

# **KWA Historical Review**



# 1999 – Talk of Building our own Pipeline Begins

**Ken Hardin – then Genesee County Drain Commissioner** 

and

**Woodrow Stanley – then Mayor of Flint** 

Begin discussions to separate from Detroit and build a joint pipeline.

## August 14, 2003

Massive Blackouts Sweep Across the United States

Shuts Down DWSD's System

**Cuts off Water to Genesee County for Several Days** 

# Exhaustive and Comprehensive Feasibility and Reliability Studies

2004 - 2006

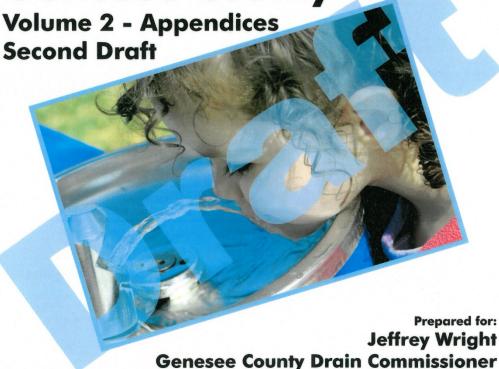
**Genesee County studied all water options** 

For the safety of our residents, a second pipeline had to be built

- Reliability
- Redundancy

# Preliminary Report Long-Term Water Supply for

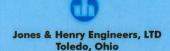
**Genesee County** 



January 2006

Prepared by:







Flint, MI 48532

G-4610 Beecher Road

#### 2006-2008

**Genesee County entered into negotiations with DWSD** 

DWSD also realized because of the 2003 power outage, a second pipeline had to be built.

Our Goal was to build this pipeline as a partnership with Detroit.

Wednesday, September 19, 2007

detnews.com

State Edition

# Detroit

Extension from Orion Township to Flint may cost current customers hundreds of millions of dollars.

BY ROBERT SNELL The Detroit News

from northern Oakland County to Detroit's system. Flint, potentially opening up large rural areas to development.

dollars and be paid for by water the punch." and sewer customers across proposed route.

originally was proposed to be would ensure consistent water built in 2040 but was moved up to increase reliability, officials said. Please see Water, Page 7A

Critics, however, say it's because a rival study is under way that DETROIT - The Detroit Wa- would establish a new water syster and Sewerage Department on tem and potentially siphon away Tuesday proposed a major water- customers who are dissatisfied line extension that will stretch with spending and rate hikes in

"That is a bombshell," said Independence Township Trustee The project - the largest sys- Dan Kelly, whose community is tem expansion since the 1970s - along the pipeline's path. "Sounds will cost several hundred million like they're trying to beat them to

Detroit leaders say a new water southeast Michigan instead of line to Flint - along with an \$85 merely by communities along the million, 25-mile water line between Orion Township and Ro-The roughly 35-mile water line meo also announced Tuesday -

#### Water

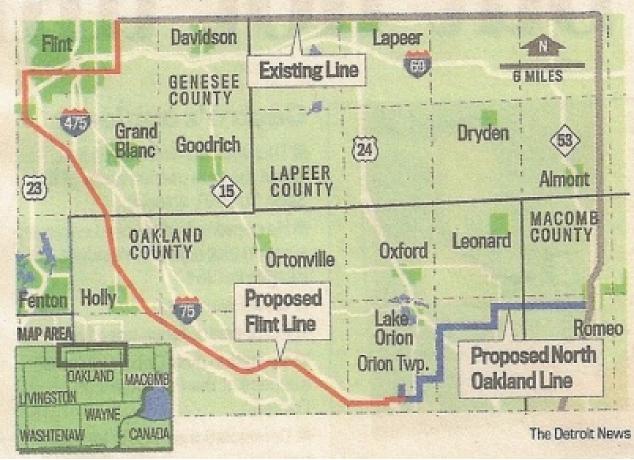
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pressure. It also would provide a backup system in case of breaks or a catastrophe such as the 2003 blackout, which left portions of the service area without water.

The department will solicit design plans by December. Construction contracts would need approval by the Detroit City Council and the department's Board of Water Commissioners. Construction could start in two years, Director Victor Mercado said.

The cost would be shared by all customers because the new water lines are part of a system-wide imPipe progress

Two proposed water-line extensions would run from Orion Township to Flint and from Orion Township to Romeo. Construction could start as early as 2009.



