

To: Wyant, Dan (DEQ); Dennis Muchmore; Roberts, John (GOV)
Cc: Stibitz, Brom (Treasury); Saxton, Thomas (Treasury)
Subject: Fwd: KWA and City of Flint

FYI

Dan, any thoughts re the attached?

We gave dwsd until today to put best offer on table. Flint is to get back to us tmrw. I want to make sure their expected rejection is made in good faith.

Sent from my iPad

Begin forwarded message

From: "Debra Ragland" <dragland@dwscd.org>
To: "ekurtz@cityofflint.com" <ekurtz@cityofflint.com>
Cc: "jwright@co.genesee.mi.us" <jwright@co.genesee.mi.us>, "Dillon, Andy (Treasury)" <DillonA2@michigan.gov>, "James Fausone" <fausone@dwscd.org>, "orrk@detroitmi.gov" <orrk@detroitmi.gov>, "Sue McCormick" <mccormick@dwscd.org>
Subject: KWA and City of Flint

Please see attached on behalf of Sue F. McCormick.

Faxed copy forwarded to Mayor Dayne Walling and Jeff Wright.

Rennaker, Joanne (DEQ)

From: Busch, Stephen (DEQ)
Sent: Tuesday, March 26, 2013 3:58 PM
To: Wyant, Dan (DEQ); Thelen, Mary Beth (DEQ); Sygo, Jim (DEQ)
Cc: Seymour, Veronica (DEQ); Shekter Smith, Liane (DEQ)
Subject: RE: Flint Draft Response

I will provide additional follow up by tomorrow (Wed.) afternoon to my previous email below based on our discussion and the conference call with Andy Dillon earlier today.

Stephen Busch, P.E.
 Lansing and Jackson District Supervisor
 Office of Drinking Water and Municipal Assistance
 MDEQ
 517-643-2314

From: Busch, Stephen (DEQ)
Sent: Tuesday, March 26, 2013 12:37 PM
To: Wyant, Dan (DEQ); Thelen, Mary Beth (DEQ); Sygo, Jim (DEQ)
Cc: Willard, Veronica (DEQ); Shekter Smith, Liane (DEQ)
Subject: Flint Draft Response

Director Wyant,

In preparation for our call today with Treasurer Dillon's office, ODWMA has developed the following for consideration. We can provide any additional info you require during the meeting.

ODWMA has reviewed the materials developed by the consultant Tucker, Young, Jackson, Tull, Inc. (TYJT) for Treasury regarding the City of Flint and potential alternatives for public water supply. Based on our reviews, we have developed the following comments to this point in our analysis:

1. The TYJT report does not contain the full scope of the Karegnondi Water Authority (KWA) raw water supply system. TYJT concerns over raw water supply redundancy and reliability are addressed to the satisfaction of ODWMA under the full KWA proposal. Please note some portions of the overall project are being financed independently by the Genesee County Drain Commission.
2. There are significant differences in contract language between KWA and Detroit Water and Sewerage Department (DWSD) with respect to the contracted maximum day demand capacity.
 - a. Under a KWA contract, a "maximum day" capacity of 18 million gallons per day (MGD) would fully satisfy current demands of the City of Flint, without the need to supplement raw water capacity using the Flint River. (18 MGD, average over a 30 day period).
 - b. Under a DWSD model contract, a "maximum day" capacity, even at 18 MGD, would not satisfy the current demands for the City of Flint. (18 MGD, over any 24 hour period).
3. Restrictions in contracted capacity that would prevent the City of Flint from meeting peak demand requirements present potential limits to economic development within the City of Flint, including possible connection bans and water system extension bans. This information was previously conveyed to the City of Flint by ODWMA staff.