating Committee in the performance of an official function is subject to the Freedom of Information Act, 1976 PA 442, as amended, MCL 15.231 to 15.246.

Any FOIA requests to FWICC should be referred to the FOIA coordinator for MSP, who will work with you to handle the response.

Michigan’s FOIA law covers the public records of public bodies (such as MSP and the FWICC).

A “public record” means “a writing prepared, owned, used, in the possession of, or retained by a public body in the performance of an official function, from the time it is created. Public record does not include computer software.” The definition of “writing” is very broad, including any “means of recording or retaining meaningful content.”

In short, this means that your notes taken at FWICC meetings, e-mails between FWICC members about FWICC business, and any documents created or used by FWICC are subject to FOIA and could be released to the media. There are a number of exemptions to FOIA. These are listed at MCL 15.243, and include—among other things—personal information and information that is subject to a legal privilege like that attorney-client privilege.

Ryan, Howard (Treasury)

From: Sarah Studley <SStudley@senate.michigan.gov>
Sent: Friday, February 05, 2016 10:15 AM
To: Ryan, Howard (Treasury)
Subject: Re: Treasury approvals regarding Flint WTP

Thanks Howard for your quick turnaround on this.

Enjoy your weekend!

Sarah Studley

Counsel and Senior Policy Adviser
Senate Minority Leader Jim Ananich
Boji Tower, 2nd Floor
PO Box 30036 | Lansing, MI 48909-7536
P: 517.373.1755
C: 202.341.4488

NOTICE: The information contained in this electronic mail message may be confidential and intended only for certain recipients. If you are not an intended recipient, you are hereby notified that any disclosure, reproduction, distribution or other use of this communication and any attachments is strictly prohibited. If you have received this communication in error, please notify the sender by reply transmission and delete the message without copying or disclosing it.

From: Ryan, Howard (Treasury) <RyanH1@michigan.gov>
Sent: Friday, February 5, 2016 9:45 AM
To: Sarah Studley
Subject: RE: Treasury approvals regarding Flint WTP

Sarah,

Pursuant to your request for Treasury approvals regarding the Flint water treatment plant, please see the list of requests/approvals below. Please note that this list does not include requested purchases/contracts of more than \$50,000 if those purchases/contracts were competitively bid (per PA 436 of 2012).

Let me know if you need any additional information.

Howard

Department of Treasury – Related Contract and Purchase Approvals Flint Water System

1. **December 15, 2011** – Requesting approval to contract with Amwell for the purchase of wastewater treatment repair parts - **\$236,100.00**
2. **April 11, 2013** – Requesting authorization to proceed with adopting of the resolution and entering into a contract with KWA - **No cost estimate included in our records**

3. **May 23, 2013** – Requesting approval to contract Ace-Saginaw Paving for replacing of parking lot at water service center - **\$98,459.00**
4. **June 24, 2013** – Requesting approval to contract with JWC for emergency repairs to Flint's northwest pump station - **\$275,000.00**
5. **June 24, 2013** – Requesting approval to contract with Lockwood, Andrews & Newman, Inc. to implement Phase I and develop Phase II of placing the Flint Water Plant into operation - **\$171,000.00**
6. **July 31, 2013** – Requesting approval to contract with Titus Welding Company for secondary clarifier installation (water pollution control) - **\$274,488.00**
7. **August 27, 2013** – Requesting approval to contract with Ace-Saginaw for Paving at the Water Service Center - **\$124,236.00**
8. **August 27, 2013** – Requesting approval to contract with Rowe Engineering for Engineering Services - **\$149,600.00**
9. **September 24, 2013** – Requesting approval to contract with Ace-Saginaw for Asphalt Paving Materials - **\$194,062.00**
10. **October 04, 2013** – Requesting approval to contract with SLC Meter for water service couplings/connectors and hydrant repair parts - **\$75,000.00**
11. **October 04, 2013** – Requesting approval to contract with Sorensen Gross Construction Services for removal of old and installation of new bar-screen at East Pumping Station for water pollution control - **\$395,000.00**
12. **October 04, 2013** – Requesting approval to contract with Sorensen Gross Construction Services for removal of old and installation of new bar-screen at Northwest Pumping Station for water pollution control - **\$165,000.00**
13. **October 11, 2013** – Requesting approval to contract with Metrom-Farnier for Polymer water meters - **\$89,000.00**
14. **October 16, 2013** – Requesting approval to contract with Kennedy Industries for Torrey Road pump station mechanical equipment upgrade - **\$65,260.00**
15. **October 25, 2013** – Requesting approval to contract with McNaughton-McKay Electric for Cedar Street pumping station switchgear upgrades - **\$482,000.00**
16. **November 14, 2013** – Requesting approval to contract with McNaughton-McKay Electric for variable frequency drive - **\$349,710.00**
17. **November 14, 2013** – Requesting approval to contract with McNaughton-McKay Electrical for Variable Frequency Drive - **\$349,710.00**
18. **November 15, 2013** – Requesting approval to contract with McNaughton-McKay Electric for electrical distribution upgrades - **\$1,512,000.00**
19. **November 15, 2013** – Requesting approval to contract with McNaughton-McKay Electric for Cedar Street pumping station switchgear upgrades - **\$505,000.00**
20. **November 15, 2013** – Requesting approval to contract with Lockwood, Andrews, & Newman contract for the implementation of water plant operations - **\$1,133,800.00**

21. **November 15, 2013** – Requesting approval to contract with McNaughton-McKay Electrical for Cedar St. Pumping Station Switchgear Upgrades - **\$505,000.00**
22. **November 15, 2013** – Requesting approval to contract with McNaughton-McKay Electrical for Water Plant Electrical Distribution Upgrades - **\$1,512,000.00**
23. **November 15, 2013** – Requesting approval to contract with Lockwood, Andrews and Newnam for Water Plant Operations implementation - **\$1,133,800.00**
24. **November 21, 2013** – Requesting approval to contract with Wachs Valve and Hydrant Services for year one of a three year valve exercising/maintenance agreement - **\$60,000.00**
25. **November 21, 2013** – Requesting approval to contract with Wachs Valve and Hydrant Services for Water Valve Exercising/Maintenance Program - **\$60,000.00**
26. **November 21, 2013** – Requesting approval to contract with HD Supply Waterwork for water and sewer distribution parts - **\$200,000.00**
27. **November 21, 2013** – Requesting approval to contract with HD Supply Waterwork for Water Distribution Parts - **\$200,000.00**
28. **December 06, 2013** – Requesting approval to contract with McNaughton-McKay Electrical for outdoor lighting upgrade at water pollution control facilities - **\$159,063.00**
29. **December 16, 2013** – Requesting approval to contract with McNaughton-McKay for Water Plant Transformer Upgrade - **\$238,306.00**
30. **February 20, 2014** – Requesting approval to purchase of High Voltage Distribution equipment for the Water Plant - **\$225,000.00**
31. **February 25, 2014** – Requesting approval to contract with McNaughton-McKay for electrical distribution upgrades at the Water Plant. Amendment to the original contract. Original approval was for \$1,528,850 - **\$16,850.00**
32. **February 25, 2014** – Requesting approval to contract with Xylem Water Solution for a pump and large motor purchase - **\$277,000.00**
33. **February 25, 2014** – Requesting approval to contract with Newkirk for replacement of obsolete electrical equipment at the Water Plant - **\$852,000.00**
34. **February 25, 2014** – Requesting approval to contract with Zito Construction for lime residual disposal at the water plant (it was determined that no Treasurer approval was required because the City had requested bids from several firms) - **\$1,442,720.00**
35. **March 11, 2014** – Requesting approval to contract with Metron-Farnier for water meter purchases - **\$199,645.00**
36. **March 16, 2014** – Requesting approval to contract with Zito Construction for emergency underground utility excavation and repair in the 716 W. Pierson Road area - **\$82,500.00**
37. **March 18, 2014** – Requesting approval to contract with Zito Construction for initial water main cut-in at the Water Plant - **\$676,300.00 (Verification still needed)**

38. **March 28, 2014** – Requesting approval to contract with Mersino Dewatering for emergency pumping/bypass services for the sewer repair in the 716 W. Pierson Road area - **No cost estimate included in our records**
39. **April 24, 2014** – Requesting approval to contract with Ozonia North America for Water Plant ozone generators - **\$55,815.00**
40. **May 30, 2014** – Requesting approval to sell a 72" pipeline - **\$3,987,700.00**
41. **August 28, 2014** – Requesting approval to purchase water testing supplies from Idexx Distribution - **\$70,000.00**
42. **August 28, 2014** – Requesting approval to contract with Idexx Distribution for water testing supplies - **\$70,000.00**
43. **December 10, 2014** – Requesting approval to contract with Metron-Farnier for water meter purchases - **\$110,811.00**
44. **December 11, 2014** – Requesting approval to purchase 594 water meters from Metron-Farnier, LLC - **\$110,811.00**
45. **April 13, 2015** – Requesting approval to contract with Lockwood, Andrews and Newnam for GAC Filters to assist in reducing the levels of TTHM - **\$1,601,740.00**

From: Sarah Studley [mailto:SStudley@senate.michigan.gov]
Sent: Monday, January 25, 2016 3:31 PM
To: Ryan, Howard (Treasury) <RyanH1@michigan.gov>
Subject: Re: Treasury approvals regarding Flint WTP

Thanks!

Sarah Studley
Counsel and Senior Policy Adviser
Senate Minority Leader Jim Ananich
Boji Tower, 2nd Floor
PO Box 30036 | Lansing, MI 48909-7536
P: 517.373.1755
C: 202.341.4488

NOTICE The information contained in this electronic mail message may be confidential and intended only for certain recipients. If you are not an intended recipient, you are hereby notified that any disclosure, reproduction, distribution or other use of this communication and any attachments is strictly prohibited. If you have received this communication in error, please notify the sender by reply transmission and delete the message without copying or disclosing it.

From: Ryan, Howard (Treasury) <RyanH1@michigan.gov>
Sent: Monday, January 25, 2016 3:11 PM
To: Sarah Studley
Subject: RE: Treasury approvals regarding Flint WTP

I've requested this information for you.

From: Sarah Studley [<mailto:SStudley@senate.michigan.gov>]
Sent: Monday, January 25, 2016 12:26 PM
To: Ryan, Howard (Treasury) <RyanH1@michigan.gov>
Subject: Treasury approvals regarding Flint WTP

Howard,

My understanding is that Treasury had to sign off on any purchases in Flint over \$50,000 while it was under the control of an Emergency Manager. Is it possible for me to get either a list of purchases with respect to the Water Treatment Plant that were presented to Treasury and whether each was signed off on or rejected? Alternatively, documentation related to each would also be helpful.

Thank you,

Sarah Studley

Counsel and Senior Policy Adviser

Senate Minority Leader Jim Ananich

Boji Tower, 2nd Floor

PO Box 30036 | Lansing, MI 48909-7536

P: 517.373.1755

C: 202.341.4488

NOTICE: The information contained in this electronic mail message may be confidential and intended only for certain recipients. If you are not an intended recipient, you are hereby notified that any disclosure, reproduction, distribution or other use of this communication and any attachments is strictly prohibited. If you have received this communication in error, please notify the sender by reply transmission and delete the message without copying or disclosing it

Ryan, Howard (Treasury)

From: Osborne, Ken (TREASURY)
Sent: Friday, February 05, 2016 9:29 AM
To: Khouri, Nick (TREASURY); Durfee, Sally (TREASURY); Saxton, Thomas (Treasury)
Cc: Ryan, Howard (Treasury)
Subject: Flint water credit

Adam Carlson in Pscholka's office asked if we could have someone walk them through how the proposal would work at 3 p.m. today. This would just be staff, but they want to be prepared for action next week and asked that someone who could walk through it in a pretty detailed fashion be available. Adam, Josiah Kissling, Hassan Beydoun from HRPO expected to attend along with SBO.

Ken Osborne
Legislative Liaison
Department of Treasury
Desk: 517-241-2474
Cell: 517-388-0968

Robert, Carla M. (Treasury)

From: McBride, Bill (GOV) <mcbrideb@michigan.gov>
Sent: Saturday, February 06, 2016 6:36 PM
To: Khouri, Nick (TREASURY); Creagh, Keith (DEQ); Roberts, John (DTMB); Brown, Eric (GOV); McBride, Bill (GOV)
Subject: Questions for Sundays call
Attachments: 2.6.2016 Questions for Michigan Officials kd.docx; ATT00001.htm

Erik – thank you for your time and assistance in this important matter. Attached, please find the questions we would like to discuss during tomorrow’s call. These questions are only intended to facilitate our discussion; we are not seeking written responses.

Questions for Michigan Officials

Federal Funding

- The Administration recently announced that it would provide \$82 million in funding to the State of Michigan to help deal with the situation in Flint. It is our understanding that the money is the State's allotment of FY 2016 Clean Water and Drinking Water State Revolving Fund dollars.
 - Of the \$82 million, how much is the State planning to allot to Flint specifically?
 - What is the timeframe under which Flint's allotment can be disbursed?
- Upon the President's emergency declaration for Flint, FEMA made \$5 million available for immediate use for items like potable water and testing kits. What is the timeframe for disbursing these federal dollars?
- What is the difference in federal funding that could be made available under the disaster declaration that Michigan sought, and the emergency declaration that the Obama Administration ultimately issued?
- Does the State have an accurate assessment of how much federal assistance would be needed within the next 12 months and for what purpose (please see below)?

State Funding

- Does the State have any funds available from its FY 2015 allotment from the State Revolving Fund that it can dedicate to Flint?
- How much funding does the State of Michigan have available over the next 12 months to work on fixing this problem?
- Is it accurate that to-date, Michigan has provided \$37.3 million for Flint relief?
 - Last week the Governor signed a supplemental bill to provide \$28 million to Flint to supply free bottled water, faucet filters, and testing kits; place nurses in local schools for monitoring purposes; and enhance WIC services. What is the timeframe for disbursing these funds?
 - In Oct. 2015, the State provided \$9.3 million to move Flint back to Detroit's water system, test drinking water, and provide other services. Has this funding already been disbursed?
- There is currently a measure pending in Michigan that would provide another \$30 million in order to credit citizens' water/sewer bills. Is this expected to pass? Is this \$30 million entirely the state's money or is it tied to a federal program in some way?

