KAREGNONDI WATER AUTHORITY ACTING IN LAPEER COUNTY, MICHIGAN

RESOLUTION NO. 2017-05

A RESOLUTION AUTHORIZING THE KWA CEO TO FORMALLY REQUEST FROM THE APPROPRIATE STATE AGENCY REIMBURSEMENT FOR THE FLINT WATER CRISIS INVESTIGATION

At a meeting of the Karegnondi Water Authority Board, acting in Lapeer County, Michigan, held on May 17, 2017, at 2:00 p.m., local time.

PRESENT: Jamie Curtis, Larry Green, Ted Henry (by proxy), Micki Hoffman

Dale Kerbyson, Eric Mays, Laura Sullivan, Joseph Suma, Thomas

Svrcek, Karen Weaver, Paula Zelenko, Greg Alexander

ABSENT: Marsha Binelli, Richard Hammel, Sheldon Neeley

The following preamble and resolution were offered by Paula Zelenko and seconded by Micki Hoffman:

PREAMBLE

WHEREAS, the Karegnondi Water Authority ("KWA") was created pursuant to Act 233 of the Michigan Public Acts of 1955, as amended, by the Counties of Genesee, Lapeer, and Sanilac, and the Cities of Flint and Lapeer;

WHEREAS, in 2014 the City of Flint ("City") changed its primary water source from the Detroit Water and Sewerage Department to the Flint River, which resulted in what is commonly known as the Flint water crisis;

WHEREAS, the Michigan Attorney General's Office started an investigation regarding the City's water crisis;

WHEREAS, KWA was served with a subpoena for documents from the Michigan Attorney General's Office and the KWA has expended nearly a million dollars in information technology experts, attorneys, staff time, and other related costs complying with the subpoena;

WHEREAS, the costs that KWA has expended on fulfilling the subpoena issued by the Michigan Attorney General's Special Counsel is projected to 43% of the 2017 KWA Operations Budget; and

THEREFORE, BE IT RESOLVED THAT: All of the matters stated in the recitals of this Resolution are true and correct and are hereby incorporated into the body of this Resolution as though fully set forth in their entirety herein.

NOW, THEREFORE, BE IT FURTHER RESOLVED THAT: The KWA CEO and Attorney are authorized to take whatever steps are necessary to recoup from the appropriate governmental agency or agencies the money expended by the KWA on the Flint water crisis investigation.

VOICE VOTE: Motion carried on unanimous voice vote.

RESOLUTION 2017-05 DECLARED ADOPTED.

Printed Name: Greg Alexander

Its: Chairperson

Printed Name: Janis M. Wells

Its:/Deputy Secretary

STATE OF MICHIGAN

} ss

COUNTY OF GENESEE }

I, Janis M. Wells, Deputy Secretary, of the Karegnondi Water Authority Board, do hereby certify that the foregoing is a true and complete copy of a resolution adopted by the Karegnondi Water Authority Board and Incorporating Board, acting in Lapeer County, at a regular meeting held on May 17, 2017, and that public notice of said meeting was given pursuant to Act 267 of the Michigan Public Acts of 1976, as amended, including in the case of a special or rescheduled meeting, notice by publication or posting at least eighteen (18) hours prior to the time set for the meeting.

IN WITNESS WHEREOF, I have affixed my official signature on May 17,

2017.

Printed Name: Janis M. Wells

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Its: Deputy Secretary