

**Goodrich, Harlan G. (Treasury)**

---

**From:** Frank, Steven M. <Frank@MillerCanfield.com>  
**Sent:** Tuesday, October 06, 2015 10:52 PM  
**To:** Goodrich, Harlan G. (Treasury)  
**Subject:** Karegnondi Water Authority - Request to Amend State Treasurer's Approval to Issue Long-Term Securities  
**Attachments:** 2014B Treasury Approval(21976666\_1).PDF; Presale KWA 2015 at Max Par.pdf

Harlan,

Thank you for your voicemail last week regarding the Karegnondi Water Authority (Genesee County). As I mentioned in my voicemail, the Karegnondi Water Authority received State Treasurer's Approval to Issue Long-Term Securities for two separate series of bonds for the same project (the Karegnondi Water Pipeline) in February of 2014. The first series of bonds was issued in April of 2014 in the principal amount of \$220,500,000. The second series of bonds, which is the subject of the attached State Treasurer's Approval, was not issued in late 2014 as originally anticipated. It is now expected that the second series of bonds, which is necessary to complete the project, will be issued in the fourth quarter of calendar year 2015. Accordingly, on behalf of the Karegnondi Water Authority, we are requesting that the attached State Treasurer's Approval be amended to accomplish the following:

1. Change the title of the bond issue to reflect the year in which the bonds will be issued. The new title of the bond issue will be "Water Supply System Bonds (Karegnondi Water Pipeline), Series 2015."
2. Extend the maximum final maturity date by one year due to the change in the expected issue date of the bonds. The final maturity date of the bond issue is now expected to be November 1, 2045. I have attached an updated debt service schedule, which includes actual debt service requirements on the first series of bonds and estimated annual debt service requirements on the second series of bonds to be issued in 2015.

Please let me know if you have any questions or if you need any additional information. Thank you very much for your assistance with this request.

Best regards,

Steve

---

Steven M. Frank  
Miller Canfield  
150 West Jefferson, Suite 2500  
Detroit, Michigan 48226 (USA)  
T +1.313.496.7503 | F +1.313.496.8451  
frank@millercanfield.com

---



RICK SNYDER  
GOVERNOR

STATE OF MICHIGAN  
DEPARTMENT OF TREASURY  
LANSING

R. KEVIN CLINTON  
STATE TREASURER

February 28, 2014

APPROVAL  
Municipality Code: 25-7-552  
Application ID No: 1305

Jeff Wright, CEO  
Karegnondi Water Authority  
G-4610 Beecher Road  
Flint, MI 48502

Dear Chief Administrative Officer:

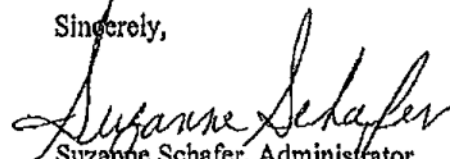
Thank you for submitting to the Department of Treasury an Application for the State Treasurer's Approval to Issue Long-Term Securities under Section 303(7) of Public Act 34 of 2001, for the purpose of acquiring, constructing and equipping a water system to provide raw untreated water to the Local Units, together with all and necessary appurtenances and attachments thereto.

Based upon the information provided, the Department of Treasury has determined that the Authority has indicated the authority to issue the municipal security requested; projected the ability to repay the municipal security when due; and, adequately addressed any non-compliance with Section 303(3) of Act 34.

This approval is for the Water Supply System Bonds (Karegnondi Water Pipeline), Series 2014 B, in an amount not to exceed \$79,500,000, which mature by no later than November 1, 2044. In approving this application, the Department has relied upon information supplied by the municipality which would indicate the probable revenues pledged for the payment of the municipal security will be sufficient to pay the principal thereof and interest thereon when due. No person may rely on the issuance of this approval as evidence that the Department has undertaken any due diligence with regard to that information. No material changes, amendments, or addenda may be made to the information provided without further approval of the Department.

Within 15 business days after the issuance of a municipal security, you will need to file with the Department the enclosed Security Report and the documents required in Section 319, Public Act 34 of 2001. Please mail them to the Local Audit and Finance Division at P.O. Box 30728, Lansing, Michigan 48909-8228. If you have any questions, contact the Division at (517) 373-0660.

Sincerely,

  
Suzanne Schafer, Administrator  
Local Audit and Finance Division

Enclosure

c: David P. Massaron – Miller, Canfield, Paddock and Stone, P.L.C.  
Paul R. Stauder – Stauder, Barch & Associates, Inc.