Focus of Needed Work

- Is the State's goal to restore the corrosion control system or to replace the lead pipe infrastructure?
- How much actual, on the ground work can be completed in Flint in the next 12 months and what is the cost to complete that work?
- At a briefing for Congressional staff yesterday, the combined federal agencies (HHS, EPA, CDC, USDA, and OASH) said the key issue right now is to restore the corrosion control system. Does the State agree with this assessment?
- What is the most accurate estimate for the cost to fix the corrosion control system?
- Also at that briefing, EPA relayed a non-federal estimate that replacing Flint's lead service lines would cost about \$75 million.
 - EPA said Flint contains 14,000 to 15,000 lead service lines (combined public/private figure) and that it would take \$3000 to \$5000 per line to replace. Does the State agree with this assessment?
 - Does the State have a breakdown of the number of public lines versus private lines?
- What is the most accurate estimate for the cost to fix the water infrastructure in Flint and what type of work is required to fix the water infrastructure? Does this include replacing both public and private pipes?

Robert, Carla M. (Treasury)

From: Headen, Frederick (Treasury)
Sent: Sunday, February 07, 2016 7:30 AM
To: Stanton, Terry A. (Treasury)
Cc: Khouri, Nick (TREASURY); Saxton, Thomas (Treasury)
Subject: Fwd: Flint Water Town Hall Meeting Invitation

FYI: See the e-mail below. I suspect I received this only because I serve on the RTAB. I do not intend to attend the event or to reply to the e-mail.

Sent from my iPhone

Begin forwarded message:

From: Michael Schram <mschram@sbgvtv.com>
Date: February 6, 2016 at 9:36:52 PM EST
To: "HeadenF@michigan.gov" <HeadenF@michigan.gov>
Subject: Flint Water Town Hall Meeting Invitation

Mr. Headen:

Many Flint residents can no longer use their water service for basic tasks like drinking, cooking, and taking baths. Lead contamination has resulted in an emergency declaration. National Guard, law enforcement, community groups are all pitching in to deliver bottled water, lead testing kits, and water filters.

How did we get here? What's being done to address the immediate and long-term health and economic impact the Flint water crisis has had on our community?

That will be the focus of a WEYI-TV NBC25 & University of Michigan-Flint Town Hall meeting. "Your Voice, Your Future: The Flint Water Crisis" will be broadcast live from the historic Northbank Center's Grand Ballroom (432 N. Saginaw Street) in downtown Flint on **Monday, February 29th at 7:00 p.m.** The forum will give government, health care, environmentalists, community groups, emergency/disaster response officials, and others the opportunity to speak directly with residents directly affected by the water crisis. We hope the forum will provide people the latest on efforts to restore safe water service to Flint's homeowners, business leaders, schools, and churches.

We believe that you can offer a unique perspective and background on this issue. We would like to invite you to be part of our audience for this important discussion.

Please let us know by Friday (February 12) if you are available to attend this Town Hall meeting. You can RSVP by e-mailing townhall@nbc25news.com.

If you have any questions, feel free to contact the NBC25-FOX66 newsroom at (810) 687-9600.

All the best,

Mike Schram
News Director

Stanton, Terry A. (Treasury)

From: Weiss, Kurt (DTMB)
Sent: Sunday, February 07, 2016 4:45 PM
To: Stanton, Terry A. (Treasury)
Subject: Update

Late breaker Terry. As part of the 16 supplemental that's announced Wednesday (not the 17 budget), governor will be announcing creation of a new fund within treasury set aside for statewide infrastructure. Total of \$165 million. Below is how I currently have it written up:

The supplemental request also includes \$25 million for infrastructure needs specific to Flint and another \$165 million to be set aside for statewide infrastructure needs in a newly created Michigan Infrastructure Fund. Michigan's infrastructure was given a D grade by the American Society of Civil Engineers. The new Michigan Infrastructure Fund will be used to make strategic improvements and provide local governments with financial assistance in making necessary improvements to known high-risk lead and copper service lines.

Kurt Weiss
State Budget Office
517-335-0050

State Budget
Office

Stanton, Terry A. (Treasury)

From: Weiss, Kurt (DTMB)
Sent: Sunday, February 07, 2016 5:16 PM
To: Buhs, Caleb (DTMB); Stanton, Terry A. (Treasury)
Subject: Supplemental
Attachments: FY16 Supplemental Recommendations by Agency FINAL pdf

Hey Caleb and Terry,

Ball still bouncing a bit and wanted to make sure I looped both of you in on some items that will be part of a new FY 16 supplemental that is announced on Wednesday along with the 2017 budget recommendation . I just emailed Terry reference a new statewide infrastructure fund within Treasury with a recommended \$165 million set aside for pipe replacement for communities in need across the state. Another \$25 million on top of that specific to Flint for pipe replacement. Other supplemental items of interest for you two are listed below. Note \$50 million in transition funding within Treasury...Terry, I believe this is to continue to keep DPS afloat while the longer term solution recommended by the governor is worked on by the Legislature. Note the \$50 million reserve within DTMB for Flint....Caleb, this is reserved funding for Flint to be used if needed this fiscal year. All Flint stuff is going through Bill Nowling, so I don't think you two will need to speak to it, just wanted you to be aware that what's in your budget from the supplemental. Thanks guys.

<i>DTMB</i>	<i>Flint - reserve (boilerplate appropriation)</i>	<i>\$50,000.0</i>	<i>\$50,000.0</i>	<i>2016-6</i>
Treasury	Assistance to local governments	\$2,000 0	\$2,000.0	2016-4
<i>Treasury</i>	<i>Infrastructure fund (boilerplate appropriation)</i>	<i>\$165,000.0</i>	<i>\$165,000.0</i>	<i>2016-4</i>
Treasury	Transition funding for Detroit Public Schools	\$50,000.0	\$50,000.0	2016-

Kurt Weiss
State Budget Office
517-335-0050

State Budget
Office

FY 2016 Supplemental Recommendations
(\$ in thousands)

Agency	Issue	FY16 Supplemental (Exec. Rec. Request)		Letter Number
		GF	Gross	
Agriculture	Intercounty Drain - topographical data	\$0 0	\$1,925.0	2016-4
Cap Outlay	DNR: MNRTF Projects	\$0.0	\$27,957.2	2016-3
Cap Outlay	DNR: State parks repair and maintenance - Milliken State Park improvements	\$0 0	\$800.0	2016-4
Cap Outlay	DNR: East Tawas State Harbor (adds to existing FY 16 appropriation)	\$0 0	\$100 0	2016-4
Corrections	Unrealized savings from health care contract	\$13,400.0	\$13,400.0	2016-4
Education	Flint - child care services	\$0.0	\$8,000 0	2016-6
Education	Flint - communications to child care providers about lead	\$0.0	\$100.0	2016-6
Education	Flint - nutrition programs	\$6,000.0	\$9,500.0	2016-6
Education	<i>Flint - CCDF Reserve for Flint child care needs - boilerplate appropriation</i>	\$0.0	\$8,000.0	2016-6
DEQ	Flint - funding to keep Flint on Detroit water system (July-Sept. 2016)	\$3,900.0	\$3,900.0	2016-6
DEQ	Flint - water system needs	\$2,200.0	\$2,200.0	2016-6
DEQ	Flint - payment to city to aid with water bills	\$30,000 0	\$30,000.0	2016-6
DEQ	Flint - utility assistance: infrastructure and filters	\$25,000.0	\$25,000.0	2016-6
DEQ	Flint - water response team	\$2,250 0	\$2,250 0	2016-6
DHHS	Medicare Part B rate Increase	\$12,463.9	\$36,232.2	2016-4
DHHS	Medicare Part D clawback	\$18,354.2	\$18,354.2	2016-4
DHHS	Federal grant for community behavioral health clinics	\$0.0	\$980 0	2016-4
DHHS	Federal VOCA Justice assistance grant	\$0.0	\$5,000 0	2016-4
DHHS	Fund shift (SCHIP)	(\$14,329 1)	\$0.0	2016-4
DHHS	Autism caseload/utilization	\$4,733.1	\$13,759.1	2016-4
DHHS	Anticipated FY16 use tax adjustment	\$0 0	\$0.0	2016-4
DHHS	FY16 adjustments to human services caseloads	(\$7,728 4)	(\$92,759 3)	2016-4
DHHS	FY16 child care fund adjustment	\$6,294.2	\$6,294.2	2016-4
DHHS	Sexual assault evidence kit tracking and reporting commission	\$25.0	\$25.0	2016-4
DHHS	Flint - food bank resources	\$430.0	\$430.0	2016-6
DHHS	Flint - home visits	\$260.0	\$260.0	2016-6
DHHS	Flint - Intensive behavioral therapy	\$1,500 0	\$1,500.0	2016-6
DHHS	<i>Flint - TANF Reserve for Flint (work project authority and boilerplate appropriation)</i>	\$0.0	\$6,100.0	2016-6
DHHS	Subtotal	\$22,002.9	(\$3,824.6)	
Higher Ed	Tuition Incentive Program (TIP) reimbursement costs	\$0.0	\$2,000 0	2016-5
DIFS	Autism coverage fund	\$2,225.0	\$2,225 0	2016-4
Judiciary	SADO replacement funding for MCOLES grant	\$167.0	\$0.0	2016-4
Judiciary	E-file (fee revenue)	\$0.0	\$5,000.0	2016-4
Judiciary	SADO: Montgomery v Louisiana	\$300.0	\$300.0	2016-4
LARA	Distance education learning	\$0.0	\$300 0	2016-4
Legislature	Redistricting enhanced data program	\$450.0	\$450.0	2016-4
Legislature	Increase for IT and Capitol maintenance	\$5,000.0	\$5,000.0	2016-4
Legislature	Criminal justice policy commission	\$500.0	\$500.0	2016-4
DMVA	Grand Rapids Homes for Veterans	\$2,300.0	\$0.0	2016-4

FY 2016 Supplemental Recommendations
(\$ in thousands)

DMVA	D.J. Jacobetti Home for Veterans	\$200.0	\$200.0	2016-4
DMVA	Medicaid certification consultant contract	\$1,200.0	\$1,200.0	2016-4
DMVA	Reappropriate funds from tuition assistance program to tuition assistance fund	\$0.0	\$3,741.6	2016-4
DMVA	Seed tuition assistance fund	\$2,000.0	\$2,000.0	2016-4
DNR	Off-road vehicle trail projects	\$0.0	\$4,000.0	2016-4
DNR	Dam funding	\$3,000.0	\$3,000.0	2016-4
DNR	Flint - summer youth program	\$250.0	\$250.0	2016-6
School Aid	Technical cost adjustments	\$0.0	(\$73,645.8)	2016-5
School Aid	Statewide school water testing	\$0.0	\$9,000.0	2016-5
School Aid	Flint - Early On services	\$9,200.0	\$9,200.0	2016-7
School Aid	State School Reform/Redesign	\$0.0	\$1,000.0	2016-5
State	Implementation of transportation package (PA 174 of 2015)	\$3,800.0	\$3,800.0	2016-4
State Police	Increase trooper school by 12 additional recruits	\$428.8	\$428.8	2016-4
DTMB	State Building Authority rent lapse	(\$26,500.0)	(\$26,500.0)	2016-4
DTMB	Low-income state trooper pensioners (PA 168 of 2015)	\$145.0	\$145.0	2016-4
DTMB	Office of retirement services (SIGMA implementation)	\$0.0	\$2,800.0	2016-4
DTMB	Enterprise legal services	\$5,000.0	\$5,000.0	2016-4
DTMB/CSC	Office of Good Government new manager academy	\$325.0	\$325.0	2016-4
DTMB	Flint - reserve (boilerplate appropriation)	\$50,000.0	\$50,000.0	2016-6
Treasury	Assistance to local governments	\$2,000.0	\$2,000.0	2016-4
Treasury	Infrastructure fund (boilerplate appropriation)	\$165,000.0	\$165,000.0	2016-4
Treasury	Transition funding for Detroit Public Schools	\$50,000.0	\$50,000.0	2016-4
Total		\$381,743.7	\$358,027.2	

Robert, Carla M. (Treasury)

From: Stanton, Terry A. (Treasury)
Sent: Sunday, February 07, 2016 9:43 PM
To: Khouri, Nick (TREASURY)
Cc: Durfee, Sally (TREASURY); Saxton, Thomas (Treasury); Peruchietti, Cindy (Treasury)
Subject: Re: Budget Narrative

Also...as an FYI in case you weren't aware...as part of the 16 supplemental that's announced Wednesday (not the 17 budget) the governor will be announcing creation of a new fund within treasury set aside for statewide infrastructure. Total of \$165 million. Below is how it is written up:

The supplemental request also includes \$25 million for infrastructure needs specific to Flint and another \$165 million to be set aside for statewide infrastructure needs in a newly created Michigan Infrastructure Fund. Michigan's infrastructure was given a D grade by the American Society of Civil Engineers. The new Michigan Infrastructure Fund will be used to make strategic improvements and provide local governments with financial assistance in making necessary improvements to known high-risk lead and copper service lines.

On Feb 7, 2016, at 3:58 PM, Khouri, Nick (TREASURY) <KhouriN@michigan.gov> wrote:

So that's more than Cindy thought on Friday?

Or are we defining the numbers differently?

Sent from my iPad

On Feb 7, 2016, at 2:46 PM, Durfee, Sally (TREASURY) <DurfeeS1@michigan.gov> wrote:

Cindy confirmed that ITIF is 10 m

Sent from my iPad

On Feb 7, 2016, at 7:42 AM, Khouri, Nick (TREASURY) <KhouriN@michigan.gov> wrote:

John Roberts keeps saying \$10m. He says "you asked for \$15m, I got you \$10m"

But I'm guessing it's \$5m "base" and \$5m "one time"

Sent from my iPad

On Feb 7, 2016, at 7:38 AM, Saxton, Thomas (Treasury)
<SaxtonT@michigan.gov> wrote:

I don't have any changes.

Nick - I thought last week you (& Sally/Cindy) were saying it was \$10mm.

From: Khouri, Nick (TREASURY)
Sent: Sunday, February 7, 2016 6:21 AM
To: Stanton, Terry A. (Treasury)
Cc: Saxton, Thomas (Treasury); Durfee, Sally (TREASURY); Peruchietti, Cindy (Treasury)
Subject: Re: Budget Narrative

I'm ok

But someone has to decide on the last bullet

Are we getting \$5 or \$10m for IT?

Sent from my iPad

On Feb 6, 2016, at 9:28 PM, Stanton, Terry A. (Treasury) <StantonT@michigan.gov> wrote:

Attached is Treasury's budget narrative from the SBO. If we have any concerns or need edits to the document, SBO needs to know by 2:00 PM tomorrow (Sunday) in order to make their printer deadline.

