Schafer, Suzanne K. (Treasury)

From: Cline, Richard (Treasury)
Sent: Wednesday, October 28, 2015 12:21 PM
To: Schafer, Suzanne K. (Treasury)
Subject: FW: Water and Sewer Cash and Fund Balances Information
Attachments: FY16 First Quarter Budget Amendment Transmittal Memo.PDF; City of Flint Cash and Investment Summary 9-30-2015.pdf; City of Flint Budget to Actual Report 9-30-2015.pdf; Jody's Cash Flow FY16 Hayman.xls; Daily Receipt Summary.xlsx

FYI.

I thought you would want to look at this.

It has not yet been sent out of the Division. If you want me to move this to Wayne and/or Ed, please let me know.

Eric Cline | Department Manager | State of Michigan
Michigan Department of Treasury | Local Government Financial Services Division | Fiscal Responsibility Section
430 W. Allegan Street, 3rd Floor | Lansing, MI 48922
Lansing Office (517) 335-2078 | Cell Phone (517) 243-8450 | Traverse City Office (231) 922-5228
E-mail cliner1@michigan.gov

From: Natasha Henderson [mailto:nhenderson@cityofflint.com]
Sent: Wednesday, October 28, 2015 9:25 AM
To: Headen, Frederick (Treasury) <HeadenF@michigan.gov>; Cline, Richard (Treasury) <cliner1@michigan.gov>; Byrne, Randall (Treasury) <ByrneR1@michigan.gov>
Subject: Fwd: Water and Sewer Cash and Fund Balances Information

Thanks,

Natasha L. Henderson, City Administrator
City of Flint, Michigan
@Samsung Galaxy Note 4

---------- Forwarded message ----------
From: "Jody Lundquist" <jlundquist@cityofflint.com>
Date: Oct 23, 2015 4:59 PM
Subject: Water and Sewer Cash and Fund Balances Information
To: "Natasha Henderson" <nhenderson@cityofflint.com>
Cc: "Dawn Steele" <dsteele@cityofflint.com>

Ms. Henderson:

In response to your request for additional information regarding the City's cash and fund balance positions in its Sewer and Water Funds, I have attached the 9/30/2015 RTAB Reports which include the City's cash balances and Budget to Actual Revenues and Expenditures. The 9/30 Report includes fund balance information with a comparison to the requirement as set forth by City Ordinance.

As of October 21, 2015 the City's Water and Sewer Fund Cash accounts were as follows:

Sewer Fund	29,770,766
Water Fund	18,953,346
Transfer to DWSD	(10,000,000)
Reimbursement from Treasury	2,000,000
Total Water Fund	10,953,346
Total Sewer/Water Funds	**40,724,111**

Please keep in mind that total cash balance does not reflect restricted amounts. For this purpose, I have included a summary of unrestricted fund balance information. The FY2016 budget information in the RTAB report only reflects budget amendments approved by both Council and RTAB through 9/30. It does not reflect the amendments passed in October. The unrestricted fund balance information below illustrates the impact of those amendments. The City has historically reviewed the financial position of the Water and Sewer Funds together as a Utility Services System. For instance, the budget adopted by EM Ambrose projected an operating deficit for FY16 in the Sewer Fund of $1,091,873 and an operating surplus in the Water Fund of $1,065,715.

FY2016 Beginning Sewer Unrestricted Fund Balance*	15,866,408
Drawings Approved by Budget Amendment	(2,883,373)
FY2016 Projected Ending Unrestricted Fund Balance	12,983,035
FY2016 Beginning Water Unrestricted Fund Balance*	5,789,448
Drawings Approved by Budget Amendment	(7,287,125)
DWSD Budget Amendment	(2,000,000)
FY2016 Projected Ending Unrestricted Fund Balance	(3,497,677)
Total COMBINED FY2016 Projected Ending Unresticted Fund Balance	**9,485,358**

I believe that you had intended to provide the Memo regarding the first quarter budget amendments to RTAB with the RTAB packet for November. For ease of reference, if you would like to provide it to them to support the "Drawings Approved by Budget Amendment" as referenced above, I have attached it to this message.

A comprehensive 12-month cash flow that will more clearly outline the timing of revenue and expenditure items is under development. In the interim, I have attached the cash flow provided by the Treasury department on a monthly basis. As of today, Utility collections are down $3,318,835 for the period August 10-October 20 compared to the same time last year. Foot traffic and online activity is down by approximately 138 transactions per day. This continues to be monitored closely.

In an effort to enforce collections and bolster cash flow, the City will be resuming shut off notices. We currently anticipate first mailings to occur at the end of October/beginning of November.