

**Order of the Emergency Manager of the City of Allen Park, County of Wayne,
State of Michigan, Authorizing a Police and Fire Millage Rollback Under Certain
Conditions.**

Order No. 2013-021

By the EMERGENCY MANAGER of the City:

WHEREAS, under the Local Government Fiscal Responsibility Act, Act 72, Public Acts of Michigan, 1990, as superseded by the Local Financial Stability and Choice Act, Act 436, Public Acts of Michigan, 2012 ("Act 436") and a Contract (the "Contract") between the State of Michigan and Joyce A. Parker. Joyce A. Parker has been appointed as the Emergency Manager (the "EM") of the City of Allen Park, County of Wayne, Michigan (the "City") and charged with the power to take actions with respect to the City, including the power to exercise the authority and responsibilities of the Mayor, the City Manager, as the chief administrative officer, and of the City Council, as the governing body of the City, concerning the adoption, amendment and enforcement of ordinances or resolutions affecting the financial condition of the City as provided in the Home Rule City Act, Act 279, Public Acts of Michigan, 1909, as amended ("Act 279");

WHEREAS, under Act 436 the EM is authorized and directed to issue to the appropriate officials and employees of the local government the Orders the EM considers necessary to accomplish the purposes of Act 436 for the benefit of the City.

WHEREAS, on February 20, 2013, a Financial and Operating Plan and Deficit Elimination Plan were approved for the City of Allen Park. Included in the Plan is a revenue projection based on an increase in the Police and Fire millage to cover a greater percentage of the expenses directly related to Police and Fire operations.

WHEREAS, on August 6, 2013, an amendment to the Charter was approved by Allen Park voters to increase the numbers of mills from 3 ½ mills to 6 ¼ mills, and to extend the term of the millage from 5 to 10 years for Police and Fire operations.

WHEREAS, a major concern of voters is for the City of Allen Park Emergency Manager and elected governing body to rollback the millage if funds are not necessary to cover the cost of Police and Fire operations.

WHEREAS, under Section 12 (1)(b) of PA 436, an Emergency Manager may amend, revise, approve or disapprove the budget of the local government, and limit the total amount appropriated or expended; and,

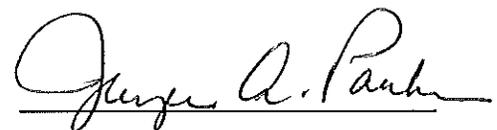
WHEREAS, under Section 12(1)(g) an Emergency Manager may make, approve, disapprove an appropriation, contract, expenditure, or loan, the creation of any new position, or the filling of any vacancy in a position by an appointing authority, and;

WHEREAS, the purpose of this Order is to establish the terms and condition to rollback the Police and Fire Millage when the City of Allen Park is financially stable.

Now, Therefore, Be It Ordered that the City of Allen Park shall rollback the Police and Fire Millage partially or completely under the following terms and conditions:

1. Each year, the City of Allen Park shall review budget projections as part of the budget process to determine if the General Fund is financially stable with projected excess revenues over expenditures (operating surplus) beyond what is required for Police and Fire operations and other expenditures of the fund; and
2. The City will review the projected General Fund cumulative fund balance to determine if after consideration of projections for revenue and expenses (number 1 above), there is a minimum projected cumulative fund balance reserve of 10%; and
3. Upon the completion of the fiscal year and after the audit is complete, the City shall partially or fully rollback the millage for the subsequent fiscal year by an amount identified as excess revenue based on the process established in number 1 and number 2 above; and
4. The budget review and implementation process shall take place each fiscal year until the millage for Police and Fire operations expire in 2022.

SO ORDERED THIS 13th day of August, 2013.



Joyce A. Parker
Emergency Manager
City of Allen Park