Thanks..TS

<Treasury.pdf>

Credits -

City of Flint
Consumption and Consumer Use Credit Program
February 8, 2016

1. Introductions
2. Discuss implementation details required to execute the program
 - a. Broad Parameters
 - i. Relief from April 2014 to April 2016
 - ii. Water only
 - iii. Both fixed and variable portions of the water bill
 - iv. 65 percent reduction for residential, 20 percent reduction for commercial
 - b. Implementation Details
 - i. How will we handle "start/stop" i.e., customers that have left system
 - ii. How will delinquent accounts be handled?
 - iii. Resumption of collection enforcement
 - iv. Timing of future bill credit for current ratepayers
 - v. Are late fees included?
 - vi. Timing of the distribution of state dollars to Flint
 - vii. Other?
3. Underlying Cash Flow of the Flint water and sewer system
 - a. 18 month cash flow without the Credit program
 - b. With the Credit program
 - c. Options to address potential cash flow deficits
4. Next Steps and Timing

*Resumes
- BS + A
- paralegal*

Byrne, Randall (Treasury)

Subject: Flint Weekly
Location: Conf Call

Start: Mon 2/8/2016 9:00 AM
End: Mon 2/8/2016 9:30 AM

Recurrence: Weekly
Recurrence Pattern: every Monday from 9:00 AM to 9:30 AM

Meeting Status: Accepted

Organizer: Dempkowski, Angela (Treasury)
Required Attendees: Koryzno, Edward (Treasury); Schafer, Suzanne K. (Treasury); Byrne, Randall (Treasury); Carpenter, Brian (TREASURY); Cline, Richard (Treasury); Steckelberg, Larry (Treasury); workmanwayne@gmail.com

Ed Koryzno to host

Call in – 1-888-557-8511

Access Code – 3389106

According to Natasha, it may be a couple of months before the note is sent to debt lawsuit has been filed against the city Emergency copying.

- Appeal of property tax due to bad some times, the tax reappraisal has been put off for this year

Transcript note {
- 30m in state relief on the WTS bills
- state will have to account for the spending
- 18 month cash flow
CF needs to be looked at as well

DEA website for land in various communities

on Jan 26 EM community wins & accomplishments

Schafer, Suzanne K. (Treasury)

From: Vaughn, Cary J. (Treasury)
Sent: Monday, February 08, 2016 9:36 AM
To: Headen, Frederick (Treasury)
Cc: Steckelberg, Larry (TREASURY); Schafer, Suzanne K. (Treasury)
Subject: RE: City of Flint 18 Month Cash Flows Water & Sewer Funds updated 1-28-15.xlsx
Attachments: City of Flint 18 Month Cash Flows Water Sewer Funds updated 2-2-2016.xlsx

Fred,
Attached is the latest cash flow. The major difference is in the October disbursements in that it includes a \$7 million bond payment to KWA. There were also some adjustments in other disbursement accounts. Forgive some of the highlights and lines. I have marked it up a little.
cary

From: Headen, Frederick (Treasury)
Sent: Monday, February 08, 2016 8:59 AM
To: Vaughn, Cary J. (Treasury) <VaughnC2@michigan.gov>
Subject: FW: City of Flint 18 Month Cash Flows Water & Sewer Funds updated 1-28-15.xlsx
Importance: High

Cary:

Larry sent me the attached last week. I presume it is the latest financial information you have? And, that it does not reflect the impact of the \$30.0 million in proposed water bill relief that passed the State Senate last week?

Fred

From: Steckelberg, Larry (TREASURY)
Sent: Thursday, February 04, 2016 2:37 PM
To: Headen, Frederick (Treasury) <HeadenF@michigan.gov>
Subject: FW: City of Flint 18 Month Cash Flows Water & Sewer Funds updated 1-28-15.xlsx

Latest cash flow.

From: Vaughn, Cary J. (Treasury)
Sent: Thursday, January 28, 2016 4:42 PM
To: Steckelberg, Larry (TREASURY) <SteckelbergL@michigan.gov>
Subject: City of Flint 18 Month Cash Flows Water & Sewer Funds updated 1-28-15.xlsx

Please see attached. Version 2

CITY OF RENO
WATER FUND
18 MONTH CASH FLOW
FISCAL YEAR ENDING DECEMBER 31, 2016
Funds Administered Through December 31, 2015
Approximate Dollar Balance

EXHIBIT 1 - CASH FLOW STATEMENT

1. Water Charges for the period January 2015 through December 2015 were based on FY15 billing cycles and collection rates.
2. Rate increase information effective March 1, 2016 and July 1, 2016 may be included in the gross bill below.
3. The City's water and sewer rates are based on the FY15 billing cycle and collection rates. The FY16 rates are based on the FY15 billing cycle and collection rates. The FY17 rates are based on the FY16 billing cycle and collection rates.
4. If the Mayor for Schedule rates are included in FY16, there are no rate increases for FY17 and also include 27%.
5. Inventory of water and sewer rates and disconnection of service for the City's ability to deliver payment for water and sewer. In August, since the Public Utilities Commission Order the City's average monthly collection rate was 96%.
6. The average collection rate for the period August through December 2015 has fallen to 82%, with a low point in October of 70%.

EXHIBIT 2 - CASH FLOW STATEMENT

1. The City's water and sewer rates are based on the FY15 billing cycle and collection rates. The FY16 rates are based on the FY15 billing cycle and collection rates. The FY17 rates are based on the FY16 billing cycle and collection rates.
2. The City's water and sewer rates are based on the FY15 billing cycle and collection rates. The FY16 rates are based on the FY15 billing cycle and collection rates. The FY17 rates are based on the FY16 billing cycle and collection rates.
3. The City will likely have to continue purchasing treated water from the Grand Valley Water Authority through the first quarter of FY17. An amount for disconnection purposes is shown.

Average Monthly Collection Rate		2015		2016		2017		2018		2019		2020		2021		2022		2023		2024		2025		2026		2027		2028		2029		2030		2031		2032		2033		2034		2035		2036		2037		2038		2039		2040		2041		2042		2043		2044		2045		2046		2047		2048		2049		2050		2051		2052		2053		2054		2055		2056		2057		2058		2059		2060		2061		2062		2063		2064		2065		2066		2067		2068		2069		2070		2071		2072		2073		2074		2075		2076		2077		2078		2079		2080		2081		2082		2083		2084		2085		2086		2087		2088		2089		2090		2091		2092		2093		2094		2095		2096		2097		2098		2099		2100		2101		2102		2103		2104		2105		2106		2107		2108		2109		2110		2111		2112		2113		2114		2115		2116		2117		2118		2119		2120		2121		2122		2123		2124		2125		2126		2127		2128		2129		2130		2131		2132		2133		2134		2135		2136		2137		2138		2139		2140		2141		2142		2143		2144		2145		2146		2147		2148		2149		2150		2151		2152		2153		2154		2155		2156		2157		2158		2159		2160		2161		2162		2163		2164		2165		2166		2167		2168		2169		2170		2171		2172		2173		2174		2175		2176		2177		2178		2179		2180		2181		2182		2183		2184		2185		2186		2187		2188		2189		2190		2191		2192		2193		2194		2195		2196		2197		2198		2199		2200		2201		2202		2203		2204		2205		2206		2207		2208		2209		2210		2211		2212		2213		2214		2215		2216		2217		2218		2219		2220		2221		2222		2223		2224		2225		2226		2227		2228		2229		2230		2231		2232		2233		2234		2235		2236		2237		2238		2239		2240		2241		2242		2243		2244		2245		2246		2247		2248		2249		2250		2251		2252		2253		2254		2255		2256		2257		2258		2259		2260		2261		2262		2263		2264		2265		2266		2267		2268		2269		2270		2271		2272		2273		2274		2275		2276		2277		2278		2279		2280		2281		2282		2283		2284		2285		2286		2287		2288		2289		2290		2291		2292		2293		2294		2295		2296		2297		2298		2299		2300		2301		2302		2303		2304		2305		2306		2307		2308		2309		2310		2311		2312		2313		2314		2315		2316		2317		2318		2319		2320		2321		2322		2323		2324		2325		2326		2327		2328		2329		2330		2331		2332		2333		2334		2335		2336		2337		2338		2339		2340		2341		2342		2343		2344		2345		2346		2347		2348		2349		2350		2351		2352		2353		2354		2355		2356		2357		2358		2359		2360		2361		2362		2363		2364		2365		2366		2367		2368		2369		2370		2371		2372		2373		2374		2375		2376		2377		2378		2379		2380		2381		2382		2383		2384		2385		2386		2387		2388		2389		2390		2391		2392		2393		2394		2395		2396		2397		2398		2399		2400		2401		2402		2403		2404		2405		2406		2407		2408		2409		2410		2411		2412		2413		2414		2415		2416		2417		2418		2419		2420		2421		2422		2423		2424		2425		2426		2427		2428		2429		2430		2431		2432		2433		2434		2435		2436		2437		2438		2439		2440		2441		2442		2443		2444		2445		2446		2447		2448		2449		2450		2451		2452		2453		2454		2455		2456		2457		2458		2459		2460		2461		2462		2463		2464		2465		2466		2467		2468		2469		2470		2471		2472		2473		2474		2475		2476		2477		2478		2479		2480		2481		2482		2483		2484		2485		2486		2487		2488		2489		2490		2491		2492		2493		2494		2495		2496		2497		2498		2499		2500		2501		2502		2503		2504		2505		2506		2507		2508		2509		2510		2511		2512		2513		2514		2515		2516		2517		2518		2519		2520		2521		2522		2523		2524		2525		2526		2527		2528		2529		2530		2531		2532		2533		2534		2535		2536		2537		2538		2539		2540		2541		2542		2543		2544		2545		2546		2547		2548		2549		2550		2551		2552		2553		2554		2555		2556		2557		2558		2559		2560		2561		2562		2563		2564		2565		2566		2567		2568		2569		2570		2571		2572		2573		2574		2575		2576		2577		2578		2579		2580		2581		2582		2583		2584		2585		2586		2587		2588		2589		2590		2591		2592		2593		2594		2595		2596		2597		2598		2599		2600		2601		2602		2603		2604		2605		2606		2607		2608		2609		2610		2611		2612		2613		2614		2615		2616		2617		2618		2619		2620		2621		2622		2623		2624		2625		2626		2627		2628		2629		2630		2631		2632		2633		2634		2635		2636		2637		2638		2639		2640		2641		2642		2643		2644		2645		2646		2647		2648		2649		2650		2651		2652		2653		2654		2655		2656		2657		2658		2659		2660		2661		2662		2663		2664		2665		2666		2667		2668		2669		2670		2671		2672		2673		2674		2675		2676		2677		2678		2679		2680		2681		2682		2683		2684		2685		2686		2687		2688		2689		2690		2691		2692		2693		2694		2695		2696		2697		2698		2699		2700		2701		2702		2703		2704		2705		2706		2707		2708		2709		2710		2711		2712		2713		2714		2715		2716		2717		2718		2719		2720		2721		2722		2723		2724		2725		2726		2727		2728		2729		2730		2731		2732		2733		2734		2735		2736		2737		2738		2739		2740		2741		2742		2743		2744		2745		2746		2747		2748		2749		2750		2751		2752		2753		2754		2755		2756		2757		2758		2759		2760		2761		2762		2763		2764		2765		2766		2767		2768		2769		2770		2771		2772		2773		2774		2775		2776		2777		2778		2779		2780		2781		2782		2783		2784		2785		2786		2787		2788		2789		2790		2791		2792		2793		2794		2795		2796		2797		2798		2799		2800		2801		2802		2803		2804		2805		2806		2807		2808		2809		2810		2811		2812		2813		2814		2815		2816		2817		2818		2819		2820		2821		2822		2823		2824		2825		2826		2827		2828		2829		2830		2831		2832		2833		2834		2835		2836		2837		2838		2839		2840		2841		2842		2843		2844		2845		2846		2847		2848		2849		2850		2851		2852		2853		2854		2855		2856		2857		2858		2859		2860		2861		2862		2863		2864		2865		2866		2867		2868		2869		2870		2871		2872		2873		2874		2875		2876		2877		2878		2879		2880		2881		2882		2883		2884		2885		2886		2887		2888		2889		2890		2891		2892		2893		2894		2895		2896		2897		2898		2899		2900		2901		2902		2903		2904		2905		2906		2907		2908		2909		2910		2911		2912		2913		2914		2915		2916		2917		2918		2919		2920		2921		2922		2923		2924		2925		2926		2927		2928		2929		2930		2931		2932		2933		2934		2935		2936		2937		2938		2939		2940		2941		2942		2943		2944		2945		2946		2947		2948		2949		2950		2951		2952		2953		2954		2955		2956		2957		2958		2959		2960		2961		2962		2963		2964		2965		2966		2967		2968		2969		2970		2971		2972		2973		2974		2975		2976		2977		2978		2979		2980		2981		2982		2983		2984		2985		2986		2987		2988		2989		2990		2991		2992		2993		2994		2995		2996		2997		2998		2999		3000		3001		3002		3003		3004		3005		3006		3007		3008		3009		3010		3011		3012		3013		3014		3015		3016		3017		3018		3019		3020		3021		3022		3023		3024		3025		3026		3027		3028		3029		3030		3031		3032		3033		3034		3035		3036		3037		3038		3039		3040		3041		3042		3043		3044		304	
---------------------------------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	------	--	-----	--

Stanton, Terry A. (Treasury)

From: Weiss, Kurt (DTMB)
Sent: Monday, February 08, 2016 3:32 PM
To: Stanton, Terry A. (Treasury)
Subject: RE: 436 info

Thanks Terry. Perfect!

Kurt Weiss
State Budget Office
517-335-0050



From: Stanton, Terry A. (Treasury)
Sent: Monday, February 08, 2016 3:26 PM
To: Weiss, Kurt (DTMB)
Subject: 436 info

Kurt...

Attached is the piece we discussed briefly this afternoon. We crafted this as a run-up to possible SoS pieces.

Also, below is some information I am going to be sharing with a writer with Pew Charitable Trust's "State and Local Fiscal Health" section shortly.

The unfortunate situation in Flint is not an indictment of Public Act 436. Discussions about the possible development of a Flint-area/Genesee County water system had been on-going since the early 2000's, long before a manager was appointed (Dec. 2011). Additionally, it was not a situation where elected officials (Mayor & City Council) wanted to utilize one system with the EM reversing course. All involved in the decision-making process agreed KWA was the best long-term option for the City of Flint. Unfortunately, once the City was cut-off from DWSD, the correct anti-corrosives (or amount of anti-corrosives) were not added to the water as it was treated, which allowed lead to leach into the system.

As for DPS, emergency manager statutes have had less success in addressing the financial emergency there, than in municipalities. A significant decline in enrollment over the last decade has made the situation very difficult. That's why Governor Snyder has proposed a comprehensive restructuring of education in Detroit, to address both academic and financial struggles. The plan would get DPS out from under crushing debt and drive academic success at all schools in Detroit. The MI Legislature has begun hearings on the Governor's proposal.

As for municipalities, there has been real progress: In mid-2015, six cities in Michigan had emergency managers. With the departure of Brad Coulter as manager in Lincoln Park in December, **no Michigan City** is being run by an emergency manager for the first time in some 15 years. In those communities, deficits have been eliminated, sound accounting practices have been restored, and advisory boards are in place to ensure a smooth transition to full home rule.

