



STATE OF MICHIGAN  
DEPARTMENT OF TREASURY  
LANSING

RICK SNYDER  
GOVERNOR

NICK A. KHOURI  
STATE TREASURER

**RECEIVERSHIP TRANSITION ADVISORY BOARD  
FOR  
THE CITY OF FLINT**

**RESOLUTION 2016-2**

**AMENDING EMERGENCY MANAGER AMBROSE ORDER No. 2**

WHEREAS, Section 23(1) of Public Act 436 of 2012, the Local Financial Stability and Choice Act (the "Act"), provides that "[b]efore removing a local government from receivership, the governor may appoint a receivership transition advisory board to monitor the affairs of the local government until the receivership is terminated"; And

WHEREAS, Section 23(2) of the Act provides that "[a] receivership transition advisory board shall consist of the state treasurer or his or her designee, the director of the department of technology, management, and budget or his or her designee, and, if the local government is a school district, the superintendent of public instruction or his or her designee. The governor also may appoint to a receivership transition advisory board 1 or more other individuals with relevant professional experience, including 1 or more residents of the local government"; And

WHEREAS, Section 23(5)(h) of the Act authorizes a receivership transition advisory board to perform, in addition to duties specified in the Act, "any other duties assigned by the governor at the time the receivership transition advisory board is appointed"; And

WHEREAS, on April 29, 2015, the Governor appointed a Receivership Transition Advisory Board for the City of Flint (the "Board"). The Governor's appointment letter authorized the Board to, among other things, "[r]ecommend amendments, modifications, repeal, or termination

of Emergency Manager Order No. 20, or any other Flint Emergency Manager orders, to the State Treasurer.”

NOW THEREFORE, be it resolved by the Board as follows:

1. That it be recommended to the State Treasurer that Flint Emergency Manager Ambrose Order No. 2 be amended to add a Paragraph 7 to read as follows:

7. This Order is amended to the extent necessary to authorize a second restructuring of the debt service on the Bonds (the “Second Restructuring”) to accomplish all of the following:

  - (i) Extend the final maturity dates for each series of the Bonds from 20 years to 30 years;
  - (ii) Postpone the next principal payments on each series of the Bonds for a period of 5 years; and
  - (iii) Reduce the interest rate on each series of the Bonds to zero percent per annum, retroactive to October 1, 2015, and continuing until final maturity, all to create the modified debt service schedules for the Bonds as set forth on Exhibits A through D (the “Exhibits”) attached to this amended Order.
2. That the minutes of the Board meeting at which this Resolution is adopted take notice of the adoption of this Resolution.
3. The State Treasurer may approve this Resolution by executing a counterpart copy separate from that approved by the Board, each of which copies when executed shall be deemed an original, but all of which when taken together shall constitute one and the same Resolution.
4. This Resolution shall have immediate effect.

IN WITNESS WHEREOF, the members of the Receivership Transition Advisory Board for the City of Flint, or their designees, have signed and adopted this Resolution.

FLINT RECEIVERSHIP TRANSITION ADVISORY BOARD

By   
Frederick Headen, Chairperson

By   
Joel Ferguson, Board Member

By   
Michael A. Finney, Board Member

By   
Michael A. Townsend, Board Member

Date: 3-16-16  
Flint, Michigan

Approved pursuant to the Governor's April 29, 2015, letter appointing the Receivership Transition Advisory Board for the City of Flint.

By   
N.A. Khouri, State Treasurer

Date: 3/16/16  
Lansing, Michigan