City of Ecorse

3869 WEST JEFFERSON
ECORSE, MICHIGAN 48229
Phone: (313) 386-2344

The City of Friendship

Emergency Financial Manager

DATE: October 30, 2009

Directive 001

Reduction in Compensation of City Officials

Pursuant to Section 21(q) of Public Act 72 of 1990, the Local Government Fiscal Responsibility Act, and the Order of the Local Emergency Financial Assistance Loan Board adopted on July 8, 2009, the salary and other compensation of the Mayor and City Councilmembers of the City of Ecorse is reduced by 50 percent. In respect to any non-retirement benefits, any dollar amount which the City of Ecorse pays on behalf of the Mayor, City Councilmembers, or both, likewise is reduced by 50 percent. The reduction required by this paragraph shall be effective immediately as of the date and time of my appointment and shall remain in effect so long as an Emergency Financial Manager is appointed for the City of Ecorse.

The proceeds resulting from the reduction in salary and other compensation of the Mayor and City Councilmembers required by the preceding paragraph shall be used to defray the cost of compensation and reimbursement for actual and necessary expenses to which the Emergency Financial Manager is entitled pursuant to Section 18(1) of the Act and as approved by the Local Emergency Financial Assistance Loan Board. To the extent that these proceeds are insufficient to defray the total cost of compensation and reimbursement for actual and necessary expenses of the Emergency Financial Manager, any deficiency shall be paid solely by the City of Ecorse.

This Directive is necessary in order to carry out the duties and responsibilities required of the Emergency Financial Manager as set forth in Public Act 72 of 1990, the Local Government Fiscal Responsibility Act, and the contract between the Local Emergency Financial Assistance Loan Board and the Emergency Financial Manager. In addition, this Directive is issued because the Emergency Financial Manager considers it necessary to implement the financial plan.

This Directive shall have immediate effect.

Joyce A. Parker, Emergency Financial Manager

cc: State of Michigan, Department of Treasury