# July 8<sup>th</sup>, 2008 – Governor Jennifer Granholm Signs the Great Lakes Compact

A New Day in Michigan



#### August 28<sup>th</sup>, 2009



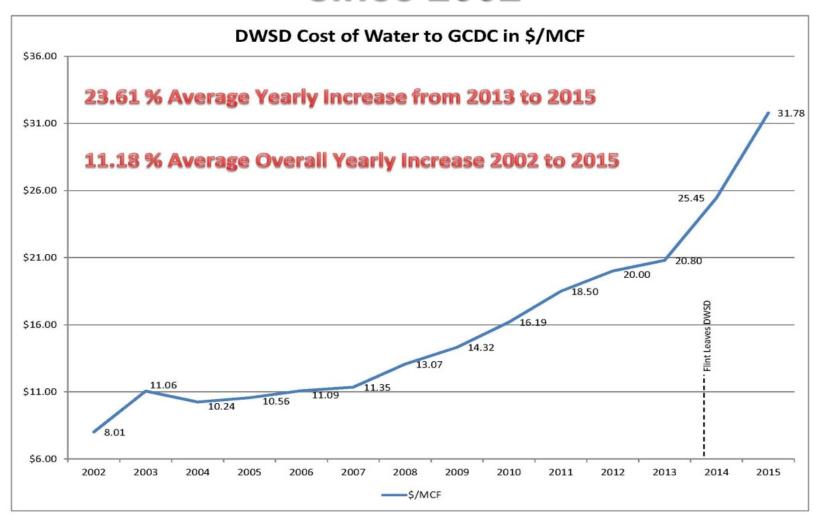
#### **Governor Jennifer Granholm Approves KWA**

Granholm issues permit numbers 001 and 002 under the Great Lakes Compact – approving the withdraw of 85 million gallons of water per day by KWA from Lake Huron

## **KWA Environmental Permits**

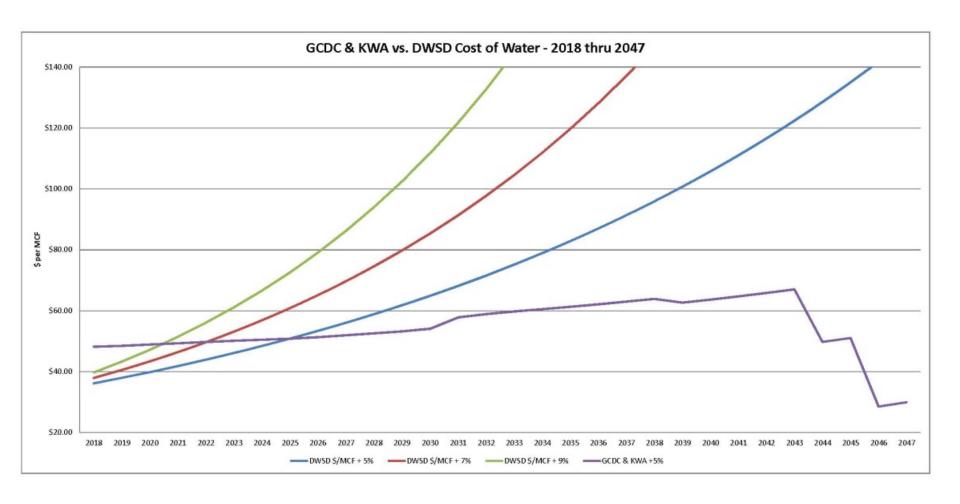
MDEQ Construction Permit (ACT 399 permit)
National Pollution Discharge Elimination System (NPDES)
Joint Permit Application MDEQ (State)
Joint Permit Application EPA (Federal)
Floodplains (NREPA Part 31)
Inland Lakes and Streams (NREPA Part 301)
Wetlands (NREPA Part 303)
Threatened and Endangered Species (NREPA Part 365)

# Detroit has quadrupled the price of water since 2002

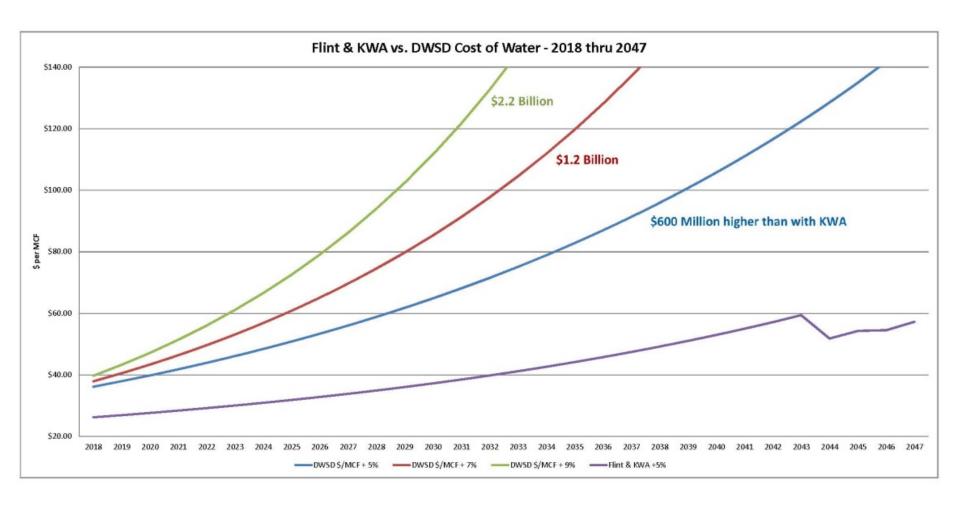


Note: 2002 through 2013 figures are based on July 1 - June 30 rates, however beginning 2014, figures are based on calendar year data

