

## Byrne, Randall (Treasury)

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**From:** Cline, Richard (Treasury)  
**Sent:** Monday, September 28, 2015 2:22 PM  
**To:** Byrne, Randall (Treasury)  
**Subject:** Updated: KWA & Water Quality Chronology Memo  
**Attachments:** KWA & Water Quality Chronology Memo.09-28-15.docx

**Importance:** High

Randy,

Here is an updated copy of the memo.

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Randy,

Attached is a chronology compiled from our records from the first noted events regarding Flint's decision to switch to KWA.

The chronology ends in April 2014, when the City began using the Flint River as a water source.

If additional information is needed, let me know.

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RICK SNYDER  
GOVERNOR

STATE OF MICHIGAN  
DEPARTMENT OF TREASURY  
LANSING

NICK A. KHOURI  
STATE TREASURER

**DATE:** September 28, 2015  
**TO:** Wayne Workman, Deputy State Treasurer  
**FROM:** Eric Cline, Department Manager; Fiscal Responsibility Section  
**SUBJECT:** Flint KWA Timeline

**October 31, 2012** – Analysis by the Flint Finance Director suggests that the annual cost to purchase water from DWSD will steadily increase to \$23M per year by fiscal year 2020.

**November 2012** – Treasury retains Tucker, Young, Jackson and Tull (TYJT) to evaluate the KWA proposal to the City of Flint.

**February 2013** – TYJT issues a final report to Treasury on the comparison between KWA and DWSD. Analysis suggests that the KWA option is the cheaper option for the City of Flint.

**March 2013** – DWSD contacts the City of Flint to begin direct negotiations on a contract extension. Multiple offers are provided to the Flint Emergency Manager (EM) Ed Kurtz.

**March 26, 2013** – The Flint City Council endorses joining KWA.

**April 12, 2013** – KWA issues a press release stating that the State Treasurer has endorsed the City of Flint joining KWA.

**April 15, 2013** – DWSD provides a final offer to the City of Flint. Analyses by Flint EM Ed Kurtz, the Department of Environmental Quality and Treasury's Office of Fiscal Responsibility independently conclude that the KWA option is cheaper for the City of Flint.

**April 16, 2013** – The Flint EM informs the State Treasurer that the City will join KWA. This decision was officially announced May 1, 2013.

**April 17, 2013** – DWSD transmits a letter to Flint EM Ed Kurtz terminating service to the City of Flint, effective April 17, 2014.

**June 28, 2013** – Financing Contract between the City of Flint and KWA is approved. Effective September 1, 2013. This document was signed by EM Mike Brown.