

Koryzno, Edward (Treasury)

From: Koryzno, Edward (Treasury)
Sent: Thursday, November 14, 2013 4:21 PM
To: Gerald Ambrose
Cc: Darnell Earley; Dempkowski, Angela (Treasury) (DempkowskiA@michigan.gov)
Subject: RE: Engineering Services and Water Treatment Plant Equipment

Hi Jerry,

We are aware of your deadline and will every effort to expedite this request.

Ed



Edward B. Koryzno, Jr. | Administrator - Office of Fiscal Responsibility
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Thank you

From: Gerald Ambrose [mailto:gambrose@cityofflint.com]
Sent: Thursday, November 14, 2013 2:43 PM
To: Koryzno, Edward (Treasury)
Cc: Darnell Earley
Subject: Engineering Services and Water Treatment Plant Equipment

Hello Ed,

Per our conversation Wednesday, today we submitted for Treasury approval 1) authorization to utilize LAN for engineering services related to upgrading the Water Treatment Plant, and 2) authorization to issue purchase orders for electrical distribution and other equipment equipment related to the upgrade.

Because of the time necessary for construction, delivery, and installation of the equipment, it is critical that we issue purchase orders as quickly as possible. Friday November 15 will assure delivery within the needed time frames.

Anything you can do to expedite the approval of these resolutions will be greatly appreciated.

Thanks and please contact me if you have any questions.

Jerry



STATE OF MICHIGAN
DEPARTMENT OF TREASURY

RICK SNYDER
GOVERNOR

R. KEVIN CLINTON
STATE TREASURER

DATE: November 15, 2013
TO: Suzanne Schafer, Administrator
FROM: Angelica Zahrt, Auditor
SUBJECT: MEMO for the City of Flint

- In 2013, transfers in the amount of \$4,077,998 were made.
- * • Two of the transfers were made from the Sewer and Water Funds, which is concerning since in 2012 the Water Fund had a deficit, and the City is projecting a deficit in the Sewer Fund for 2013. Why is the City making transfers out of funds with deficits?
- * • Two of the transfers were from the ^{Admin fee for employees housed in GF} Employee Health Care and the Voluntary Employee Beneficiary Association Funds. These funds typically do not allow for transfers to be made, their purpose is specific. Can the City provide an explanation for why these two funds made transfers to the General Fund? And if the transfers are allowed? VEBA
xfr in, then
out
- * • The Public Improvement Fund in 2012 reduced its fund balance by 1.2 million, and now the City would like to use this Fund for debt service payments from the General Fund to Water and Sewer. How is this fund going to sustain with debt service of \$835,000 from the General Fund and roughly \$800,000 from the General Government?
- NO • Can the City clarify if the Water & Sewer loan (\$10.8 million) referenced in Attachment #1 has already been "loaned" or if this is on top of the 2012 Advances of \$11 million
- NO • Attachment #1 shows **Budgeted Appropriations Eliminating \$8.1 million for the General Fund**. However if you total the row for the General fund line item- it is actually only \$3.1 million and no detail is given for the budget appropriations. Can we get the City to provide specific details on the \$3.1 million reductions will be from 2015-2017? /
- NO • The submitted DEP letter addressed to Harlan Goodrich states that the remaining deficit of \$3 million will be eliminated over the next 3 years by committing to expenditure reductions or revenue increases- Will the City be supplying us with a projected multi-year budget showing the \$3 million in budget appropriations?
- * • In addition, the City needs to confirm if the remaining deficit is \$3 million or \$3.9 million after the proposed W&S "loan. Several documents say \$3 million and several say \$3.9 million. ~~\$3.1~~