### **Genesee County Customer Cost**



### Flint City Customer Cost



#### KWA has always had broad community support



#### KAREGNONDI WATER AUTHORITY SUPPORTERS

- \* State of Michigan Department of Agriculture & Rural Development
- \* Michigan Agri-Business Association
- \* Genesee County Farm Bureau
- \* Lapeer County Farm Bureau
- \* Sanilac County Farm Bureau
- \* St. Clair County Farm Bureau
- \* Senator Mike Green (R)
- \* Senator Phil Pavlov (R)
- \* Senator Jim Ananich (D)
- \* Representative Pam Faris (D)
- \* Representative Richard E. Hammel (D)
- \* Representative Charles Smiley (D)
- \* Genesee County Sheriff Robert Pickell (D)
- \* Genesee County Treasurer Deborah Cherry (D)
- \* Genesee County Clerk John Gleason (D)
- \* Genesee Democratic Party
- \* UAW Region 1C Norwood Jewell
- \* Michigan Building Trades
- \* Flint River Watershed Coalition
- \* Holloway Reservoir Homeowner's Association
- \* Sierra Club

- \* McLaren Regional Medical Center
- \* Dee Cramer
- \* DTE
- \* Diplomat Pharmacy
- \* Eastside Business Association
- \* Genesee Regional Chamber of Commerce
- \* Goyette Mechanical Company
- \* Koegel Meats
- \* Landaal Packaging Systems
- \* Management Diversified, Inc.
- \* Merrill Lynch
- \* Security Packaging
- \* Walker Electric
- \* Weinstein Electric

- \* County of Genesee
- \* County of Lapeer
- \* County of Sanilac
- \* City of Burton
- \* City of Clio
- \* City of Davison
- \* City of Fenton
- \* City of Flint
- City of Flushing
- \* City of Grand Blanc \* City of Imlay City
- \* City of Lapeer
- \* City of Linden
- \* City of Montrose
- \* City of Mt. Morris
- City of Ivit. Iviorris
- \* City of Swartz Creek
- \* Township of Argentine
- \* Township of Atlas
- \* Township of Clayton
- \* Township of Davison
- \* Township of Fenton

- \* Township of Flint
- \* Township of Flushing
- \* Township of Gaines
- \* Township of Genesee
- \* Township of Grand Blanc
- \* Township of Montrose
- \* Township of Mt. Morris
- \* Township of Mt. Mundy
- \* Township of Richfield
- \* Township of Thetford
- \* Township of Venice
- \* Township of Vienna
- \* Village of Gaines
- \* Village of Goodrich
- \* Village of Lennon
- \* Village of Otisville

# Michigan Agri-Business Association Supports KWA!!



"Now is the time to build this pipeline. The KWA project....is an economic necessity for the long-term, well-being of this region"

- Jim Byrum, President,
Michigan Agri-Business Association

#### In response to Flint joining KWA

# "Finally"

- Jim Ananich, State Senator











# **Lake Huron Pump Station**



# **Intermediate Pump Station**









# Misconceptions & Mistruths

Setting the Record Straight on KWA

# KWA Did NOT Force Flint on the Flint River

April 17, 2013

#### Via Certified Mail and Electronic Delivery

Ms. Inez M. Brown City Clerk City of Flint 2nd Floor, City Hall 1101 S. Saginaw Street Flint, Michigan 48502

Dear Ms. Brown

Regarding: Termination of Contract for the Provision of Water Services by the City of Detroit, Water and Sewerage Department

On December 20, 1965, the City of Detroit, through its Board of Water Commissioners, (DWSD) and the City of Flint, Michigan (Flint) entered into a contract for the provision of DWSD treated water to Flint and the distribution by flint of that water to other Genesee County communities. Section 18 of that Agreement<sup>1</sup> provides:

18. The Board [DWSD] shall supply and sell water to the City [Flint] from the water system of the City of Detroit, and the City shall receive and purchase such water in accordance with the terms of this Agreement for an indefinite period of time but at least for a period of thirty-five (35) years from the date hereof. This Agreement may be terminated by either party after expiration of said 35-year period, upon one year's written notice served upon the other party by delivering the same to the Secretary of the Board or to the Clerk of the City as the case may be, or at any time upon mutual consent of both parties.

Please take notice that pursuant to this section, 18, of the above-referenced Agreement, DWSD is terminating this Agreement one year from today's date (April 17, 2014).

