

RICK SNYDER GOVERNOR

February 7, 2017

BRIAN CALLEY LT. GOVERNOR

Mr. David Sabuda, Chief Financial Officer City of Flint

Dear David,

As you are aware, the results from the latest round of testing of Flint's water completed a full 6-month cycle and the outcomes reflect results below the federal action level for the Lead and Copper Rule (LCR). The 6-month LCR testing results showed 12 ppb. In addition, the latest round (November 2016) of testing from extended sentinel sites in Flint demonstrated that Flint's water had a 90th percentile value of 8 ppb.

Due to these new levels being achieved, the payment of water credits on Flint's active water customer accounts which have covered water usage since April, 2014 will continue for water used through the end of February. Also, funding for the source water from the Great Lakes Water Authority (GLWA) which has been covered by the State since October, 2015 will continue through the end of February. No water credits should be applied to meter readings conducted after February 28th. This date recognizes that those customers billed in cycles 1105-1236 were the first readings to receive the credits and therefore should be the first to have the credits discontinued. Please advise water customers accordingly.

Please note the following:

- The city will need to continue its efforts to remain in compliance with the LCR, and the state remains committed to Flint as it relates to removing all the lead service lines, providing filters, replacement cartridges, and continuing education and outreach to the residents of Flint.
- There is no change at present regarding availability or delivery of bottled water.
- Due to the ongoing lead service line replacement projects this year, filters and filter cartridges will remain available. Further, filters and cartridges will remain available for residents during the estimated three years it will take to remove the remaining lead and galvanized iron service lines.

Although we have had several conversations regarding the circumstances under which these subsidies would end, I wanted to formally advise the City of Flint with this correspondence. We will continue to work closely with you to address other areas of support and also the GLWA credit that is currently on record for the State.

Please call me if you have any questions.

Richard Baird, Senior Advisor Office of the Governor

Cc: Mayor Karen Weaver

Heidi Grether Keith Creagh Scott Hiipakka Larry Steckelberg

Sincerely