Certainly, the City of Detroit is a success story. There is work yet to do, but, for the first time in many years, optimism about Detroit's future has returned. Another success story is Wayne County's decision to address critical financial issues through cooperative county leadership and avoid further State intervention.



RICK SNYDER
GOVERNOR

STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

R. NICK KHOURI
STATE TREASURER

State of the State
2015 Treasury/Local Government Highlights
DRAFT

Municipalities

- We know some of our local communities have experienced financial difficulties over the years. In some extreme cases, it has been necessary for the State to step in to address financial emergencies. Today, we can report real progress: Eighteen months ago, six cities in Michigan had emergency managers. With the departure of Brad Coulter as manager in Lincoln Park in December, **no Michigan City** is being run by an emergency manager.
- In all of those communities, deficits have been eliminated, sound accounting practices have been restored, and advisory boards are in place to ensure a smooth transition to full home rule. We look forward to a day when state oversight in these communities is no longer necessary.
- The City of Detroit is a success story. Yes, there is a lot of work yet to do, but, for the first time in many years, optimism about Detroit's future has returned. (insert positive data telling the Detroit success story)
- Another success story is the decision by Wayne County to address critical financial issues through cooperative county leadership and avoid further State intervention. Our preferred model in situations like this, is to work collaboratively with local communities and leaders to overcome local financial challenges with limited state intervention.
- In the coming year, we will be working to gather data from communities throughout Michigan in order to develop a proactive early warning system to identify critical factors of financial stress. We know other communities in Michigan may run into financial difficulties. Our goal is to act sooner when certain factors arise, in cooperation with local communities and interested participants.
- As an extra boost to communities facing serious financial challenges, the legislature appropriated \$5 million in fiscal year 2016 to provide special funding to our hardest hit communities as they provide and support critical services.

Schools

- State involvement continues in five Michigan school districts (Detroit, Highland Park, Muskegon Heights, Pontiac, & Benton Harbor) and we look forward to the same success in restoring local management as quickly and efficiently as possible.
- The Office of School Review and Accountability (within Treasury) continues to work with several school districts experiencing potential financial stress to determine whether an Enhanced Deficit Elimination Plan (EDEP), which provides for additional financial monitoring, oversight and on-site review of business office practices, can address district financial difficulties before they become full-blown financial emergencies.

Robert, Carla M. (Treasury)

From: Clayton, Stacie (GOV) <claytons3@michigan.gov>
Sent: Monday, February 08, 2016 6:14 PM
To: Kelenske, Chris (MSP); Creagh, Keith (DEQ); Lyon, Nick (DHHS); Zimmer, Mike (LARA); Khouri, Nick (TREASURY); Whiston, Brian (MDE); 'Karen Weaver - City of Flint (kweaver@cityofflint.com)'; 'Laura L. Sullivan (lsullivan@kettering.edu)'; 'Natasha Henderson - City of Flint (nhenderson@cityofflint.com)'; 'mvalacak@gchd.us'; 'jcurtis@co.genesees.mi.us'; 'jim@koskiconsult.com'; 'Lawrence Reynolds'; 'Marc Edwards'; 'Mona Hanna-Attisha'; Steckelberg, Larry (TREASURY)
Cc: Garza, Oralya (MSP); Thelen, Mary Beth (DEQ); Grijalva, Nancy (DHHS); Burton, Diane (LARA); Doyle, Maureen (Treasury); Carefoot, Karen (MDE); Houseman, Jennifer (MDE); 'mmurray@cityofflint.com'; 'skammer@cityofflint.com'; 'mvalacak@gchd.us'; 'Bishop, Melissa'; 'Shelly Casey'; Brown, Melanie (DEQ); Holland, Meegan (GOV); Wells, Eden (DHHS); Moran, Susan (DHHS); Cousineau, Sara (Treasury); Dempkowski, Angela (Treasury)
Subject: FWICC Priorities, Objectives, Tasks and Updated Committee List
Attachments: Flint Water Interagency Coordinating Committee Subcommittees.docx; FWICC Objectives Tasks.doc

Greetings,

Please see the attached updated FWICC subcommittees and the subcommittee worksheets. Each subcommittee can provide its own **priorities** and **objectives**. You may use, eliminate or expound upon the suggested **tasks** after you have identified your subcommittee's priorities. Each subcommittee has three priority sheets and can add more if you choose.

The goal is to have a first draft priority sheet from each committee for discussion at this Friday's meeting. Please feel free to email FWICC co-chairs Harvey Hollins or Capt. Kelenske if you have any questions.

Lastly, we are asking that each subcommittee co-chair email their priority list to me no later than 10am on Thursday.

Thank you,
~Stacie

313.456.4994 (office)
claytons3@michigan.gov

Flint Water Interagency Coordinating Committee Subcommittees

Incident Action Plan Subcommittee

Chair - Capt. Chris Kelenske

Harvey Hollins

Water Quality Subcommittee

Chair – Keith Creagh

Nick Lyon

Dr. Laura Sullivan

Dr. Marc Edwards

Dr. Yanna Lambrinidou

Mark Valacak

EPA

Suggested Tasks

- ✓ Response tactics and flow process
- ✓ Testing
 - Lead and Copper
 - Other Contaminants and Disease Transmission
- ✓ Monitoring and reporting entry of contagions

Water Infrastructure Integrity Subcommittee

Chair – Keith Creagh

Jim Koski

Dr. Laura Sullivan

Dr. Marc Edwards

Jamie Curtis

Natasha Henderson

American Water Works Association

EPA

Suggested Tasks

- ✓ Reliability Study
- ✓ Infrastructure upgrade/replacement
- ✓ Lead Line Replacement

KWA Subcommittee

Chair – Khouri

Keith Creagh

Harvey Hollins

Natasha Henderson

Jamie Curtis

Larry Steckelberg

EPA

Suggested Tasks

- ✓ Benefit-Cost Analysis
- ✓ Transition
- ✓ Safety
- ✓ Flint Water Treatment Plant Upgrade
- ✓ Rate Structure

Health and Education Subcommittee

Chair - Nick Lyon

Mayor Karen Weaver

Dr. Mona Hanna-Attisha

Dr. Lawrence Reynolds

Superintendent Brian Whiston

Deputy Superintendent Kyle Guerrant

Sue Moran

Dr. Eden Wells

Dr. Jane Turner

Stan Bien (WIC)

Dawn Sweeney (SNAP)

Suggested Tasks

- ✓ Health and Safety Plan
- ✓ Responder Medical Plan
- ✓ Nutrition
- ✓ Post Exposure Actions
- ✓ Pre-K and Secondary education materials

Policy Subcommittee

Chair – Mike Zimmer

Nick Khouri

Larry Steckelberg

Dr. Marc Edwards

Keith Creagh

Nick Lyon

Dr. Lawrence Reynolds

Mark Valacak

Suggested Tasks

- ✓ Intra-agency Protocols
- ✓ Statewide Policy
- ✓ Lead and Copper Rule Change Recommendations

Communication Protocols and Transparency Subcommittee

Chair – Hollins

Nick Lyon

Meegan Holland

Melanie Brown

Suggested Tasks

- ✓ Public education and awareness

Information for Flint Water Interagency Coordinating Committee Subcommittees

Establishing Initial Incident Priorities

Clear initial priorities are important to establishing unity of effort early in the incident response process. When the members of the team clearly understand the intent behind instructions, they are equipped to act decisively and make better decisions. While many things vie for attention, especially in the immediate aftermath of a disaster or emergency, not everything can be a priority. The axiom that if everything is a priority, then nothing is a priority clearly applies to incident management.

Objectives

Good objectives:

- Are concise and stated in the form of a command
- Begin with an action verb (but not “continue” or “maintain”)

Tasks

Tasks define specific actions to be performed to achieve a planned outcome. Tasks specify who, what, where, and when for implementing strategies to achieve incident objectives. Tasks describe the deployment and direction of resources, based on the strategy to accomplish the incident objectives.

In this case, tasks or tactics can be developed by those personnel at lower levels who will be implementing the priorities and objectives.

Steckelberg, Larry (TREASURY)

Sent: Monday, February 08, 2016 7:25 PM
To: Jody Lundquist
Subject: my notes from the meeting

Jody,

We can talk in the morning, but from my notes, I have the following on water bill relief that need to come first:

1. Engage BSA in developing the implementation plan in their billing system to provide the 65/20 relief
2. Find a way to pay the costs for BSA work (Treasury)
3. Determine methodology and cost for pulling debts back from county to be reworked in light of 65/20 relief. On this one, let me know if this hits any snags. I

We also have to figure out how to handle starts/stops, the legal issues, penalties, and reimbursements but it all depends on the ability of BSA to work their system to generate billing adjustments. I suspect we will know a lot more about this once they get started.

My notes indicate you are updating water and sewer cash flow with the latest information including the KWA connection costs.

Larry Steckelberg
Division Administrator
Property Services Division
Michigan Department of Treasury
(517) 241-3733

Durfee, Sally (TREASURY)

From: Khouri, Nick (TREASURY)
Sent: Monday, February 08, 2016 7:43 PM
To: Durfee, Sally (TREASURY)
Subject: Fwd: FWICC Priorities, Objectives, Tasks and Updated Committee List
Attachments: Flint Water Interagency Coordinating Committee Subcommittees.docx; ATT00001.htm; FWICC Objectives Tasks.doc; ATT00002.htm

Sally

Flint is going to take a bigger part of my time

We need to think about what this means for our internal efficiency and employee engagement projects

Clearly, I'll have a lot less time and more will fall to you and Deb

Not my choice, but nothing I can do

Sent from my iPad

Begin forwarded message:

From: "Clayton, Stacie (GOV)" <claytons3@michigan.gov>
Date: February 8, 2016 at 6:14:03 PM EST
To: "Kelenske, Chris (MSP)" <KelenskeC@michigan.gov>, "Creagh, Keith (DEQ)" <creaghk@michigan.gov>, "Lyon, Nick (DHHS)" <LyonN2@michigan.gov>, "Zimmer, Mike (LARA)" <zimmerm@michigan.gov>, "Khouri, Nick (TREASURY)" <KhouriN@michigan.gov>, "Whiston, Brian (MDE)" <WhistonB@michigan.gov>, "Karen Weaver - City of Flint (kweaver@cityofflint.com)" <kweaver@cityofflint.com>, "Laura L. Sullivan (lsulliva@kettering.edu)" <lsulliva@kettering.edu>, "Natasha Henderson - City of Flint (nhenderson@cityofflint.com)" <nhenderson@cityofflint.com>, "mvalacak@gchd.us" <mvalacak@gchd.us>, "jcurtis@co.genesee.mi.us" <jcurtis@co.genesee.mi.us>, "jim@koskiconsult.com" <jim@koskiconsult.com>, 'Lawrence Reynolds' <lrey52@gmail.com>, 'Marc Edwards' <edwardsm@vt.edu>, 'Mona Hanna-Attisha' <MHanna1@hurleymc.com>, "Steckelberg, Larry (TREASURY)" <SteckelbergL@michigan.gov>
Cc: "Garza, Oralya (MSP)" <GarzaO@michigan.gov>, "Thelen, Mary Beth (DEQ)" <THELENM2@michigan.gov>, "Grijalva, Nancy (DHHS)" <GrijalvaN@michigan.gov>, "Burton, Diane (LARA)" <BurtonD2@michigan.gov>, "Doyle, Maureen (Treasury)" <DoyleM4@michigan.gov>, "Carefoot, Karen (MDE)" <CarefootK@michigan.gov>, "Houseman, Jennifer (MDE)" <HousemanJ1@michigan.gov>, "mmurray@cityofflint.com" <mmurray@cityofflint.com>, "skammer@cityofflint.com" <skammer@cityofflint.com>, "mvalacak@gchd.us" <mvalacak@gchd.us>, "Bishop, Melissa" <MBishop@co.genesee.mi.us>, 'Shelly Casey' <SCasey1@hurleymc.com>, "Brown, Melanie (DEQ)" <BrownM45@michigan.gov>, "Holland, Meegan (GOV)" <HollandM2@michigan.gov>, "Wells, Eden (DHHS)" <WellsE3@michigan.gov>, "Moran, Susan (DHHS)" <MoranS@michigan.gov>, "Cousineau, Sara (Treasury)" <CousineauS@michigan.gov>, "Dempkowski, Angela (Treasury)"

<DempkowskiA@michigan.gov>

Subject: FWICC Priorities, Objectives, Tasks and Updated Committee List

Greetings,

Please see the attached updated FWICC subcommittees and the subcommittee worksheets. Each subcommittee can provide its own **priorities** and **objectives**. You may use, eliminate or expound upon the suggested **tasks** after you have identified your subcommittee's priorities. Each subcommittee has three priority sheets and can add more if you choose.

The goal is to have a first draft priority sheet from each committee for discussion at this Friday's meeting. Please feel free to email FWICC co-chairs Harvey Hollins or Capt. Kelenske if you have any questions.

Lastly, we are asking that each subcommittee co-chair email their priority list to me no later than 10am on Thursday.

Thank you,
~Stacie

313.456.4994 (office)
claytons3@michigan.gov

Stanton, Terry A. (Treasury)

From: Stanton, Terry A. (Treasury)
Sent: Tuesday, February 09, 2016 9:28 AM
To: Stephen Fehr
Subject: RE: Question from Pew please

Stephen...

For background, I thought I would share the link for the Local Financial Stability and Choice Act, PA 436 of 2012.

[http://www.legislature.mi.gov/\(S\(f5uawwsqvl0pse5k32cqdrpn\)\)/mileg.aspx?page=GetObject&objectname=mcl-act-436-of-2012](http://www.legislature.mi.gov/(S(f5uawwsqvl0pse5k32cqdrpn))/mileg.aspx?page=GetObject&objectname=mcl-act-436-of-2012)

On Treasury's website, you can also find "how a financial emergency works":

http://www.michigan.gov/treasury/0,4679,7-121-1751_51556-198770--,00.html

The most recent updates on local units under some piece of PA 436.

http://www.michigan.gov/treasury/0,4679,7-121-1751_51556_64472---,00.html

The unfortunate situation in Flint is not an indictment of Public Act 436. Discussions about the possible development of a Flint-area/Genesee County water system had been on-going since the early 2000's, long before a manager was appointed (Dec. 2011). Additionally, it was not a situation where elected officials (Mayor & City Council) wanted to utilize one system with the EM reversing course. All involved in the decision-making process agreed KWA was the best long-term option for the City of Flint. Unfortunately, once the City was cut-off from DWSD, the correct anti-corrosives (or amount of anti-corrosives) were not added to the water as it was treated, which allowed lead to leach into the system.