Sincerely yours,

Sue F. McCormick

Director

<sup>&</sup>lt;sup>1</sup> Although the Agreement between DWSD has been subsequently amended, Section 18 remains unchanged and in full effect.

# **KWA Timeline**

- Flint City Council Votes 7-1 to go to KWA as long-term water source.
- At no time during these discussions was the short-term use of the Flint River brought up as an option
  - (Many officials and residents argued for Flint going to the Flint River long-term....GCDC argued against that plan)
- DWSD issues termination letter to Flint and Genesee County.
- GCDC Customers choose to stay with Detroit short-term at a higher rate, Flint goes to the Flint River.

# KWA Support Remains Strong Among Flint Residents

 A privately commissioned, independent poll by Practical Political Consulting was conducted February 9<sup>th</sup>, 10<sup>th</sup>, and 11<sup>th</sup> of this month.

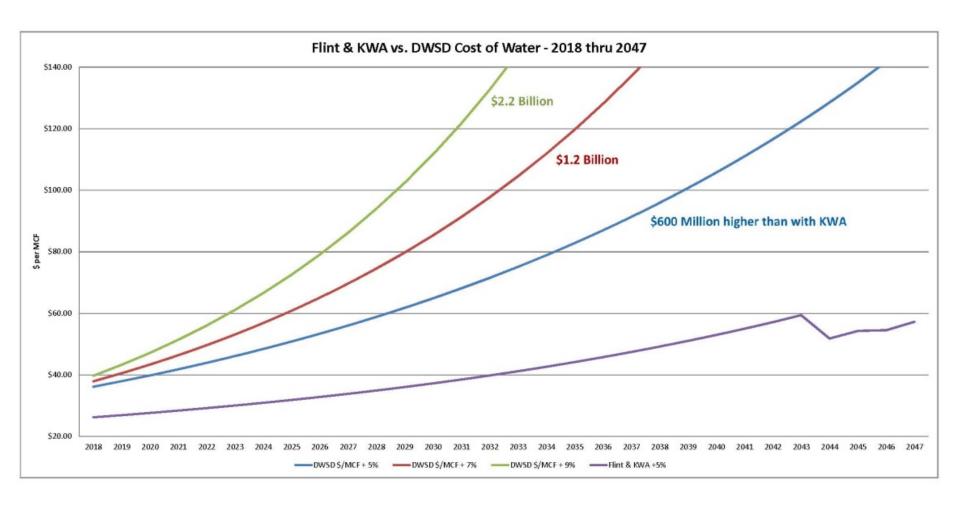
 Results showed that a majority of Flint residents continue to support KWA, and 69.35% - 30.65% want to connect to KWA instead of paying higher DWSD/GLWA rates.

#### **DWSD vs KWA...The Facts**

	<u>DWSD</u>	<u>KWA</u>
Seats on the board?	0	4
Control over rates?	No	Yes
50 year old pipeline?	Yes	No
Lake Huron Water?	Yes	Yes
Ownership for Flint	No	Yes

DWSD requires the Flint River as an emergency backup. KWA does not.

### Flint City Customer Cost



#### **KWA Short Term Economic Advantages**

- 1. 1400 working on the project for 36 months
- 2. Approximately 90 million in payroll infused into the Genesee County and Flint region
- 3. Many local vendors and suppliers utilized on the KWA project

#### **Long Term Economic Advantages**

- 1. Minimum of \$600 million reduction in cost to Flint Water Customers
- 20 full time new employees
- 3. First new business at Buick City site American Cast Iron
- Representation on the Board

#### **Long Term Economic and Jobs Potential**





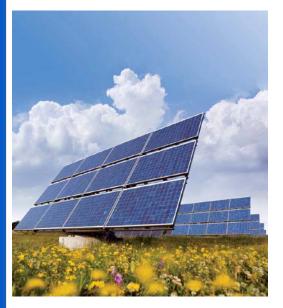
### Possibilities:





Agriculture Business

- Special Crops



#### Green Technology

- Algae Ponds
- Hydrogen Production



## Cranberries



Michigan is the 3<sup>rd</sup> Largest Cranberry Producer in the Country

99 percent of these Cranberries are shipped to West Texas – processes into Juice, and shipped back to Michigan to be sold.

#### Wheat, Corn, Beans, etc...

85 percent of all agricultural products grown in Michigan are shipped out in bulk to other states, processed, packaged, and shipped back to Michigan to

be sold.



## **KWA Vetted and Endorsed**

- \* Michigan Agri-Business Assoc.
- \* Genesee County Farm Bureau
- \* Lapeer County Farm Bureau
- \* Sanilac County Farm Bureau
- \* St. Clair County Farm Bureau

### In conclusion the facts are simple:

The Karegnondi Water Authority will provide Flint and Genesee County with the Highest Quality, Lowest Cost water in our region.

