



Financial Services Audit Committee Communication

Date: May 21, 2021

To: Great Lakes Water Authority Audit Committee

From: Kim Garland, CPA, Reporting & Compliance Manager

Re: Resolution to Adopt the city of Detroit Water and Sewerage Department Water Main Replacement – FY 2022 Drinking Water State Revolving Fund (DWSRF) Project Plan

Background: The Great Lakes Water Authority (GLWA) Board secures capital improvement financing for the of Detroit Water and Sewerage Department (DWSD) in accordance with foundational documents related to the establishment of GLWA.

Analysis: Pending review and recommendation from the Audit Committee, the GLWA Board of Directors will be asked to approve the city of Detroit Water and Sewerage Department Water Main Replacement Project Plan for FY 2022 Drinking Water State Revolving Fund (DWSRF) Project funding at the June 23, 2021 Board meeting.

Key Takeaways:

- The deadline for submitting all DWSRF project plans to the Michigan Department of Environment, Great Lakes, and Energy (EGLE) is July 1, 2021.
- Prior to submitting the project plans, a public hearing must be held for the affected area. This requirement was met when a project plan was presented at the DWSD public hearing on May 19, 2021.
- The estimated cost of this project is \$29,300,000.
- Debt service on this project is directly allocable to DWSD and is anticipated to begin in FY 2025 and will be included as part of the FY 2023 financial plan.

Proposed Action: The GLWA Audit Committee recommends the approval of the Resolution to Adopt the city of Detroit Water and Sewerage Department Water Main Replacement – FY 2022 Drinking Water State Revolving Fund Project Plan, as presented.