As for DPS, emergency manager statutes have had less success in addressing the financial emergency there, than in municipalities. A significant decline in enrollment over the last decade has made the situation very difficult. That's why Governor Snyder has proposed a comprehensive restructuring of education in Detroit, to address both academic and financial struggles. The plan would get DPS out from under crushing debt and drive academic success at all schools in Detroit. The MI Legislature has begun hearings on the Governor's proposal.

As for municipalities, there has been real progress: In mid-2015, six cities in Michigan had emergency managers. With the departure of Brad Coulter as manager in Lincoln Park in December, **no Michigan City** is being run by an emergency manager for the first time in some 15 years. In those communities, deficits have been eliminated, sound accounting practices have been restored, and advisory boards are in place to ensure a smooth transition to full home rule.

Certainly, the City of Detroit is a success story. There is work yet to do, but, for the first time in many years, optimism about Detroit's future has returned. Another success story is Wayne County's decision to address critical financial issues through cooperative county leadership and avoid further State intervention.

Finally, I am not aware of any thoughts, discussions, etc. about amending PA 436.

I hope this is helpful.

Terry

From: Stephen Fehr [mailto:sfehr@stateline.org]
Sent: Monday, February 08, 2016 10:46 AM
To: Stanton, Terry A. (Treasury) <StantonT@michigan.gov>
Subject: Question from Pew please

Terry, you have helped us before with answering questions about Michigan's EM system. I wanted to reach out to you again. My boss has asked me to put together this week a brief report (5 pages) on the Michigan EM system in light of current news events in Flint and Detroit public schools. The idea is to explain to people what the EM system is and link to our previous work. I guess I need to ask you a few obvious questions:

1. What, if anything, do the setbacks in Flint and Detroit schools say about the effectiveness of the EM system?
2. Will Michigan now re-evaluate whether the EM system is worth keeping?
3. Depending on how you answer #1 and #2: Is the EM system something other states should consider implementing to assist distressed local governments?

Thanks for your help. I am around all week.

Stephen C. Fehr
Senior officer
State and Local Fiscal Health
The Pew Charitable Trusts
901 E St. NW
Washington, DC 20004
202-552-2189 (direct)
Twitter: @scfehr1

Robert, Carla M. (Treasury)

From: Steckelberg, Larry (TREASURY)
Sent: Tuesday, February 09, 2016 10:01 AM
To: Saxton, Thomas (Treasury); Khouri, Nick (TREASURY)
Cc: Headen, Frederick (Treasury)
Subject: RE: emergency managers
Attachments: EM Accomplishments v5 02-08-16.docx

Just FYI, I have attached a larger document we put together on accomplishments in the EM communities. Fred highlighted a couple but this is a good resource for reference on some of our successes across the communities.

From: Saxton, Thomas (Treasury)
Sent: Tuesday, February 09, 2016 5:49 AM
To: Khouri, Nick (TREASURY) <KhouriN@michigan.gov>
Cc: Headen, Frederick (Treasury) <HeadenF@michigan.gov>; Steckelberg, Larry (TREASURY) <SteckelbergL@michigan.gov>
Subject: Re: emergency managers

I would agree schools are more challenging because of the 'academic side' and the way they are funded... While it may be a pretty low bar in terms of gauging success I would say Muskegon Hts & HPS could be mentioned... The schools have stabilized. There was not the disruption associated with a dissolution. There is community support. The reason we have had to keep EMs place is somewhat tied to the fact they are psa districts. Pontiac schools has been a 'success'. Again, when we first got involved they were a week or two from making payroll. That situation involves a consent agreement not a EM. The 'jury' is still out on BHS. DPS is in a category by itself.

On Feb 8, 2016, at 1:26 PM, Khouri, Nick (TREASURY) <KhouriN@michigan.gov> wrote:

Thanks

Maybe it's just easier to turn around a city than it is a school

From: Headen, Frederick (Treasury)
Sent: Monday, February 08, 2016 1:19 PM
To: Khouri, Nick (TREASURY) <KhouriN@michigan.gov>; Saxton, Thomas (Treasury) <SaxtonT@michigan.gov>; Steckelberg, Larry (TREASURY) <SteckelbergL@michigan.gov>
Subject: RE: emergency managers

Not in my view. The school districts that have had EFMs/EMs (Detroit, Highland Park, Inkster, and Muskegon Heights) have not fared well. Inkster was dissolved and the other school districts have had multiple EMs.

Prior to 2011, I would have said the reason was that Act 72 drew an artificial distinction between fiscal matters and instruction/academics and granted EFMs authority only over the former. However, under both Acts 4 and 436, EMs have had control over both fiscal matters and

instruction/academics and it appears to have made little difference in regards to lack of long-term success. It may be that because school finances are tied so closely to enrollments, that once enrollments begin a downward spiral, even an EM cannot cut enough, or quickly enough, to keep up.

From: Khouri, Nick (TREASURY)

Sent: Monday, February 08, 2016 12:51 PM

To: Headen, Frederick (Treasury) <HeadenF@michigan.gov>; Saxton, Thomas (Treasury) <SaxtonT@michigan.gov>; Steckelberg, Larry (TREASURY) <SteckelbergL@michigan.gov>

Subject: RE: emergency managers

Thanks Fred

Any schools?

From: Headen, Frederick (Treasury)

Sent: Monday, February 08, 2016 8:29 AM

To: Khouri, Nick (TREASURY) <KhouriN@michigan.gov>; Saxton, Thomas (Treasury) <SaxtonT@michigan.gov>; Steckelberg, Larry (TREASURY) <SteckelbergL@michigan.gov>

Subject: RE: emergency managers

Here are three possibilities:

1. Village of Three Oaks. The EFM was appointed on December 1, 2008 and exited after only one year. The EFM resolved all financial issues (including cash flow and accounts payable), while working cooperatively with local officials. Indeed, so positive was the working relationship between the EFM and Village officials that for a number of years after the EFM's departure, Village officials invited her back for annual events.
2. City of Detroit. The EM was appointed on March 25, 2013 and was succeeded by a FRC on December 9, 2014, after guiding the City through the largest municipal bankruptcy in U.S. history in only 18 months. In doing so, the EM addressed three primary issues: first, a cash crisis that was projected to reach a cumulative deficit in excess of \$100.0 million by June 30, 2013; second, recurring general fund deficits (the City had not experienced a positive year-end fund balance since fiscal year 2004); and third, long-term liabilities, including unfunded actuarial accrued pension liabilities and other post-employment benefits, that exceeded approximately \$14 billion as of June 30, 2012.
3. City of Hamtramck. The EM was appointed on July 1, 2013 and was succeeded by an RTAB on December 18, 2014. The EM addressed general fund operating deficits. In addition, unfunded liabilities (pension and other post-employment benefits) posed significant obstacles to long-term fiscal health. Actuarial evaluation had indicated the pension plan had \$98.4 million in actuarial accrued liabilities, but only \$55.8 million in pension assets (i.e., a funding ratio of only 56.8 percent).

Fred

From: Khouri, Nick (TREASURY)

Sent: Monday, February 08, 2016 7:38 AM

To: Saxton, Thomas (Treasury) <SaxtonT@michigan.gov>; Steckelberg, Larry (TREASURY) <SteckelbergL@michigan.gov>; Headen, Frederick (Treasury) <HeadenF@michigan.gov>

Subject: emergency managers

I'm testifying tomorrow on DPS, and I know the topic of EM's is going to come up

Can you give me one or two great success stories of locals or schools with an EM?

When has it worked really well?

Why?

Emergency Manager Accomplishments

Receivership Communities – Emergency Manager Option

Source: Emergency Manager Exit Letters

Allen Park – Exit Date - September 24, 2014

- The city's structural and cumulative deficits were eliminated and FY14 ended with a positive General Fund balance of \$3.2M.
- Employment contracts and/or Emergency Manager (EM) Orders were in place with all bargaining units. Additional cost savings had resulted from the implementation of a 10% reduction in pay for active employees, the elimination of vacant positions, the consolidation of healthcare plans from five to two), an increase in co-pays and deductibles, and the implementation of other pension related changes. These savings amounted to approximately \$54M.
- The establishment of the Allen Park Advisory Committee to assist with engaging the community and the development of a Visionary and Strategic Plan.

Benton Harbor – Exit Date - March 10, 2014

- The city's structural and cumulative deficits were eliminated and FY14 ended with a positive General Fund balance of \$2.3M.
- The city met its recommended pension contribution during FY14 for the first time in 10 years.
- Through the use of Data Driven Policing, crime had fallen while arrests and closure rates had increased.

Ecorse – Exit Date - April 26, 2013

- The city eliminated a \$14.6M cumulative deficit and a \$5M structural deficit. Also, the city reduced operating costs by \$4.3M and increased revenue by \$2.3M.
- The city reorganized several city departments to combine the Police and Fire departments into a Public Safety Department, and privatizing Emergency Medical Services. Included in the reorganization plans are the Public Works Department, the Controller's Office, and the Building Department.
- The city worked with State Legislature to develop special legislation that allowed the city to re-enter the bond market to borrow money to pay off outstanding judgment levies against the city. The special legislation increased the city's bond rating from a "junk" rating to an "A" rating.

Flint – Exit Date - April 28, 2015

- The Water Fund deficit was addressed and the Water Fund is solvent but not at the level indicated by city policy.
- The \$7M General Fund deficit was eliminated by June 30, 2015, through a loan authorized by the Emergency Loan Board.
- Long-term liability costs had been reduced significantly. Approximately, \$850M in OPEB liabilities have been reduced to \$240M, and new employees were given a contribution towards future healthcare costs at retirement instead of the promise of retiree healthcare.

Hamtramck – Exit Date - December 18, 2014

- Savings were made in healthcare for current employees and retirees, and by eliminating non-contracted payments to healthcare retirement and savings accounts. In addition, drastic pay cuts were negotiated with both union and department heads at the city that resulted in substantial savings. Included was the elimination of minimum staffing requirements and some services, such as EMS, which will allow the city more flexibility in managing its financial and personnel resources. These cuts totaled \$1M.
- Jobs previously outsourced were brought back into City Administration, including the City Controller and the City Assessor.
- The sale of surplus vacant land and tax reverted properties totaled \$358k.

Lincoln Park – Exit Date - December 21, 2015

- In July 2014, the city had an unassigned General Fund deficit of \$1,007,245 for the fiscal year ending as of June 30, 2014. The unassigned fund General Fund balance, upon the EM departure, is a positive \$186,901.
- A contract with firefighters was renegotiated to eliminate minimum manning and place restrictions on the number of staff per day that can take time off. Restrictions on sick time were also put in place to stem sick time abuse. As a result, overtime dropped from over \$600k per year to a budgeted \$50k in FY16. In addition, the Fire Chief and Fire Marshall positions were combined for a payroll savings of \$65k per year.
- In FY15, the city spent \$4.3M in retiree health insurance. With the move to a monthly stipend, in FY16, the city was spending \$600k per year on the retiree healthcare. Of the savings, \$3M per year was shifted to funding the pensions systems while the remaining \$700k provided cost savings to the General Fund, Water Fund, and Road funds.

Pontiac – Exit Date - August 16, 2013

- With the implementation of healthcare and benefits reform by consolidating 87 benefit plans into one, the city no longer pays retiree health insurance.
- Selling excess capacity in the sewage treatment plant to Oakland County for \$55M allowed the city to significantly reduce its debt of \$87M and eliminate its structural deficit of \$9.2M.
- By creating a regional fire department (merger with Waterford Township), the cost of fire services had been reduced by \$3.6M annually.
- General Fund expenditures were reduced by nearly \$30M from six years prior by closing the defined-benefit pensions systems, contracting nearly all city services, eliminating money losing enterprise activities, consolidating departments, and hiring qualified employees.
- The city contracted with the Oakland County Sheriff's office for police services, which saved the city \$2.2M annually.

Stanton, Terry A. (Treasury)

From: Murray, David (GOV)
Sent: Tuesday, February 09, 2016 11:05 AM
To: Stanton, Terry A. (Treasury)
Subject: FW: request for comment
Attachments: Re_ Information Request and Documentation_10_3_2015.pdf

From: Ronald Fonger [mailto:RFONGER1@mlive.com]
Sent: Tuesday, February 09, 2016 10:44 AM
To: Murray, David (GOV) <MurrayD1@michigan.gov>
Subject: request for comment

Dave:

I've attached an email from March 2015, which was sent by the Genesee County Health Department to a number of officials from the city and the state regarding an outbreak of Legionnaires' disease and the potential connection to the Flint River.

I've also requested comment from the state treasurer's office and Jerry Ambrose in an effort to determine whether this information was ever shared by the emergency manager – either with treasury, the governor's office, or other state agencies.

I wanted to see if you would want to comment on the fact that the governor's appointee had knowledge of this outbreak and possible connection to the Flint River 11 months ago.

Thanks for help,

Ron Fonger
MLive Media Group
Reporter

mobile 810.347.9963
email rfonger1@mlive.com
address 540 S. Saginaw St. #101, Flint MI 48502

From: "Henry, James" <James>
To: Cupal
Suzanne;
CC:
Date: 3/10/2015 8:08:48 PM
Subject: Re: Information Request and Documentation
Attachments: .dat

Me too, but I don't expect much. Hopefully, Jerry Ambrose will be reasonable and smart enough to see the significance. I've been keeping records of all correspondence. Its disappointing that these people are the leaders of the city.

Sent from my phone.

—— Original message ——
From: Cupal , Suzanne
Date: Tue, Mar 10, 2015 6:54 PM
To: Henry, James;
Subject: RE : Information Request and Documentation

I hope we receive a prompt response.

Sent from my Windows Phone

From: Henry, James
Sent: 3/10/2015 6:40 PM
To: Howard Croft; Mike Prysby (DEQ); Elizabeth Murphy; Natasha Henderson; Jerry Ambrose; Dayne Walling
Cc: Valacak, Mark; Cupal, Suzanne; Hasan, Shurooq; Childs, Bonnie; Hallwood, Dawn; Johnson, M.D., Gary
Subject: Information Request and Documentation

Hello everyone,

The Genesee County Health Department has made several written and verbal requests for specific information since October, 2014, including a Freedom of

Information Act Request on January 27, 2015. The information still has not been received and the city's lack of cooperation continues to prevent my office from performing our responsibilities.

The Genesee County Health Department has the responsibility to conduct illness investigations and consider all potential sources, this is not optional. In 2014, Genesee County experienced a significant increase of confirmed Legionella illnesses relative to previous years. Legionella can be a deadly, waterborne disease that typically affects the respiratory system.

The increase of the illnesses closely corresponds with the timeframe of the switch to Flint River water. The majority of the cases reside or have an association with the city. Also, McLaren Hospital identified and mitigated Legionella in their water system. This is rather glaring information and it needs to be looked into now, prior to the warmer summer months when Legionella is at its peak and we are potentially faced with a crisis.

