April 5, 2013

HONORABLE BOARD OF WATER COMMISSIONERS:

RE: <u>Claim of JE Associates</u> ("Jacobs")

General Counsel has reviewed the above-captioned claim, the facts and particulars of which are set forth in a confidential memorandum that is being separately hand-delivered to each member of Your Honorable Body. From this review, it is our considered opinion that a settlement in the amount of SIX HUNDRED SEVENTY FIVE THOUSAND and NO CENTS (\$675,000) is the best interest of the City of Detroit.

We, therefore, request authorization to settle this matter in the amount of authorizes settlement of this matter in the recommended mediation amount of SIX HUNDRED SEVENTY_FIVE THOUSAND DOLLARS AND 00/100 (\$675,000.00) pursuant to the attached settlement agreement entered in the above-referenced claim.

Respectfully submitted,

William M. Wolfson General Counsel DWSD