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Official Proceedings Of The TUSCOLA COUNTY BOARD OF COMMISSIONERS

JANUARY 22, 1980

Meeting of the Tuscola County Board of Commissioners was called to order by the Chairman Paul Nagy. Prayer by Commissioner Wenta.

Pledge to the Flag.

Roll Call: District #1 Donna Rayl present; District #2 Royce Russell present; District #3 Paul Nagy present; District #4 J. Benson Collon present; District #5 Margaret Wenta present; District #6 Robert Russell present; District #7 Kenneth L. Kennedy present. 80-M-23

Motion by Collon, seconded by Wenta, LeRoy Clark be appointed to the Human Development Board. Motion carried.

William Scott appeared before the Board and discussion followed on the possibility of building a "Patch House" in 1980. The Chairman referred the matter to the Finance Committee for further study. "* 80-M-24

Sheriff Hugh Marr appeared before the Board and discussion followed on a proposed change in the Retirement System.

Motion by Wenta, seconded by Collon, the matter be referred to the Finance Committee for further study and recommendation. Motion carried. 80-M-25

John McKernan of Corporate Services appeared before the Board with a proposed Service Agreement.

SERVICE AGREEMENT

 In consideration of the mutual covenants herein con-tained, CORPORATE SERVICE, INC., a Michigan corporation (hereinafter referred to as "The Company"), first party. does hereby contract and agree to and with TUSCOLA COUNTY & TUSCOLA COUNTY MEDICAL CARE FACILI-TY (hereinafter referred to as "The Employer"), second party, as follows:

For the period of Three (3) years from January 1, 1980, the Company will act as advisor and representative of the Employer in matters pertaining to the Workers' Compensation Act of the following states: Michigan. The services contemplated under this contract to be rendered by the Company will include -

I. GENERAL

Assist the Employer to qualify with the proper State Authorities as a self-insured.

The Company, as representative of the Employer, will assist the Employer in securing excess Workers' Compensa tion insurance which will provide protection to the Employer in the Aggregate or the Specific either separately or com bined. The company agrees that its charges and fees for ser vice rendered hereunder will be * of Normal Workers' Com pensation Premium.

Normal premium shall be that premium produced by applying present Workers' Compensation Manual rates, according to the Employers' code or classification, to developed payroll, applying thereto credits or debits which the Company allows for favorable or unfavorable experience

Conduct the necessary investigation in order to determine the liability of the Employer under the Workers' Compensation Act.

Furnishing full and complete monthly reports to the Employer of all injuries, including occupational diseases, and the tabulation of all payments made and reserves set up for benef#s and expense on account of liability and/or reasonably anticipated liability, for occupational injuries and/or occupational diseases sustained by employees.

Preparation on behalf of the Employer for all scheduled hearings before a Bureau of Workers' Disability Compensation; but all legal expense attendant thereto, including witness fees, for general and expert testimony shall be paid for by the Employer and included in his loss experience costs.

A general administration of all other details pertaining to the Employer's obligations to his employees under the Workers' Compensation Act.

11. ACCIDENT CONTROL SERVICES

In consideration of the service fee charged, the Company is authorized, but not obligated, to inspect, at any time, the workplaces, operations, machinery and equipment owned or operated by the Employer named in this agreement. Neither

Name (Person filing application): Charles F. Kroswek. Title: Coordinator

Telephone number: 517-673-6181 Name of Persons Responsible for Financial Records:

Paul Nagy, Chairman of Board of Commissioners. Telephone Number: 517-673-6409. Description of Proposed Project(s) Please number

projects a	as to priority):
 Mobile Radio Frequency 46,420 100W. 	\$1433.00
1 Walkie Talkie Frequency 154.295 5W	
1 Pager	
1 – Charger	
1 — Scanner	
Installation	
	Total \$2702 50

	i urai	32/03.30
Cost Estimate: \$2783.50		
Area Protected: (Municipality, Town	iship, etc.)	County
Turneda	,	,

of Tuscola. Recess for lunch

AFTERNOON SESSION - JANUARY 22, 1980

All members present except Commissioner Collon. 80-M-27

James McCann, Veterans Counselor, appeared before the Board and presented his annual report.

Motion by Kennedy, seconded by Royce Russell, the report be accepted and placed on file and the matter of personnel be referred to the Personnel Committee for further study and recommendation. Motion carried.

80-M-28 Motion by Kennedy, seconded by Wenta, that \$51,250.00 be transferred from the General Fund to the Tuscola County Health Department as a 1st quarter budgeted appropriation. Motion carried.

80-M-29 Don Graf, Equalization Director, appeared before the

Board and discussion followed on the Tax Computing Programs.

Motion by Rayl, seconded by Robert Russell, the matter be referred to the Equalization Committee for further study and recommendation. Motion carried

80-M-30 Motion by Kennedy, seconded by Robert Russell, the County Treasurer be authorized to borrow against the anticipated delinquent 1979 taxes in accordance with the provision of the Tuscola County Delinquent Revolving Fund.

