

East Bay Charter Township

#10

Township Improvement Revolving Fund

Resolution 2008-19 (TIRF)

Motion by: _____ Second by: _____

To

Approve

Table

Deny

AYE: _____

NAY: _____

ABSTAIN: _____

ABSENT: _____

Motion

Passed

Failed

Township Improvement Revolving Fund (TIRF)

The purpose of the TIRF is to fund the upfront cost of any future Special Assessment that the township would need to enter into, to self fund a smaller project.

It is proposed to take the payments that have been collected from the Hakala Hills special assessment that the township funded from the general fund and put it into the TIRF to get it started. The fund balance in the Hakala Hills line item is \$30,326.00 as of August 1, 2008. It is also proposed to take \$50,000.00 from the general fund fund balance to the TIRF fund. This would give us a starting balance of \$80,326.00. We can then include it in our budget for any additional funds.

EAST BAY CHARTER TOWNSHIP

**RESOLUTION 2008 - 19
TOWNSHIP IMPROVEMENT REVOLVING FUND ("TIRF")**

At a regular meeting of the Township Board of East Bay Charter Township, Grand Traverse County, Michigan, held at 1965 N. Three Mile Rd., Traverse City, Michigan 49686, on the 8th day of September, 2008, at 6:30 p.m.

WHEREAS, the Township is authorized by MCL 41.735b to create a Township Improvement Revolving Fund ("TIRF"); and

WHEREAS, pursuant to MCL 41.735a, the Township Board may use amounts in the TIRF fund to pay the cost of public improvements to be financed by special assessments, and collect interest on such amounts advanced at a rate not exceeding five (5%) percent per annum; and

WHEREAS, the Township Board has authority to transfer into the TIRF fund from the general fund such amounts not exceeding two (2) mills of the taxable value of the Township in each year, and a total of five (5) mills of the taxable value of the Township; and

WHEREAS, the Township Board deems that it would be in the best interest of the public health, safety and general welfare to create the Township Improvement Revolving Fund as provided above and allowed by law.

NOW, THEREFORE, BE IT RESOLVED by the Township Board of East Bay Charter Township, Grand Traverse County, Michigan, as follows:

1. The Township Board hereby creates the Township Improvement Revolving Fund ("TIRF") pursuant to MCL 41.735b.
2. The Township Board may periodically transfer from the general fund to the TIRF fund in any one year an amount not exceeding 2 mills of the Township's taxable value and not more than a total of 5 mills of the Township's taxable value.
3. The Township Board may transfer to the general fund, and then to the TIRF fund, any surplus amounts in the Township's water and sewer funds, provided such surplus funds consist of (1) less than 5% of the amount of the original special assessment roll, or (2) amounts collected in respect to connection fees, benefit fees, or system equity fees.
4. The Township Board may use the amounts in the TIRF fund to pay for the cost of public improvements in the Township that will be financed by the collection of

special assessments, and such amount advanced shall bear interest at a rate not exceeding 5% per annum.

5. The Township Board has discretion to return any amounts in the TIRF fund to the general fund when, in the judgment of the Board, such funds should be transferred.

The foregoing resolution offered by Board Member _____ and supported by Board Member _____.

Upon roll call vote, the following voted:

YEAS: _____

NAYS: _____

ABSTAIN: _____

ABSENT: _____

The Supervisor declared the motion carried, and the Resolution duly adopted.

SUSANNE M. COURTADE, Clerk

* * *

CERTIFICATE

I, the undersigned, the Clerk of the Charter Township of East Bay, Grand Traverse County, Michigan, do hereby certify that the foregoing is a true and complete copy of certain proceedings taken by said municipality of East Bay Charter Township at its regular meeting held on Monday, September 8, 2008, relative to adoption of the resolution therein set forth; that said meeting was conducted and public notice of said meeting was given pursuant to and in full compliance with the Open Meetings Act, being Act 267, Public Acts of Michigan, 1976, and that the minutes of said meeting were kept and will be or have been made available as required by said Act.

Dated: _____

Susanne M. Courtade, Clerk