This situation has been explicitly explained to MDEQ and many of the city's officials. I want to make sure, in writing that there are no misunderstandings regarding this significant and urgent public health issue. The Trihalomethane issues "pale in comparison" to the potential public health risks of Legionella.

I am submitting the attached FOIA request again and requesting that the legal obligations of the request are met. If the information is not available, please let me know. In the past, I have requested to meet with the water plant staff and MDEQ regarding Legionella concerns. I did not receive a response from the water plant staff and MDEQ declined. I think it is in the best interest for all stakeholders that we meet and discuss the issues.

Respectfully,

Jim

Jim Henry

Jim Henry RS, MBA
Environmental Health Supervisor
Genesee County Health Department www.gchd.us
630 S. Saginaw St., Suite 4
Flint, MI 48502-1540
Phone (810) 257-3618 Fax (810) 257-3125
E-mail jhenry@gchd.us



*NOTICE This e-mail, including attachments, is intended for the exclusive use of the addressee and may contain proprietary, confidential or privileged information. If you are not the intended recipient, any disclosure, use, distribution, copying, or taking of any action in reliance of the contents of this e-mail is strictly prohibited. If you have received this e-mail in error, please notify me via e-mail.

Workman, Wayne (TREASURY)

From: Dempkowski, Angela (Treasury)
Sent: Tuesday, February 09, 2016 11:47 AM
To: Workman, Wayne (TREASURY)
Subject: FW: City of Flint assistance

Angela Dempkowski
Senior Executive Management Assistant
Department of Treasury

From: Dempkowski, Angela (Treasury)
Sent: Monday, February 08, 2016 12:35 PM
To: 'Wayne Workman' <workmanwayne@gmail.com>
Subject: FW: City of Flint assistance

fyi

Angela Dempkowski
Senior Executive Management Assistant
Department of Treasury

From: Juan Santambrogio [<mailto:Juan.Santambrogio@ey.com>]
Sent: Monday, February 08, 2016 12:21 PM
To: Dempkowski, Angela (Treasury) <DempkowskiA@michigan.gov>
Subject: FW: City of Flint assistance

Hi Angela,
Just wanted to check with you to see if Wayne received the slides I sent.
Does Wayne have a new e-mail address he is using now?

Thanks
Juan



Juan Santambrogio | Restructuring
Ernst & Young LLP
55 Ivan Allen Jr Blvd - Suite 1000, Atlanta, GA 30308, United States of America
Office +1 404 817 5156 | Mobile +1 404 229 2567 | juan.santambrogio@ey.com
Fax +1 866 455 6605
Website <http://www.ey.com>

From: Dempkowski, Angela (Treasury) [<mailto:DempkowskiA@michigan.gov>] **On Behalf Of** Workman, Wayne (TREASURY)
Sent: Friday, January 29, 2016 2:31 PM
To: Juan Santambrogio
Subject: RE: City of Flint assistance

I will forward to Wayne Workman.

Angela Dempkowski
Senior Executive Management Assistant
Department of Treasury

From: Juan Santambrogio [mailto:Juan.Santambrogio@ey.com]
Sent: Friday, January 29, 2016 2:07 PM
To: Workman, Wayne (TREASURY) <WorkmanW@michigan.gov>
Cc: Gaurav Malhotra <Gaurav.Malhotra@ey.com>
Subject: City of Flint assistance

Hi Wayne,

I hope you are enjoying your last days before "retirement".

After our call last week, we thought it would be a good idea to send you a few slides (attached) covering the areas in which we think EY could be helpful to the Flint situation:

1. **Disaster recovery services:** assisting in oversight (funds spent appropriately), grant and contract management, compliance, documentation, reimbursement process and loss prevention
2. **Feasibility of infrastructure solution:** teaming up with the engineering firm to identify and assist in the selection of viable projects to address emergency and performing the financial analysis
3. **Construction management:** conducting a risk assessment to identify issues, develop process controls for construction project, develop project status and progress reviews
4. **Financial analysis and projections:** assist in identifying alternative funding sources, modeling the financial impact on Flint's financial situation and completing a rate analysis

Please feel free to share this document with others at Treasury and the other departments and let us know when is a good time to connect again over the phone or in person.

Have a great weekend.

Juan



Juan Santambrogio | Restructuring

Ernst & Young LLP

55 Ivan Allen Jr Blvd - Suite 1000, Atlanta, GA 30308, United States of America

Office +1 404 817 5156 | Mobile + [REDACTED] juan.santambrogio@ey.com

Fax +1 866 455 6605

Website <http://www.ey.com>

Any tax advice in this e-mail should be considered in the context of the tax services we are providing to you. Preliminary tax advice should not be relied upon and may be insufficient for penalty protection.

The information contained in this message may be privileged and confidential and protected from disclosure. If the reader of this message is not the intended recipient, or an employee or agent responsible for delivering this message to the intended recipient, you are hereby notified that any dissemination, distribution or copying of this communication is strictly prohibited. If you have received this communication in error, please notify us

Doyle, Maureen (Treasury)

From: Marc Edwards <edwardsm@vt.edu>
Sent: Tuesday, February 09, 2016 12:08 PM
To: Zimmer, Mike (LARA); Khouri, Nick (TREASURY); Steckelberg, Larry (TREASURY); Creagh, Keith (DEQ); Lyon, Nick (DHHS); lrey52@gmail.com; mvalacak@gchd.us
Cc: Grijalva, Nancy (DHHS); Thelen, Mary Beth (DEQ); Doyle, Maureen (Treasury); 'Yanna Lambrinidou'
Subject: RE: FWICC Policy Subcommittee

This sounds reasonable to me. At present I do not understand what interagency protocols mean, or statewide policy, but we can work that out as we go. I assume it means something to everyone else. Also, please include Yanna on this, as she is likely going to be an expert on the panel working on the lead and copper rule changes.

Marc

From: Zimmer, Mike (LARA) [mailto:zimmerm@michigan.gov]
Sent: Tuesday, February 09, 2016 11:45 AM
To: Khouri, Nick (TREASURY); Steckelberg, Larry (TREASURY); edwardsm@vt.edu; Creagh, Keith (DEQ); Lyon, Nick (DHHS); lrey52@gmail.com; mvalacak@gchd.us
Cc: Grijalva, Nancy (DHHS); Thelen, Mary Beth (DEQ); Doyle, Maureen (Treasury)
Subject: FWICC Policy Subcommittee

Good Morning:

I have been asked to chair the FWICC Policy Subcommittee on which you have all been selected to serve.

Our subcommittee has been assigned three general priorities/tasks:

- 1) Interagency Protocols
- 2) Statewide Policy
- 3) Lead and Copper Rule Change Recommendations

Of these, I think the Lead and Copper Rule Change Recommendations is the more straightforward - although certainly not the simplest. Interagency Protocols may prove more multifaceted as it could include protocols between state agencies, between state and local agencies, and between state and federal partners. The last, Statewide Policy, is at this point a holding category that could review implementation of policies requested by other work groups or items of interest to the committee members.

We have been asked to get our finalized list of priorities to Harvey by Thursday morning at 10:00. Given the short time frame and the fact that many of you serve on multiple subcommittees, at this point I am asking that you get back to me by COB tomorrow (Wednesday) indicating whether you agree with my reading of our assignments or would like any changes or modifications. Also, if there are any items on our list that are of particular interest to any of you, please note that.

I will be having my assistant, Diane Burton, reach out to you so that we can set up a telephone conference early next week to discuss scoping out our priorities and assign specific tasks, metrics, and timelines.

I look forward to working with all of you.

Mike

Mike Zimmer, Director
Dept. of Licensing and Regulatory Affairs
611 W. Ottawa Street
Lansing, Michigan 48909
517-241-7124



**Department of Environmental Quality
Flint Funding
February 11, 2016**

2016 Budget

Supplemental 1: PA 143 of 2015

City of Flint Emergency Water Services *		\$	6,000,000
Drinking Water and Environmental Health Staff	2	\$	300,000
Laboratory Services		\$	1,000,000
Supplemental 1 Total		\$	7,300,000

Supplemental 2: PA 3 of 2016

Water System Infrastructure Needs		\$	2,000,000
Utility Payment Relief		\$	3,000,000
Lab and Testing Costs		\$	250,000
Corrosion Control Procedures		\$	36,500
Infrastructure Integrity Study		\$	500,000
Supplemental 2 Total		\$	5,786,500

Supplemental 3: TBD

City of Flint Water Bill Relief		\$	30,000,000
Utility Assistance		\$	25,000,000
City of Flint Emergency Water Services (Jul - Sept)		\$	3,900,000
Water System Needs (KWA)		\$	2,200,000
Response Team		\$	2,250,000
Supplemental 3 Total		\$	63,350,000

Total 2016 Supplemental Funding for DEQ	\$	76,436,500
--	-----------	-------------------

2017 Budget

City of Flint Emergency Water Services (Oct - Dec)		\$	3,900,000
Drinking Water Technical Expertise	10	\$	1,500,000

Total 2017 General Fund Request for DEQ	\$	5,400,000
--	-----------	------------------

* The DEQ paid \$6 million to the City of Flint for water connection services through June 2016. The total cost for the connection services was \$12 million of which the Mott Foundation paid \$4 million and the City of Flint paid \$2 million.

State of Michigan Totals

Supplemental 1 - PA 143 of 2015	\$	9,350,100
Supplemental 2 - PA 3 of 2016	\$	28,028,500
Supplemental 3 - As Introduced	\$	156,690,000
2017 Budget - As Introduced	\$	38,730,900

Total State of Michigan Funding for Flint	\$	232,799,500
--	-----------	--------------------

KAREGNONDI WATER AUTHORITY FINANCING CONTRACT

THIS CONTRACT, dated as of August 1, 2013, by and among the Karegnondi Water Authority, a municipal authority and public body corporate of the State of Michigan (hereinafter referred to as the "Authority"), the City of Flint in the County of Genesee and the County of Genesee (collectively, the "Local Units" and each a "Local Unit").

WITNESSETH:

WHEREAS, the Authority has been incorporated under the provisions of Act No. 233, Public Acts of Michigan, 1955, as amended (hereinafter referred to as "Act 233"), for the purposes set forth in Act 233; and

WHEREAS, the Authority will acquire, construct and operate a water supply system to be known as the Karegnondi Water Supply System that provides untreated water to the Local Units, each of which is a constituent municipality of the Authority; and

WHEREAS, it is immediately necessary and imperative for the public health and welfare of the present and future residents of each of the Local Units that a certain water supply system, as more fully described on Exhibit A hereto, together with all necessary interests in land, appurtenances and attachments thereto (the "System") be acquired, installed and constructed; and

WHEREAS, plans and an estimate of cost of the System have been prepared by the Authority's consulting engineers, Wade Trim (the "Consulting Engineers"), which said estimate of aggregate cost totals an amount not to exceed \$300,000,000; and

WHEREAS, each of the Local Units is desirous of having the Authority acquire and own the System in order to continue to operate the System in order to furnish the Local Units with untreated raw water; and

WHEREAS, the parties hereto have determined that the System is essential to the general health, safety and welfare of each of the Local Units; and

WHEREAS, the Authority and each of the Local Units are each agreeable to the execution of this Contract by and among themselves which provides, among other things, for the financing of all or a portion of the cost of the System; and

WHEREAS, this Contract contemplates the issuance of bonds in one or more series by the Authority to pay all or part of the costs of the System; and

WHEREAS, each of the Local Units has or will approve and authorize the execution of this Contract by resolution of its governing body; and

WHEREAS, each of the Local Units has published or will publish, individually or jointly, a notice of intention to enter into this Contract in a newspaper of general circulation in the territory encompassed by each Local Unit; and

WHEREAS, this Contract will become effective for each Local Unit upon expiration of a period of forty-five (45) days following publication by each Local Unit of its notice of intention without filing of a petition for referendum on the question of its entering into this Contract, or if such referendum election be required, then upon approval by the qualified electors of the Local Unit.

NOW, THEREFORE, IN CONSIDERATION OF THE PREMISES AND THE COVENANTS MADE HEREIN, THE PARTIES HERETO AGREE AS FOLLOWS:

SECTION 1 The Authority and the Local Units hereby approve the acquisition, construction and operation of System, together with all necessary interests in land, appurtenances and attachments thereto.

SECTION 2 Each of the Local Units hereby consents to the use by the Authority and any parties contracting with the Authority of the public streets, alleys, lands and rights-of-way in each Local Unit for the purpose of constructing, operating and maintaining the System including any improvements, enlargements and extensions thereto.

SECTION 3 The System is designed to provide and transport untreated raw water to each of the Local Units and the System is immediately necessary to protect and preserve the public health.

SECTION 4 The Authority and each of the Local Units hereby approve and confirm the plans for the System prepared by the Consulting Engineers and the total estimated cost thereof in the sum of not to exceed \$300,000,000. Said cost estimate includes all surveys, plans, specifications, acquisition of property for rights-of-way, physical construction necessary to acquire and construct the System, the acquisition of all materials, machinery and necessary equipment, and all engineering, engineering supervision, administrative, legal and financing expenses necessary in connection with the acquisition and construction of the System and the financing thereof.

SECTION 5 The Authority shall not enter into any final contract or contracts for the acquisition and construction of the System if such contract price or prices will be such as to cause the actual cost thereof to exceed the estimated cost as approved in Section 4 of this Contract unless the Authority has sufficient funds to cover such excess, or, each of the Local Units, by resolution of its respective legislative body, (a) approves said increased total cost, and (b) agrees to pay such excess over the estimated cost, either in cash or by specifically authorizing the maximum principal amount of bonds to be issued, as provided in Sections 9 and 14 of this Contract, to be increased to an amount which will provide sufficient funds to meet said increased cost, and approves a similar increase in the installment obligations of each Local Unit, if any, pledged under the terms of this Contract to the payment of such bonds.

SECTION 6 The System shall be acquired and constructed by the Authority substantially in accordance with the plans and specifications therefor approved by this Contract. All matters relating to engineering plans and specifications, together with the making and letting of final construction contracts, the approval of work and materials thereunder, and construction supervision, shall be in the control of the Authority. All acquisition of sites and rights-of-way, if any, shall be done by the Authority. Each Local Unit's share of the costs of such acquisition in each Local Unit, if any, shall be paid from the Local Unit's share of bond proceeds and, in addition, any costs incurred by any Local Unit in connection with the acquisition or construction of the System, including, but not limited to, engineering expenses, shall be promptly reimbursed to the Local Unit by the Authority from the proceeds of the Authority's Bonds with the approval of the Authority board.

