

On Thu, Jan 14, 2016 at 4:49 PM, Ryan Felton <[REDACTED]@gmail.com> wrote:

Thanks, Terry.

And is there a known date as to when negotiations fell through? As far as I can tell, in late July, it was still reported that negotiations were ongoing.

On Thu, Jan 14, 2016 at 4:47 PM, Stanton, Terry A. (Treasury)

<StantonT@michigan.gov> wrote:

Ryan...

It's my understanding the EM at the time, Ed Kurtz and city public works staff handled negotiations.

Neither treasury nor the governor's office was at the table. Both were aware of the negotiations.

Terry

On Jan 14, 2016, at 4:29 PM, Ryan Felton <[REDACTED]@gmail.com> wrote:

Hi Terry,

I spoke with David Murray and he said this is a question that would be best suited for you. I'm on a tight deadline, so I'd be truly grateful for a response at your earliest convenience.

Per the Auditor General's report on Flint - after it says that DWSD sent a one-year notice that it would terminate its agreement to provide water service on April 17, 2014:

"According to DEQ management, the Flint WTP attempted to negotiate with the DWSD to maintain it as the City of Flint water supplier; however, **after negotiations were unsuccessful, the City of Flint notified DEQ through a permit request of its intent to operate the Flint WTP full time using the Flint River.** Although the Flint City Council voted in March 2013 in support of moving to the KWA pipeline, the vote was silent on the use of the Flint River as a temporary drinking water source."

So, my questions are:

1. Since City Council did not vote on the use of the Flint River as a temporary drinking water source, **who handled the negotiations with DWSD on behalf of Flint** that were eventually "unsuccessful," as it's described in the auditor general's letter.
2. Was the governor's office involved in those negotiations? Was the governor involved?

Let me be clear: I understand that, after negotiations fell through, it was decided to use the backup water supply.

I appreciate your time and look forward to your response.

Best,

Workman, Wayne (TREASURY)

From: Workman, Wayne (TREASURY)
Sent: Thursday, January 14, 2016 10:28 PM
To: Baird, Richard (GOV)
Subject: Fwd: Water and General Fund financial information needed

This is the email. The emergency loan requirements are not urgent. Focus is truly on water. Thanks, Wayne

Sent from my iPhone

Begin forwarded message:

From: Natasha Henderson <nhenderson@cityofflint.com>
Date: January 13, 2016 at 4:19:55 PM EST
To: "Workman, Wayne (TREASURY)" <WorkmanW@michigan.gov>, Jody Lundquist <jlundquist@cityofflint.com>
Cc: Karen Weaver <kweaver@cityofflint.com>, "Saxton, Thomas (Treasury)" <saxtont@michigan.gov>, "Byrne, Randall (Treasury)" <ByrneR1@michigan.gov>, "Schafer, Suzanne K. (Treasury)" <SchaferS7@michigan.gov>
Subject: Re: Water and General Fund financial information needed

Good afternoon, Mr. Workman.

Thank you for sharing this detailed information request with me. I will ensure that City staff begin working on this immediately. This information will take some time to prepare, however I am confident that City staff is fully capable of responding to your request in its entirety. We appreciate your offer of assistance. Although I believe that it will be unnecessary at this time, we will be sure to inform you should additional support be necessary in the future.

Thanks,

Natasha L. Henderson, City Administrator
1101 S. Saginaw St.
Flint, MI
Email: nhenderson@cityofflint.com
Phone: (810) 237-2057
www.cityofflint.com

Mayor Weaver,

This is to confirm our discussion on January 12, 2016 regarding the financial information Treasury needs for the City of Flint. Please submit the following:

1. Monthly cash flow reports (for both General Fund and the Water/Sewer Fund) for the period of 7/1/2015 thru 6/30/16. The report should show the actual cash flow for the months already past and the projected cash flow for the remainder of the city's fiscal year. It should show the ending cash balance assuming that the Shearer decision is upheld and a second balance assuming the Shearer decision is reversed.