



GRETCHEN WHITMER  
GOVERNOR

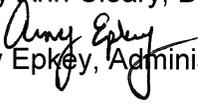
STATE OF MICHIGAN  
DEPARTMENT OF ENVIRONMENTAL QUALITY  
LANSING



LIESL EICHLER CLARK  
DIRECTOR

VIA E-MAIL

TO: Senator Mike Shirkey, Senate Majority Leader  
Senator Jim Ananich, Senate Minority Leader  
Representative Lee Chatfield, Speaker of the House  
Representative Christine Greig, House Minority Leader  
Chris Harkins, Director, Senate Fiscal Agency  
Mary Ann Cleary, Director, House Fiscal Agency

FROM:  Amy Epkey, Administration Deputy Director

DATE: March 7, 2019

SUBJECT: Report on Water Infrastructure Improvements for the Nation Act – City of Flint  
Legislative Report

In accordance with Section 302 of Part 2, Provisions Concerning Appropriations, 2017 PA 33, attached is the Department of Environmental Quality's (DEQ) report on Water Infrastructure Improvements for the Nation Act.

If you need further information, please contact Kelly Green, Infrastructure Coordinator, Administration Division, at 517-284-5409; or you may contact me at 517-284-5002.

cc/att: Chris Kolb, Director, State Budget Office  
Greg Bird, Legislative Director, Governor's Office  
Emily Laidlaw, Policy Director, Governor's Office  
Abby Frazier, Senate Fiscal Agency  
Austin Scott, House Fiscal Agency  
Jacques McNeely, State Budget Office  
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David Fiedler, Regulatory Affairs Officer, DEQ  
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Kelly Green, DEQ

**Flint Water Infrastructure Funding  
As of March 1, 2019**

In early 2017 the U.S. Environmental Protection Agency awarded WIIN grant funds of \$100 million. In addition, the city of Flint (City) and State entered into a settlement agreement in late March 2017 to provide additional service line replacement funding. The following table summarizes the \$167 million available for the City to address infrastructure needs that protect public health. To date, 73% of the funds are remaining.

Category	Budget	Amount Approved for Reimbursement to City	Balance	Percent Remaining	Revised Project Time Frame
<b><u>Federal Water Infrastructure Improvements for the Nation (WIIN) Funds</u></b>					
Service line replacements	\$ 20,000,000	\$ 6,770,414	\$ 13,229,586	66%	May 2017 - Dec 2019
Secondary water source	\$ 9,163,300	\$ -	\$ 9,163,300	100%	May 2017 - Dec 2019
Dort and Cedar storage/pumping	\$ 10,125,000	\$ -	\$ 10,125,000	100%	Aug 2019 - Mar 2021
Chemical feed building	\$ 3,400,000	\$ -	\$ 3,400,000	100%	Apr 2019 - Dec 2019
Northwest transmission main	\$ 12,296,900	\$ -	\$ 12,296,900	100%	Apr 2019 - Dec 2019
Water main replacement	\$ 13,683,125	\$ -	\$ 13,683,125	100%	Dec 2019 - Dec 2024
Meter replacement	\$ 18,460,000	\$ -	\$ 18,460,000	100%	Apr 2019 - Feb 2020
Water quality monitoring	\$ 612,500	\$ -	\$ 612,500	100%	Apr 2019 - July 2019
*Local assistance/capacity development	\$ 2,259,175	\$ 1,094,141	\$ 1,165,034	52%	May 2017 - Dec 2019
Service line replacement contingency	\$ 10,000,000	\$ -	\$ 10,000,000	100%	May 2017 - Dec 2019
Total Federal Funding	\$ 100,000,000	\$ 7,864,555	\$ 92,135,445	92%	
<b><u>Other Funding</u></b>					
Service line replacement CHIP/DHHS	\$ 18,000,000	\$ 7,420,434	\$ 10,579,566	59%	May 2017 - Dec 2019
Service line replacement State	\$ 49,000,000	\$ 29,818,691	\$ 19,181,309	39%	May 2017 - Dec 2019
Total Other Funding	\$ 67,000,000	\$ 37,239,125	\$ 29,760,875	44%	
<b>Total Water Infrastructure Funding</b>					
	<b>\$ 167,000,000</b>	<b>\$ 45,103,680</b>	<b>\$ 121,896,320</b>	<b>73%</b>	

The City's FAST Start Team reports that 20,490 lines have been excavated with 7,966 lines replaced as of January 28, 2019. The State has not received all reimbursement requests for work completed.

\* In January, per the City's request, the local assistance grant amount was increased to \$2,259,175 from \$1,500,000. The difference is deducted from water main replacement category. The local assistance grant is related to asset management and corrosion control studies.