

Stanton, Terry A. (Treasury)

From: Stanton, Terry A. (Treasury)
Sent: Tuesday, April 16, 2013 1:39 PM
To: 'Pardo, Steven'
Subject: RE: KWA question
Attachments: Flint - KWA Approval (2).pdf

As noted in the letter sent to the city last week (see attached), the approval is effective at 5p on 4-16-13, after receiving written notice from the city...

From: Pardo, Steven [mailto:SPardo@detroitnews.com]
Sent: Tuesday, April 16, 2013 1:32 PM
To: Stanton, Terry A. (Treasury)
Subject: KWA question

Is the final approval for Flint to join the KWA scheduled to take place this week? You gave "tentative" approval last week. Is that the correct way to word it?

Thanks.

Steve Pardo
Reporter
The Detroit News
(313) 222-2112
cell: [REDACTED]

You can now find us at <http://detroitnews.com>, the home of Michigan's latest breaking news, sports, business, features and commentary. Our email addresses have changed, as well. Please update my email address in your contacts to reflect the @detroitnews.com.

Lamphier, Wendy (Treasury)

From: Dillon, Andy (Treasury)
Sent: Tuesday, April 16, 2013 5:19 PM
To: ken.buckfire@millerbuckfire.com; Orr, Kevyn (Treasury)
Cc: Headen, Frederick (Treasury); Stibitz, Brom (Treasury); Saxton, Thomas (Treasury)
Subject: Fwd: DWSD Rates

Follow Up Flag: Follow up
Flag Status: Flagged

Ken,

I thought this would be helpful for Jones Day. Didn't know who to send it to on their end. Can you forward?

Thanks.

Andy

Sent from my iPad

Begin forwarded message:

From: "Headen, Frederick (Treasury)" <HeadenF@michigan.gov>
Date: April 16, 2013, 4:38:12 PM EDT
To: "Dillon, Andy (Treasury)" <DillonA2@michigan.gov>, "Stibitz, Brom (Treasury)" <StibitzB@michigan.gov>, "Saxton, Thomas (Treasury)" <SaxtonT@michigan.gov>
Subject: DWSD Rates

Andy;

The rate setting process used by the Detroit Water and Sewer Department (DWSD) is as follows:

- (1) DWSD has a series of internal meetings with the other governmental units to which it supplies water. These meetings are not required, but have become customary. This series of meetings occur on an annual basis.
- (2) Based upon these meetings, DWSD recommends proposed water rates for the ensuing year (July 1 to June 30) to the Board of Water Commissioners. In turn, the Board of Water Commissioners recommends proposed water rates to the City Council, which has final approval.
- (3) Rates tend to be based upon factors such as usage, distance, and peak usage levels. If the contract with the City of Flint is characteristic, termination would require one-year's advance notice for a governmental unit to leave. Since rates are set annually, the departure of any governmental unit would result in rates for the next rate setting cycle being adjusted commensurately among remaining customers.

Valerie Brader, with whom I spoke this morning, was very helpful and provided much of this information.