SECTION 7 The Authority shall operate, maintain and administer the System for and on behalf of the Local Units. The System shall be maintained in good condition and repair. The Authority shall provide insurance as part of its obligation to operate the System. The Authority will furnish reports to the Local Units at periodic intervals corresponding with the reporting periods of the Local Units in detail sufficient to inform the Local Units of the operations of the System and to permit the Local Units to meet their financing requirements hereunder.

SECTION 8 To provide for the construction and financing of the System in accordance with the provisions of Act 233, the Authority shall take the following steps:

(a) The Authority will take steps to adopt a resolution or resolutions providing for the issuance of its bonds in one or more series in the principal amount of not to exceed \$300,000,000 (except as otherwise authorized pursuant to Section 5 of this Contract) to finance all or part of the costs of the System. Said bonds shall mature serially or be subject to mandatory sinking fund redemption as authorized by law, and shall be secured by the contractual obligations of each Local Unit in this Contract. After due adoption of the resolution or resolutions, the Authority will take all necessary legal procedures and steps necessary to effectuate the sale or sales and delivery or deliveries of said bonds.

(b) The Authority shall take all steps necessary to take bids for and enter into and execute final acquisition and construction contracts for the acquisition and construction of the System as specified and approved hereinbefore in this Contract, in accordance with the plans and specifications therefor based on the plans as approved by this Contract.

(c) The Authority will require and procure from the contractor or contractors undertaking the actual construction and acquisition of the System necessary and proper bonds to guarantee the performance of the contract or contracts and such labor and material bonds as may be required by law.

(d) The Authority, upon receipt of the proceeds of sale of each series of bonds, will comply with all provisions and requirements provided for in the resolution authorizing the issuance of such series of bonds and this Contract relative to the disposition and use of the proceeds of sale of such series of bonds.

(e) The Authority may temporarily invest any bond proceeds or other funds held by it for the benefit of each Local Unit as permitted by law and investment income shall accrue to and follow the fund producing such income. The Authority shall not, however, invest, reinvest or accumulate any moneys deemed to be proceeds of the bonds pursuant to §148 of the Internal Revenue Code of 1986, as amended, and the applicable regulations thereunder (the "Code"), in such a manner as to cause the bonds to be "arbitrage bonds" within the meaning of Code § 103(b)(2) and §148, or otherwise as may jeopardize the tax status of the bonds

SECTION 9. Each Local Unit irrevocably covenants and agrees to pay to the Authority its Local Unit share of each series of bonds to be issued by the Authority pursuant to this Contract. The share of each Local Unit shall be determined as set forth on Exhibit B hereto.

The cost of the System to be financed with the issuance of bonds of the Authority in the aggregate principal amount of not to exceed \$300,000,000 shall be paid in annual installments on the dates and in the amounts as established in the Authority's bond authorizing resolution.

Each Local Unit covenants that it will make or cause to be made its payments as required by this Contract not less than 3 days prior to the dates on which the Authority is required to make payments on the bonds described herein to the transfer agent for the bonds.

It is understood and agreed that the bonds of the Authority hereinbefore referred to will be issued in anticipation of the above contractual obligation, with principal maturities on the dates established by the Authority corresponding to the principal amount of the installments then coming due, and there shall also be paid in addition to said principal installments, on such dates as shall be determined by the Authority, commencing on such date as determined by the Authority, as accrued interest on the principal amount remaining unpaid, an amount sufficient to pay all interest at an interest rate not to exceed ten percent (10%) per annum, due on the next succeeding interest payment date on the bonds from time to time outstanding.

It is further understood and agreed that the bonds of the Authority may be secured by a debt service reserve fund or funds to provide additional security for the timely payment thereof if the Authority determines, in consultation with its financial advisor, that the provision of such debt service reserve fund or funds is advisable. If the bonds of the Authority are secured by a debt service reserve fund or funds, each Local Unit covenants and agrees to provide for the replenishment of such debt service reserve funds as described in Exhibit B.

From time to time as the Authority is billed by the transfer agent for its services for the bonds, and as other costs and expenses accrue to the Authority from handling of the payments made by the Local Units, or from other actions taken in connection with the System, the Authority shall promptly notify the Local Units of the amount of such paying agent fees and other costs and expenses, and the Local Units shall promptly remit to the Authority sufficient funds to meet such fees and other costs and expenses in the proportions hereinabove provided to the extent sufficient funds are not available to the

Authority. Each Local Unit warrants and represents that the amount of its obligations under this Contract, when taken together with other indebtedness of such Local Unit, will not cause its obligations under this Contract to exceed any constitutional, statutory or charter debt limitation applicable to such Local Unit.

The Authority shall, within thirty (30) days after the delivery of each series of the bonds of the Authority hereinbefore referred to, furnish each Local Unit with a complete schedule of installments of principal and interest thereon, and the Authority shall also at least sixty (60) days prior to each principal and/or interest installment due date, advise the Local Units, in writing, of the exact amount of principal and interest installments due on each series of bonds on the next succeeding bond principal and/or interest due date, and payable on the first day of the month immediately preceding, as hereinbefore provided. Failure of the Authority to notify the Local Units of any such payment shall not relieve the Local Units of the obligation to make such payment.

If any principal installment or interest installment is not paid when due, the amount not so paid shall be subject to a penalty, in addition to interest, of one percent (1%) thereof for each month or fraction thereof that the same remains unpaid after the due date.

SECTION 10. Each Local Unit states its intention to pay its obligations under this Contract from sources of moneys as are provided by Act 233 and applicable law, including the levy and collection of rates and charges to users of its respective water supply system for operating and maintaining its system provided by each Local Unit to customers in the Local Unit. Nevertheless, pursuant to the authorization contained in Act 233, each Local Unit hereby irrevocably pledges its full faith and credit for the prompt and timely payment of its obligations pledged for bond payments as expressed in this Contract, and, subject to the provisions of the last sentence of this paragraph, shall each year, commencing with the first tax levy after issuance of the bonds by the Authority, levy an ad valorem tax on all the taxable property in the Local Unit in an amount which, taking into consideration estimated delinquencies in tax collections, will be sufficient to pay such obligations under this Contract becoming due before the time of the following year's tax collections. Such annual tax levies shall be subject to applicable constitutional, statutory, and charter tax limitations. Nothing herein contained shall be construed to prevent a Local Unit from using any, or any combination of, the means and methods provided in Section 7 of Act 233, as now or hereafter amended, for the purpose of providing funds to meet its obligations under this Contract, and, if at the time of making the annual tax levy there shall be either other funds on hand earmarked and set aside, or funds provided in the annual budget of the water supply system of the Local Unit, for the payment of the contractual obligations due prior to the next tax collection period, then such annual tax levy may be reduced by such amount.

In the event a Local Unit shall fail for any reason to pay to the Authority at the times specified the amounts required to be paid by the provisions of this Contract, the Authority shall immediately give notice of such default and the amount thereof, to the Treasurer of each Local Unit, the Treasurer of the State of Michigan, and such other officials charged with the disbursement to such Local Unit of funds returned by the State and now or hereafter under Act 233 available for pledge as provided in this Section and in Section 12a of Act 233, and if such default is not corrected within ten (10) days after such

notification, the State Treasurer, or other appropriate official charged with disbursement to such Local Unit of the aforesaid funds, is, by these presents, specifically authorized by the Local Unit, to the extent permitted by law, to withhold from the aforesaid funds the maximum amount necessary to cure said deficit and to pay said sums so withheld to the Authority, to apply on the obligations of the Local Unit as herein set forth. Any such moneys so withheld and paid shall be considered to have been paid to the Local Unit within the meaning of the Michigan Constitution and statutes, the purpose of this provision being voluntarily to pledge and authorize the use of said funds owing to the Local Unit to meet any past-due obligations of such Local Unit due under the provisions of this Contract. In addition to the foregoing, the Authority shall have all other rights and remedies provided by law to enforce the obligations of the Local Unit to make its payments in the manner and at the times required by this Contract, including the right of the Authority to direct the Local Unit to make a tax levy to reimburse the Authority for any funds advanced.

SECTION 11. Each Local Unit may pay in advance any of the payments required to be made by this Contract, in which event the Authority shall credit the respective Local Unit with such advance payment on future due payments to the extent of such advance payment, or use such advances to call bonds without credit to the extent provided in relevant series of bonds.

SECTION 12. Each Local Unit may pay additional moneys over and above any of the payments specified in this Contract, with the written request that such additional funds be used to prepay installments, in which event the Authority shall be obligated to apply and use said moneys for such purpose to the fullest extent possible. Such moneys shall not then be credited as advance payments under the provisions of Section 11 of this Contract.

SECTION 13. It is specifically recognized by each Local Unit that the debt service payments required to be made by each pursuant to the terms of Section 9 of this Contract are to be pledged for and used to pay the principal installments of and interest on with respect to the bonds to be issued by the Authority as provided by this Contract and authorized by law, and each Local Unit covenants and agrees that it will make all required payments to the Authority promptly and at the times herein specified without regard to whether the System is actually completed or placed in operation

SECTION 14. If the proceeds of the sale of the bonds in one or more series in aggregate amount not to exceed \$300,000,000 to be issued by the Authority are for any reason insufficient to complete each Local Unit's share of the cost of the System, subject to each Local Unit's approval required by Section 5 hereof, the Authority shall automatically be authorized to issue additional bonds in an aggregate principal amount sufficient to pay the cost of completing the System and to increase the annual payments required to be made by each Local Unit in an amount so that the total payments required to be made as increased will be sufficient to meet the annual principal and interest requirements on the bonds herein authorized plus the additional bonds to be issued. It is expressly agreed between the parties hereto that the Authority shall issue bonds pursuant to this Contract and each Local Unit shall be committed to retire such amount of bonds as may be necessary to pay each Local Unit's share of the costs of the System whether or not in excess of those presently estimated herein. Any such additional

bonds shall comply with the requirements of Act 233 and any increase in the annual payments shall be made in the manner and at the times specified in this Contract. In lieu of such additional bonds, each Local Unit may pay over to the Authority, in cash, sufficient moneys to complete each Local Unit's share of the cost of the System.

SECTION 15 After completion of the System and payment of all costs thereof, any surplus remaining from the proceeds of sale of bonds shall be used by the Authority for either of the following purposes: (a) for improvements or enhancements to the System or for other projects of the Authority undertaken on behalf of the Local Units, subject to approval of the Authority; or (b) credited by the Authority toward the next payments due the Authority by said Local Units hereunder.

SECTION 16. The obligations and undertakings of each of the parties to this Contract shall be conditioned on the successful issuance and sale of the first series of bonds pursuant to Act 233, and if for any reason whatsoever the first series of bonds are not issued and sold within three (3) years from the date of this Contract, this Contract, except for payment of preliminary expenses and ownership of engineering data, shall be considered void and of no force and effect.

SECTION 17. The Authority and each Local Unit each recognize that the owners from time to time of each series of bonds issued by the Authority under the provisions of Act 233 to finance the cost of the System will have contractual rights in this Contract, and it is, therefore, covenanted and agreed by the Authority and each Local Unit that so long as any of series of bonds shall remain outstanding and unpaid, the provisions of this Contract shall not be subject to any alteration or revision which would in any manner materially affect either the security of such series of bonds or the prompt payment of principal or interest thereon. Each Local Unit and the Authority each further covenant and agree that each will comply with its respective duties and obligations under the terms of this Contract promptly at the times and in the manner herein set forth, and will not suffer to be done any act which would in any way impair the said bonds, the security therefor, or the prompt payment of principal and interest thereon. It is hereby declared that the terms of this Contract insofar as they pertain to the security of any such bonds shall be deemed to be for the benefit of the owners of said bonds.

SECTION 18 This Contract shall remain in full force and effect from the effective date hereof (as provided in Section 21) until each series bonds issued by the Authority are paid in full, but in any event not to exceed a period of thirty (30) years for each series of bonds. At such time within said 30-year term as any of the series of said bonds are paid, this Contract shall be terminated. In any event, the obligation of each Local Unit to make payments required by this Contract shall be terminated at such time as all of said bonds are paid in full, together with any deficiency or penalty thereon.

SECTION 19 This Contract shall inure to the benefit of and be binding upon the respective parties hereto, their successors and assigns.

SECTION 20. This Contract shall become effective upon (i) approval by the legislative body of each Local Unit, (ii) approval by the Board of the Authority and (iii) due execution by authorized officers of each Local Unit and by the Chairman and Secretary of the Authority.

SECTION 21. This Contract may be executed in several counterparts.

IN WITNESS WHEREOF, the parties hereto have caused this instrument to be executed as of the day and year first above written.

In the presence of:

[Signature]

David M. Jensen

In the presence of:

David M. Jensen

[Signature]

In the presence of:

[Signature]

[Signature]

KAREGNONDI WATER AUTHORITY

By: [Signature]
Chairman

By: [Signature]
Secretary

CITY OF FLINT

By: [Signature]
Mayor

By: [Signature]
City Clerk

COUNTY OF GENESEE

By: [Signature]
Chairperson of Board of Commissioners

By: [Signature]
Clerk

EXHIBIT A

SYSTEM

The Karegnondi Water System is a raw water supply system. It will deliver untreated Lake Huron water 65 miles inland to the population centers of Lapeer and Genesee Counties, including the Cities of Lapeer and Flint, and the County Agency of Genesee County with 17 local municipal systems. The system will also be capable of delivering water along the route to customers in Sanilac and Lapeer County, as well as future customers in Saint Clair County.

The system will consist of a lake intake, two pumping stations, and over 65 miles of large diameter transmission watermain. The system will include fire hydrants, metering stations, reservoirs, and the appurtenances necessary to operate the system efficiently. The lake intake portion of the project and the land where the two pumping stations are located will be acquired, constructed, designed and financed by the County of Genesee and made available for use by the Karegnondi Water System.

All land and required right-of-ways and easements have been acquired.

