



RICK SNYDER
GOVERNOR

STATE OF MICHIGAN
DEPARTMENT OF ENVIRONMENTAL QUALITY
LANSING



C. HEIDI GREETHER
DIRECTOR

May 2, 2017

VIA E-MAIL

Mr. Robert Kaplan, Acting Regional Administrator
U.S. Environmental Protection Agency, Region 5
77 West Jackson Boulevard (R-19J)
Chicago, Illinois 60604-3507

Dear Mr. Kaplan:

The Michigan Department of Environmental Quality (MDEQ) is requesting concurrence to forgive the current outstanding debt in the Drinking Water Revolving Fund (DWRF) Program for the city of Flint. Flint has four loans outstanding, including the following:

<u>Project No.</u>	<u>Loan Date</u>	<u>Original Loan Amount</u>	<u>Loan End Date</u>	<u>Outstanding Loan Balance</u>
7019-01	9/03/1999	\$7,220,000	10/01/2020	\$2,543,994
7019-02	8/31/2000	\$8,035,000	4/01/2021	\$3,275,000
7019-03	9/07/2001	\$9,480,000	4/01/2022	\$4,256,408
7019-04	9/04/2003	<u>\$19,180,000</u>	10/01/2024	<u>\$10,694,934</u>
		\$43,915,000		\$20,770,336

The MDEQ is requesting concurrence from the U.S. Environmental Protection Agency (U.S. EPA) by May 10, 2017, that the forgiveness of the Flint outstanding debt, as noted above, is appropriate and complies with federal statute. Once written approval is received by the U.S. EPA and the Michigan Department of Treasury, the city of Flint will be notified by the MDEQ.

If you have any questions regarding this matter, please contact Ms. Amy Epkey, Chief Financial Officer, MDEQ, at 517-284-5002 or epkeya@michigan.gov; or you may contact me.

Sincerely,

C. Heidi Grether
Director
517-284-6700

- cc: Mr. Steve Marquardt, U.S. EPA, Region 5
Mr. Keith Creagh, Director, Michigan Department of Natural Resources
Ms. Mary Martin, Michigan Finance Authority, Michigan Department of Treasury
Mr. John Barton, Michigan Finance Authority, Michigan Department of Treasury
Ms. Amy Epkey, Environment Deputy Director, MDEQ
Mr. Bryce Feighner, MDEQ
Ms. Sonya Butler, MDEQ
Ms. Kelly Green, MDEQ