

Byrne, Randall (Treasury)

From: Koryzno, Edward (Treasury)
Sent: Monday, March 16, 2015 2:58 PM
To: Byrne, Randall (Treasury)
Cc: Workman, Wayne (TREASURY); Schafer, Suzanne K. (Treasury); Dempkowski, Angela (Treasury)
Subject: FW: City of Flint Emergency Manager Order [MCPS-ACTIVE.FID982479]

Randy,

You my contact Jerry and inform him that Treasury agrees that he is not required to have City Council approval to restructure the bonds. However, State Treasurer approval is required per Section 12(1)(x).

Because the bonds will be restructured through the MFA, Jerry will be working with John Barton and LAFD approval will not be required.

Ed



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Thank you

From: Headen, Frederick (Treasury)
Sent: Monday, March 16, 2015 2:28 PM
To: Koryzno, Edward (Treasury); Barton, John (Treasury); Workman, Wayne (TREASURY)
Cc: Cline, Richard (Treasury); Byrne, Randall (Treasury)
Subject: RE: City of Flint Emergency Manager Order [MCPS-ACTIVE.FID982479]

Ed:

I spoke with Pete Bade, who forwarded a copy of the proposed EM order. As John indicated, reliance is being placed upon § 12(1)(x) of the Act. State Treasurer approval would be required, but due to § 12(1)(x), not due to any dollar value.

Fred

From: Koryzno, Edward (Treasury)
Sent: Monday, March 16, 2015 1:55 PM

To: Headen, Frederick (Treasury); Barton, John (Treasury); Workman, Wayne (TREASURY)
Cc: Cline, Richard (Treasury); Byrne, Randall (Treasury)
Subject: RE: City of Flint Emergency Manager Order [MCPS-ACTIVE.FID982479]

Fred,

OFR staff believes that the restructuring of the debt would not need City Council approval. However, because the amount is over \$50K we believe it would require the Treasurer's approval. Do you agree?

Ed



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Thank you

From: Headen, Frederick (Treasury)
Sent: Monday, March 16, 2015 1:22 PM
To: Barton, John (Treasury); Koryzno, Edward (Treasury); Workman, Wayne (TREASURY)
Cc: Cline, Richard (Treasury); Byrne, Randall (Treasury)
Subject: RE: City of Flint Emergency Manager Order [MCPS-ACTIVE.FID982479]

So, no new borrowing or issuance of debt is to occur? This is merely a restructuring of terms, such as a change in the maturity date?

From: Barton, John (Treasury)
Sent: Monday, March 16, 2015 12:59 PM
To: Koryzno, Edward (Treasury); Workman, Wayne (TREASURY); Headen, Frederick (Treasury)
Cc: Cline, Richard (Treasury); Byrne, Randall (Treasury)
Subject: RE: City of Flint Emergency Manager Order [MCPS-ACTIVE.FID982479]

I believe the provision referenced is 12(1)(x) of PA 436: Enter into agreements with creditors or other persons or entities to restructure debt on terms, at rates of interest, and with security as shall be agreed among the parties, subject to approval by the state treasurer.

From what I understand from Harold and Bill, the modification of the DWRF loans would not require City Council approval as it is simply a restructuring with the MFA.

Thanks
John