

- The DWSD proposals discuss a "redundancy credit" to Flint that will result from the blending option by Flint. I do not see this identified in the TYJT information.
- The DWSD proposals make no reference to the 12 or 8 MGD Maximum Day options outlined by TYJT.
- The information provided by TYJT makes no mention of DWSD reserving the right to serve existing customers on the 72" pipeline, if purchased). Nor is there a mention of the wheeling charge (paid to Flint) in the TYJT information.
- DWSD estimates Flint would not begin utilizing a blending option until 2018. Until then, it is assumed that DWSD would provide 100% of water to Flint. This is not referenced in the TYJT information.

This is my first analysis. If you wish additional analysis to be done, please let me know.

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From: Stibitz, Brom (Treasury)
Sent: Thursday, December 27, 2012 12:14 PM
To: Fraser, Roger (Treasury); Koryzno, Edward (Treasury)
Cc: Dillon, Andy (Treasury)
Subject: DWSD Proposal for Flint

This came in the mail from DWSD on the Friday before Christmas. I have not reviewed it to know whether the proposals it contains match up to those presented by TYJT last week.

Koryzno, Edward (Treasury)

From: Koryzno, Edward (Treasury)
Sent: Friday, January 04, 2013 4:41 PM
To: Cline, Richard (Treasury); Fraser, Roger (Treasury)
Cc: Byrne, Randall (TREASURY)
Subject: RE: Questions Regarding the City of Flint's Decision about KWA vs. DWSD

See Comments below



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Thank you

From: Cline, Richard (Treasury)
Sent: Friday, January 04, 2013 2:28 PM
To: Koryzno, Edward (Treasury); Fraser, Roger (Treasury)
Cc: Byrne, Randall (TREASURY)
Subject: Questions Regarding the City of Flint's Decision about KWA vs. DWSD
Importance: High

Ed/Roger,

Per your request, here are some questions regarding the proposals by both KWA and DWSD that our review of the information provided in the preliminary report from TYJT has raised. I believe it beneficial for the EFM team in Flint to review these questions prior to our January 10 meeting. We are also trying to organize an internal meeting on Monday to discuss this entire issue before we meeting with Flint.

- What is the current rate Flint is paying to DWSD for water? How many MGD is Flint currently purchasing? What is the current cost for water that Flint is currently paying?
- Is there an estimated amount that the Flint water system is currently losing? How is this loss impacting current or future purchases from either DWSD or KWA? My recollection from our meeting with Flint officials and TYJT, the estimated loss is 25%
- Is there a plan to address water loss? Is there a projected cost for these repairs? From the same meeting I recall Flint officials stating that they have replaced 3,000+ of a total 4,000+ water meters.
- What is the City's current repair/maintenance budget for the water system?