

STATE OF MICHIGAN
COUNTY OF WASHTENAW
AUGUSTA CHARTER TOWNSHIP

A RESOLUTION REDUCING THE INTEREST RATE CHARGED TO THE RESIDENTS OF WATER SPECIAL ASSESSMENT DISTRICT #1 AND #2 TO 5.5% PER ANNUM BEGINNING WITH THE DECEMBER 1, 2017 TAX ROLL LEVY

RESOLUTION 2017-19

At a special meeting of the Township Board of Augusta Charter Township, Washtenaw County, Michigan, held in the Board Hall at 8021 Talladay Road, Whittaker, Michigan 48190, on the 10th day of November, 2017 at 7 p.m.

WHEREAS, on February 7, 1995 the Township Board did authorize issuance of a special assessment bond in the amount of \$3,045,000 delivered to the United States Department of Agriculture (USDA), to provide funds to construct certain water system improvements in special assessment district # 1 with said bonds to be repaid from special assessments in district #1 over 40 years with interest at 6.25% per annum; and

WHEREAS, on September 26, 1995 the Township Board did amend the issuance to increase the principal to \$3,094,000, the interest payment to 6.125% per annum; and

WHEREAS, the Township Board in 1999 did also create a special assessment district #2 for construction of certain water system improvements; and

WHEREAS, special assessment interest rate is at the discretion of the board and may include other cost recoveries in addition to the debt interest; and

WHEREAS, on September 1, 1999 the township did receive a payment schedule for special assessment district #1 and #2 from Stauder, Barch & Associates, Inc said schedule based on 6.125% interest and used as the basis for calculating special assessment customer payments through December 1, 2016.; and

WHEREAS, the Charter Township of Augusta did authorize payment pay in full the USDA loan in 2012 utilizing funds from previously collected special assessment customer payoff balances as well as reserves in the water and sewer fund; and

WHEREAS, the Township reduced the debt interest expense to the water and sewer fund with the early debt retirement; and

WHEREAS, the annual payments from special assessment receivable from district #1 and #2 continue to be received by the water and sewer fund to satisfy payment in full of the principal and other cost recoveries; and

NOW, THEREFORE BE IT RESOLVED, by the Board of the Charter Township of Augusta, County of Washtenaw, State of Michigan that:

Section 1. The interest charged to special assessment districts # 1 and #2 of 6.125% per annum from inception through December 1, 2016 is hereby acknowledged and affirmed.

Section 2. Effective with the December 1, 2017 tax roll levy the interest charged to the special assessment districts #1 and #2 is hereby reduced to 5.5% per annum.

Motion to approve Resolution was offered by Burek and seconded by Knick.

AYES: Shelby, Burek, Ortiz, Knick, Howard and Domas

NAYS: ()

ABSENTS: 1 Chie

ABSTENTIONS: ()

The Supervisor, Brian Shelby declared the resolution adopted.

Brian Shelby

Brian Shelby, Supervisor

Date: 11/20/17

I, Belynda Domas, the duly elected and acting Clerk of Augusta Township, hereby certify that the foregoing resolution was adopted by the Township Board of said Township, as presented at a meeting of said Board held on Monday, September 25, 2017 at which meeting a quorum was present by a roll call vote of said members as hereinbefore set forth; that said resolution was ordered to take immediate effect.

Belynda Domas

Belynda Domas, Clerk

Date: 11/20/17