EXHIBIT B

LOCAL UNIT ESTIMATED SHARE OF IMPROVEMENT COST

The following is a breakdown of the percent each Local Unit is required to pay of the aggregate debt service, including the obligation to replenish a debt service reserve fund(s), if any, on the Authority's bonds authorized by this Contract:

<u>Local Unit</u>	<u>Bond Issue</u>
County of Genesee	65.8%
City of Flint	34.2%

In the event the City of Flint fails to fulfill its payment obligations under this Contract, the County of Genesee irrevocably covenants and agrees to make such missed payment within 1 day of being notified of the missed payment. Further, the Authority covenants and agrees to undertake all legal action and make use of all remedies available under this Contract to enforce the payment obligations of the City of Flint under this Contract. The Authority also covenants and agrees to undertake all legal action and make use of all remedies available to it under the Raw Water Supply Contract between the Authority and the City of Flint dated as of June 28, 2013 ("Raw Water Supply Contract"), as amended, specifically sections 7.08 and 7.09 of such contract. If the County of Genesee is required to make a payment for the City of Flint under this Contract and the Authority recovers any funds from the pursuit of such remedies described above, the Authority shall reimburse the County of Genesee from such funds for any payments made. To the extent permitted by law, the capacity that the City of Flint acquired in the System pursuant to the Raw Water Supply Contract shall be transferred to the County of Genesee until the City of Flint has repaid the County of Genesee for any additional payments made hereunder. The City of Flint shall also pay a penalty of one percent (1%) thereof for each month or fraction thereof that the same remains unpaid after the due date of the amount paid by the County of Genesee as a result of the failure of the City of Flint to fulfill its payment obligations hereunder. Further, if a Local Unit fails to pay its contractual obligation causing a shortfall and the debt service reserve fund(s) is drawn upon to pay the Authority's bonds, the replenishment of such debt service reserve fund shall be an obligation of the Local Unit that failed to pay, as provided in the resolution authorizing the bonds. Provided, however, if the City of Flint fails to fulfill its debt service reserve fund replenishment obligation, as with other payment obligations under the Contract, the County of Genesee agrees to make such payments.

Additionally, if the Authority sells raw untreated water capacity to other parties, to the extent funds are available from payments received from those parties, each Local Unit shall be credited on each day payment is due hereunder as agreed to by the Authority and the Local Units towards each Local Unit's payment obligations hereunder.

Byrne, Randall (Treasury)

From: Cline, Richard (Treasury)
Sent: Tuesday, February 09, 2016 1:43 PM
To: Stanton, Terry A. (Treasury); Byrne, Randall (Treasury)
Subject: RE: Help finding EM orders on water investigator

Terry,

I can find no information related to this topic.

Eric Cline | Department Manager | State of Michigan
Michigan Department of Treasury | Local Government Financial Services Division | Fiscal Responsibility Section
430 W. Allegan Street, 3rd Floor | Lansing, MI 48922
Lansing Office (517) 335-2078 | Cell Phone (517) 243-8450 | Traverse City Office (231) 922-5228
E-mail cliner1@michigan.gov

CONFIDENTIALITY NOTICE: This e-mail, and any attachments, is for the sole use of the intended recipient(s) and may contain information that is confidential and protected from disclosure under the law. Any unauthorized review, use, disclosure, or distribution is prohibited. If you are not the intended recipient, please contact the sender by reply e-mail, and delete/destroy all copies of the original message and attachments Thank you.

From: Stanton, Terry A. (Treasury)
Sent: Tuesday, February 09, 2016 12:45 PM
To: Byrne, Randall (Treasury) <ByrneR1@michigan.gov>; Cline, Richard (Treasury) <cliner1@michigan.gov>
Subject: FW: Help finding EM orders on water investigator

Just following up to ensure we do not have ANY info/documentation on this issue or the extension...

From: Gary Ridley [<mailto:GRIDLEY@mlive.com>]
Sent: Tuesday, February 09, 2016 12:40 PM
To: Stanton, Terry A. (Treasury) <StantonT@michigan.gov>
Subject: RE: Help finding EM orders on water investigator

The year-long extension ended up costing the city more than \$80,000 for the two of them. So, even if we separate them and they individually don't hit the \$50,000 threshold, was there any requirement for Earley to sign a resolution or order to make this extension? He did so for the original 9 month contract, but not for the 1-year extension. It just seems odd that city money could be spent without any record on the city's end.

--

Gary Ridley | The Flint Journal-MLive Media Group | 810-280-9516 | gridley@mlive.com

From: Stanton, Terry A. (Treasury) [<mailto:StantonT@michigan.gov>]
Sent: Tuesday, February 09, 2016 12:37 PM
To: Gary Ridley <GRIDLEY@mlive.com>
Subject: RE: Help finding EM orders on water investigator

Gary...

It is my understanding that this issue wouldn't have come to Treasury for approval. Under PA 436, only requested purchases/contracts of over \$50,000 need approval by Treasury, if they were not competitively bid.

The statutory provision is below:

141.1552 Additional actions by emergency manager; suspension of power of administrative officer and governing body; contracts subject to competitive bidding; sale or transfer of public utility; limitation.

Sec. 12.

(3) Except as otherwise provided in this subsection, any contract involving a cumulative value of \$50,000.00 or more is subject to competitive bidding by an emergency manager. However, if a potential contract involves a cumulative value of \$50,000.00 or more, the emergency manager may submit the potential contract to the state treasurer for review and the state treasurer may authorize that the potential contract is not subject to competitive bidding.

From: Gary Ridley [<mailto:GRIDLEY@mlive.com>]
Sent: Tuesday, February 09, 2016 9:31 AM
To: Stanton, Terry A. (Treasury) <StantonT@michigan.gov>
Subject: Help finding EM orders on water investigator

Terry,
I'm working on a story over here and I'm hoping you could help me out.

Flint Emergency Manager Darnell Earley apparently gave two Flint water investigators a contract extension, but I have been unable to find any actions by him approving the expenditure on the city side. Below, is an email I sent to city attorney Tony Chubb on the issue for your reference.

I have a copy of the initial order appointing them for 9 months, copies of the county's motions to extend the contract and the eventual approval. However, I cannot find anything involving Earley approving these extensions (although I found multiple other resolutions/orders from the same time frame extending and/or modifying extensions for other contracts.)

So, I'm trying to figure out if there is anything with the state approving this extension? Also, could you clarify the rules for me that Mr. Earley was required to follow in terms of approving such extensions?

Thanks.

--

Gary Ridley | The Flint Journal-MLive Media Group | 810-280-9516 | gridley@mlive.com

From: Gary Ridley
Sent: Thursday, February 04, 2016 5:48 PM
To: 'achubb@cityofflint.com' <achubb@cityofflint.com>
Cc: 'bgrisi@cityofflint.com' <bgrisi@cityofflint.com>
Subject: Help finding EM orders on water investigator

Tony,

Per our conversation, I am seeking the EM order/resolution authorizing the extension of the contract with the county employing Marcus Mahan and Daniel Mata as special water investigators.

What I have:

- 1) EM Earley's resolutions allowing the entrance of the contract (EM submission nos: EME3262014 and eME5992014)
- 2) Requests to the county's gov. operations board on March and May 2014, asking for an extension until Jan. 2016 on the contract. http://www.gc4me.com/departments/board_of_commissioners_1/docs/GOC_032315.pdf
http://www.gc4me.com/departments/board_of_commissioners_1/docs/GOC_051115.pdf
- 3) Documents showing the county approved the extensions (attached)

What I need:

The EM's order/resolution authorizing the city to enter into the extension proposed in item no. 2 above. I couldn't find it on the resolution/order list on the city's website.

Also, if you could provide the running list you referenced of their investigations it would be much appreciated.

Thanks.

--

Gary Ridley | The Flint Journal-MLive Media Group | 810-280-9516 | gridley@mlive.com

Stanton, Terry A. (Treasury)

From: Stanton, Terry A. (Treasury)
Sent: Tuesday, February 09, 2016 3:50 PM
To: Gary Ridley
Subject: RE: Help finding EM orders on water investigator

We do not have documentation related to this. The city may, though I know you have contacted the city already.

From: Gary Ridley [mailto:GRIDLEY@mlive.com]
Sent: Tuesday, February 09, 2016 12:40 PM
To: Stanton, Terry A. (Treasury) <StantonT@michigan.gov>
Subject: RE: Help finding EM orders on water investigator

The year-long extension ended up costing the city more than \$80,000 for the two of them. So, even if we separate them and they individually don't hit the \$50,000 threshold, was there any requirement for Earley to sign a resolution or order to make this extension? He did so for the original 9 month contract, but not for the 1-year extension. It just seems odd that city money could be spent without any record on the city's end.

--

Gary Ridley | The Flint Journal-MLive Media Group | 810-280-9516 | gridley@mlive.com

From: Stanton, Terry A. (Treasury) [mailto:StantonT@michigan.gov]
Sent: Tuesday, February 09, 2016 12:37 PM
To: Gary Ridley <GRIDLEY@mlive.com>
Subject: RE: Help finding EM orders on water investigator

Gary...

It is my understanding that this issue wouldn't have come to Treasury for approval. Under PA 436, only requested purchases/contracts of over \$50,000 need approval by Treasury, if they were not competitively bid.

The statutory provision is below:

141.1552 Additional actions by emergency manager; suspension of power of administrative officer and governing body; contracts subject to competitive bidding; sale or transfer of public utility; limitation.

Sec. 12.

(3) Except as otherwise provided in this subsection, any contract involving a cumulative value of \$50,000.00 or more is subject to competitive bidding by an emergency manager. However, if a potential contract involves a cumulative value of \$50,000.00 or more, the emergency manager may submit the potential contract to the state treasurer for review and the state treasurer may authorize that the potential contract is not subject to competitive bidding.

From: Gary Ridley [mailto:GRIDLEY@mlive.com]
Sent: Tuesday, February 09, 2016 9:31 AM
To: Stanton, Terry A. (Treasury) <StantonT@michigan.gov>
Subject: Help finding EM orders on water investigator

Terry,
I'm working on a story over here and I'm hoping you could help me out.

Flint Emergency Manager Darnell Earley apparently gave two Flint water investigators a contract extension, but I have been unable to find any actions by him approving the expenditure on the city side. Below, is an email I sent to city attorney Tony Chubb on the issue for your reference.

I have a copy of the initial order appointing them for 9 months, copies of the county's motions to extend the contract and the eventual approval. However, I cannot find anything involving Earley approving these extensions (although I found multiple other resolutions/orders from the same time frame extending and/or modifying extensions for other contracts.)

So, I'm trying to figure out if there is anything with the state approving this extension? Also, could you clarify the rules for me that Mr. Earley was required to follow in terms of approving such extensions?

Thanks.

--

Gary Ridley | The Flint Journal-MLive Media Group | 810-280-9516 | gridley@mlive.com

From: Gary Ridley
Sent: Thursday, February 04, 2016 5:48 PM
To: 'achubb@cityofflint.com' <achubb@cityofflint.com>
Cc: 'bgrisi@cityofflint.com' <bgrisi@cityofflint.com>
Subject: Help finding EM orders on water investigator

Tony,
Per our conversation, I am seeking the EM order/resolution authorizing the extension of the contract with the county employing Marcus Mahan and Daniel Mata as special water investigators.

What I have:

- 1) EM Earley's resolutions allowing the entrance of the contract (EM submission nos: EME3262014 and eME5992014)
- 2) Requests to the county's gov. operations board on March and May 2014, asking for an extension until Jan. 2016 on the contract. http://www.gc4me.com/departments/board_of_commissioners_1/docs/GOC_032315.pdf
http://www.gc4me.com/departments/board_of_commissioners_1/docs/GOC_051115.pdf
- 3) Documents showing the county approved the extensions (attached)

What I need:

The EM's order/resolution authorizing the city to enter into the extension proposed in item no. 2 above. I couldn't find it on the resolution/order list on the city's website.

Also, if you could provide the running list you referenced of their investigations it would be much appreciated.

Thanks.

Doyle, Maureen (Treasury)

From: Lawrence Reynolds <lrey52@gmail.com>
Sent: Tuesday, February 09, 2016 5:48 PM
To: Zimmer, Mike (LARA)
Cc: Khouri, Nick (TREASURY); Steckelberg, Larry (TREASURY); edwardsm@vt.edu; Creagh, Keith (DEQ); Lyon, Nick (DHHS); mvalacak@gchd.us; Grijalva, Nancy (DHHS); Thelen, Mary Beth (DEQ); Doyle, Maureen (Treasury)
Subject: Re: FWICC Policy Subcommittee

I would defer to Miguel DelToral for background on the initial LCR, revisions, and implementation.

Interagency protocols;

Start with a commitment to protect the health and safety of people and the environment being primary when developing programs and policies .

Then allowing meaningful opportunities for participation (voice)

to be heard in a neutral forum where people are treated with dignity and respect

That benefits and liabilities from decisions will be shared equitably by all parties concerned . That the authorities are trustworthy (seeTyler 2000:121)

Recognition that adherence to procedure is only one aspect of fairness.

Where there is overlap in responsibility or management of potential outcomes - good or bad , those agencies must submit written opinions for evaluation by the governor's cabinet and published online in a format accessible to the public before a final decision is made.Additionally , there must be a monitoring plan that will published in the same manner.

That an independent ombudsman be appointed to assure that these policies are followed.

On Tuesday, February 9, 2016, Zimmer, Mike (LARA) <zimmerm@michigan.gov> wrote:

Good Morning:

I have been asked to chair the FWICC Policy Subcommittee on which you have all been selected to serve.

Our subcommittee has been assigned three general priorities/tasks:

- 1) Interagency Protocols
- 2) Statewide Policy
- 3) Lead and Copper Rule Change Recommendations

Of these, I think the Lead and Copper Rule Change Recommendations is the more straightforward - although certainly not the simplest. Interagency Protocols may prove more multifaceted as it could include protocols between state agencies, between state and local agencies, and between state and federal partners. The last, Statewide Policy, is at this point a holding category that could review implementation of policies requested by other work groups or items of interest to the committee members.

We have been asked to get our finalized list of priorities to Harvey by Thursday morning at 10:00. Given the short time frame and the fact that many of you serve on multiple subcommittees, at this point I am asking that you get back to me by COB tomorrow (Wednesday) indicating whether you agree with my reading of our assignments or would like any changes or modifications. Also, if there are any items on our list that are of particular interest to any of you, please note that.

I will be having my assistant, Diane Burton, reach out to you so that we can set up a telephone conference early next week to discuss scoping out our priorities and assign specific tasks, metrics, and timelines.

I look forward to working with all of you.

Mike

Mike Zimmer, Director

Dept. of Licensing and Regulatory Affairs

611 W. Ottawa Street

Lansing, Michigan 48909

517-241-7124



Schafer, Suzanne K. (Treasury)

From: Koryzno, Edward (Treasury)
Sent: Tuesday, February 09, 2016 6:26 PM
To: Steckelberg, Larry (TREASURY)
Cc: Schafer, Suzanne K. (Treasury); Byrne, Randall (Treasury)
Subject: Re: KWA information

Absolutely.

Sent from my iPhone

On Feb 9, 2016, at 6:22 PM, Steckelberg, Larry (TREASURY) <SteckelbergL@michigan.gov> wrote:

I talked with Tom and he thinks he asked for any background on the analysis concerning the switch to KWA. He thinks there is background material developed that supported the economics of the switch and he wants us to review our records to put our hands on relevant documents. I see the Tucker, Young study in the Flint Timeline binder. We can review that and other relevant documents. Can we make that a priority in the morning?

Larry Steckelberg
Division Administrator
Property Services Division
Michigan Department of Treasury
(517) 241-3733