

Putting Detroit on the Right Path

Direct Benefits of the Settlement for the State of Michigan



- ▶ Social service savings for the State budget of \$78M – and approximately \$196M in additional (federal) avoided costs.
- ▶ Resolving six pending lawsuits and limiting claims in 12 more
- ▶ Limit possible lawsuits against the state for \$1.9B in Detroit’s unfunded pension claims, and avoiding possible “me too” claims from other underfunded systems.
- ▶ Priceless good publicity for the City, region and State (ability to find solution to a problem many thought not solvable)
- ▶ Strengthened Detroit will be long-term good for the State’s budget and overall quality of life
- ▶ Potential increase in tax revenue resulting from increased economic activity in a revitalized, iconic city
- ▶ Decreased demand for supplemental services
- ▶ Strengthen neighborhoods to help reduce crime and make our streets safer
- ▶ Attract and keep our youth -- our future -- in Michigan by having a thriving metropolitan core
- ▶ Attract more investment from all over the world