

Workman, Wayne (TREASURY)

From: Jody Lundquist <jlundquist@cityofflint.com>
Sent: Sunday, January 17, 2016 8:30 PM
To: Natasha Henderson
Cc: Karen Weaver; Baird, Richard (GOV); Workman, Wayne (TREASURY); Hollins, Harvey (GOV)
Subject: Re: Confirming our Discussion tonight

Good evening, Ms. Henderson.

In response to the email from the State regarding Yeo & Yeo's cost, availability and timeline, I reached out to Jamie Rivette. I provided her with exactly the same description of the cash flow report included in the email from Mr. Workman last week.

She provided the following response:

"Our estimated cost for performing monthly cash flow reports for both General Fund and the Water/Sewer Fund for the period of 7/1/2015 thru 6/30/16 (to include the information you specified below) would be billed at our standard hourly rates. I would expect this to take approximately 60 hours and cost around \$15,000.

Dave and I would be available to start this project next week Thursday."

My original timeline of two weeks was consistent with that confirmed by Yeo & Yeo. I am happy to prepare the cash flow reports as I had intended and can make this a priority for completion by week's end now that I understand the priority and urgency placed on this item by the State. Should the State so desire to completely offset the cost of outsourcing the production of this report, I am happy to engage Yeo & Yeo, however it will cost more, take longer and require nearly the same amount of time and effort by City staff in order to provide them with the requisite information and assumptions.

Please let me know how you would like to proceed.

Best regards,

Jody N. Lundquist
Chief Financial Officer

City of Flint
1101 S. Saginaw Street, 2nd Floor
Flint, MI 48502
jlundquist@cityofflint.com
(810) 237-2441

On Fri, Jan 15, 2016 at 10:08 AM, Natasha Henderson <nhenderson@cityofflint.com> wrote:

Thanks,

Natasha L. Henderson, City Administrator
City of Flint, Michigan
1101 S. Saginaw St.
Flint, MI 48502
Email: nhenderson@cityofflint.com
Phone: (810) 237-2057
www.cityofflint.com

----- Forwarded message -----

From: **Karen Weaver** <weaverkaren@>
Date: Fri, Jan 15, 2016 at 10:00 AM
Subject: Fwd: Confirming our Discussion tonight
To: nhenderson@cityofflint.com

Sent from my iPhone

Begin forwarded message:

From: "Baird, Richard (GOV)" <bairdr@michigan.gov>
Date: January 14, 2016 at 11:08:29 PM EST
To: "weaverkaren@" <weaverkaren@>
Cc: "Workman, Wayne (TREASURY)" <WorkmanW@michigan.gov>, "Hollins, Harvey (GOV)" <hollinsh@michigan.gov>
Subject: **Confirming our Discussion tonight**

Mayor Weaver:

It was good talking with you today. Confirming our discussion, MI Treasury will pay for the costs of having the City's auditors come in and secure the information requested in the memo below.

We were advised that the information could not be provided prior to February 1. I see this as a half day or day effort with the right resources. The people of Flint have been paying for or been billed for water they couldn't use and this information will help in our efforts to provide potential relief in the future and perhaps in the past as well.

But we need to determine what that looks like operationally and financially. If we are successful in securing funding, it would be our hope you could advise the people of Flint of