

Lamphier, Wendy (Treasury)

From: Dillon, Andy (Treasury)
Sent: Friday, March 29, 2013 9:43 AM
To: Muchmore, Dennis (GOV)
Subject: Re: KWA

Follow Up Flag: Follow up
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Do want to discuss before noon?

Sent from my iPad

On Mar 29, 2013, at 9:39 AM, "Muchmore, Dennis (GOV)" <muchmored@michigan.gov> wrote:

> Wow, what happened? I thought we were going the other way.

>

> On Mar 28, 2013, at 6:17 PM, "Dillon, Andy (Treasury)" <DillonA2@michigan.gov> wrote:

>

>> Governor, based upon today's presentations to the DEQ by the City of Flint, KWA and the engineering firm (Tucker Young) Treasury hired to vet the options as to whether Flint should stay with DWSD or join KWA, I am recommending we support the City of Flint's decision to join KWA. The City's EM, Mayor and City Council all support this decision. Dan Wyant likewise concurs and will confirm via email.

>>

>> We have a briefing call tomorrow morning with Dennis and John to provide more background as to why we reached this conclusion. Flint's EM wants to sign the resolution asap as the project is moving forward with or without them and their participation affects the design and the construction season is upon them.

>>

>> I assume DWSD will make a last ditch effort to save the customer but I will not advise them of my recommendation until we brief Dennis and John.

>>

>> Regards,

>>

>> Andy

>>

>>

>> Sent from my iPad

Stanton, Terry A. (Treasury)

From: Stanton, Terry A. (Treasury)
Sent: Friday, March 29, 2013 1:14 PM
To: Stibitz, Brom (Treasury); Dillon, Andy (Treasury)
Cc: Hichez, Amy (Treasury)
Subject: FW: Flint Water System Update

fyi

From: Buhs, Caleb (GOV)
Sent: Friday, March 29, 2013 1:12 PM
To: Wurfel, Brad (DEQ); Stanton, Terry A. (Treasury)
Cc: Wurfel, Sara (GOV); Silfven, Ken (GOV); Weiss, Kurt (GOV)
Subject: Flint Water System Update

After speaking with Andy, Dan, Dennis and John, we have a plan for the next steps in Flint's request to participate in the KWA with Genesee County. Here is what we can confirm publicly, although unless it's a permitting question, we should have Treasury (Terry or I) answer any inquiries.

Ed Kurtz will submit a resolution to join the Karegnondi Water Authority (KWA) to the Treasurer, likely today. Once I receive word that we have officially received, we can confirm that we have it and the Treasurer will thoroughly review the resolution and perform due diligence before making a decision. Under PA 436, the State Treasurer must approve contracts over \$50,000 that were not competitively bid.

No date has been set for the Treasurer to complete his review, but, he is fully aware of the tight timelines necessary to get approvals for the upcoming construction season, and will conduct his review accordingly.

That is all we can confirm publicly through next week. Just so you are aware, **and not for public consumption**, a call was placed to DWSD to let them know that Ed Kurtz was submitting his request and that if they have a final best offer that they should submit it very soon. This may prompt them to go to the media, or not, but be prepared if you get a call from that angle.

We need to develop some talking points for the following week, when Andy makes his determination. I will try to put together a draft by the end of the day and send it around for review. If anyone has anything they would like me to add, feel free to send it my way.

Let me know if you have any questions.

-Caleb