

STATE OF RHODE ISLAND
CITY OF CENTRAL FALLS

OFFICE OF THE RECEIVER

*580 BROAD STREET
CENTRAL FALLS, RI 02863*

OFFICE: (401) 727-7400

July 19, 2010

VIA HAND DELIVERY

The Honorable Charles D. Moreau
Mayor of the City of Central Falls
Central Falls City Hall
580 Broad Street, 2nd Floor
Central Falls, RI 02863

Dear Mayor Moreau:

On July 16, 2010, I was appointed as the non-judicial receiver of the City of Central Falls (the "City") by the State of Rhode Island Director of Revenue pursuant to R.I. Gen. Laws §45-9-8 (Appointment of the Receiver in a Fiscal Emergency). R.I. Gen. Laws §45-9-7 provides the receiver with "the right to exercise the powers of the elected officials" of a municipality and that the "powers of the receiver shall be superior to and supersede the powers of the elected officials". That statute further provides that the elected officials of the city or town "shall serve in an advisory capacity to the receiver".

Effective immediately, I have assumed the duties and functions of the Office of Mayor. As a result of my role, your responsibility will be limited to serving in an advisory capacity, on such occasions as my office may seek input from you. Accordingly, pursuant to R.I. Gen. Laws §45-9-6(d)(g) your compensation will be reduced to \$1,000.00 bi-weekly effective today. These arrangements will remain in effect until such time as they may be modified by me.

You will be entitled to continue to receive the same health insurance benefits that you were receiving prior to the date of this letter. All other benefits and perquisites will terminate as of the date of this letter, specifically including but not limited to any vehicles, cell phones, and computers that may have been provided to you by or on behalf of the City and you are requested to immediately remit these items. You should contact my assistant, Christy Healey at 401-727-7400 to make arrangements to have your personal belongings delivered or otherwise made available to you.

Please note that during the course of your service to the City, you may have acquired information relating to the City's practices and operations, finances, and other confidential or proprietary information contained in various sources, whether print, electronic, or otherwise and further including any information not generally available to the public regarding the City (the "Confidential Information"). Please also note that without the undersigned's prior written authorization on behalf of the City, you may

neither use yourself nor for the benefit of another, nor disclose, any of the Confidential Information to any person or entity for any reason.

I look forward to your cooperation.

Very Truly Yours,

A handwritten signature in black ink, consisting of a large, stylized 'M' followed by a long, sweeping horizontal line that curves upwards at the end.

Mark A. Pfeiffer,
Solely in His Capacity as the
Receiver of the City of Central Falls
and Not Individually