
From: Busch, Stephen (DEQ)
Sent: Monday, March 10, 2014 4:08 PM
To: Shekter Smith, Liane (DEQ); Donaldson, Kristina (DEQ)
Subject: RE: DWSD Bankruptcy Call Follow-up

Keep in mind, from my previous discussions with Treasury and the Director, DWSD clumped Flint and the GCDC together (6% total loss). Since GCDC was going KWA regardless of Flint, when we talked with Treasury about Flint pulling out it would have really been only 3-4% revenue loss for DWSD directly related to Flint, since GCDC was a lost cause.

GCDC pop. = 153,000
 Flint pop. = 102,434 (2010 Census)
 Total population = 255,434

From a water use perspective:
 Flint 5 yr. Avg. Day = 13.9 MGD
 GCDC 5 yr. Avg. Day = 13.0 MGD
 Total = 26.9 MGD

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From: Shekter Smith, Liane (DEQ)
Sent: Monday, March 10, 2014 3:38 PM
To: Donaldson, Kristina (DEQ)
Cc: Busch, Stephen (DEQ)
Subject: FW: DWSD Bankruptcy Call Follow-up

Kris – I think that the budget information for DWSD is perfect.

And we can use the press release as a basis for the 6% number. I think it might be useful to compare the number of people served by Flint to the number of people served by the entire DWSD system in order to check whether the 6% number is scaled appropriately based on population. Do you know how many people are served by Flint and the number for all of DWSD?

I've cc'd Steve Busch in case he has ready access to the Flint numbers.

From: Donaldson, Kristina (DEQ)
Sent: Monday, March 10, 2014 3:14 PM
To: Shekter Smith, Liane (DEQ)
Subject: DWSD Bankruptcy Call Follow-up

Did you want me to look into the follow-up items from the call? If I heard right, the items were:

- operation costs
- financial impact from the loss of Flint?

I found a summary of the FY2014/2015 Financial Plan (attached) that might be helpful. The impact due to the loss of Flint is a little harder to quantify. I have heard that the loss of Flint as a customer will result in a \$22 *Million* revenue loss (or *6 percent* of total DWSD water revenue). That statement is noted in the attached press release. Let me know if you need anything else.