Roll Call Vote: Kennedy, yes; Nagy, yes; Rayl, yes; Robert Russell, yes; Collon, absent; Wenta, yes; Royce Russell, yes. 6 yes, 1 absent, 0 none. Motion carried. RESOLUTION TO BORROW AGAINST

ANTICIPATED DELINQUENT 1979 TAXES At a regular meeting of the Board of Commissioners of

the County of Tuscola, the State of Michigan, held at Caro, Michigan, on the 22nd day of January, 1980.

PRESENT: Kennedy, Nagy, Rayl, Robert Russell, Wen ta and Royce Russell. ABSENT: Collon. The following resolution was offered by Kennedy and

seconded by Robert Russell. WHEREAS, the Board of Commissioners of this County

has heretofore adopted a resolution establishing the Tuscola County Delinquent Tax Revolving Fund, pursuant to Section 87b of Act No. 206 of the Public Acts of 1893, as amended; and

WHEREAS, this Fund has been designated as the 100% Tax Payment Fund (hereinafter referred to as the "Fund") by the Tuscola County Treasurer, and it appears desirable to borrow to fund part or all of said Fund for the 1979 delinguent real property taxes; and

WHEREAS, the purpose of this Fund is to allow the Tuscola County Treasurer (hereinafter sometimes referred to as the "County Treasurer" or the "Treasurer") to pay from the Fund any or all delinquent real property taxes which are due the County; any school district; intermediate school district; community college district; city, township, special assessment or drain district; or any other political unit or county agency for which delinquent tax payments are due on settlement day with the County, City or Township Treasurer and has been heretofore directed to do so by the Board of Commissioners of this County: and

WHEREAS, it is hereby determined that it is necessary that Tuscola County (hereinafter sometimes referred to as the 'County'') borrow a sum not to exceed (a) the amount of the 1979 delinquent real property taxes (hereinafter some times referred to as the "delinquent taxes") which become delinquent on or before March 1, 1980, and (b) a reserve to assure prompt payment of the notes, and deposit the proceeds thereof in the aforesaid Fund and the 1980 Note Reserve Fund (established hereinafter) respectively: and

WHEREAS, such borrowing is authorized by Sections 87c and 87d of Act No. 206 of the Public Acts of 1893, as amended, (hereinafter referred to as "Act 206"); and

WHEREAS, the total amount of unpaid delinguent taxes which will be outstanding on March 1, 1980 is estimated to be in excess of \$1,900,000, exclusive of interest, fees and

If the proceeds of the delinquent taxes, pledged interest and collection fees or the 1980 Note Reserve Fund are not sufficient to pay the principal and interest when due, the County shall pay the same, as provided in this paragraph, and may thereafter reimburse itself from the delinquent taxes collected.

A The County shall not have the power to levy any tax for the payment of the notes in excess of its constitutional or statutory limits.

9. The County Treasurer, pursuant to Section 87c. Subsection 3, of Act 206, is hereby designated as Agent for the County, and the County Treasurer and the Treasurer's office shall receive such sums as are therein provided for the services as Agent for the County and to cover administrative ex penses

10. The County Treasurer shall use the proceeds of the borrowing (except that part to be used for the 1980 Note Reserve Fund) to continue the Fund of the County and shall pay therefrom the full amount of the delinquent tax roll delivered as uncollected by any tax collector in the County which is outstanding and unpaid on or after March 1, 1980, as required by Act 206.

11. The expenses of borrowing in connection with this issuance of notes shall be paid from the collection fees collected on the 1979 delinquent taxes, or from any funds in the Fund not pledged to the repayment of these notes or any other notes.

12. After a sufficient sum has been set aside for the pur pose of paying the aforesaid notes and the interest thereon: (a) any further collection of the aforesaid delinquent taxes may be used to pay any or all delinquent taxes which are due and payable to the County; any school district; intermediate school district; community college district; city, township, special assessment or drain district; or any other political unit for which delinquent tax payments are due other than for the year 1979 on settlement day with the County, City or Township Treasurers and (b) all income or interest earned by, or increment to, the 1980 Note Reserve Fund due to its investment or reinvestment shall be deposited in the Fund.

13. The notes of each maturity shall be payable to the bearer in lawful money of the United States of America at such bank or trust company in the State of Michigan as shall be designated either prior to sale by the Treasurer (or, if the Treasurer so permits, by the original purchaser or purchasers), and the notes and coupons shall be substantially in the form attached hereto and hereby approved and adopted. A co-paying agency located either in Michigan or elsewhere in the United States of America may also be designated. The Treasurer shall have the right to approve or name such paying agent or agents.

14. Notes maturing in the years 1981 through 1983, inclusive, shall not be subject to redemption. The notes maturing on May 1, 1984 shall be subject to redemption at any time on or after May 1, 1983, in any order at the option of the Couny Treasurer and must be redeemed on any interest payment date or any other date on and after May 1, 1983, as follows:

a. To the extent that there are sufficient moneys on hand from any of the sources specified in paragraph 6 above, after payment of the notes maturing on or before May 1, 1983, all notes maturing May 1, 1984 must be called for payment on May 1, 1983, or at any time thereafter at such time as there are sufficient funds available to redeem at least 10 notes, and

b. Notice of Redemption shall be given as provided in the Official Notice of Sale attached hereto.

15. The County Treasurer is hereby authorized and directed to execute the notes for the County. The Treasurer is thereafter authorized and directed to deliver the notes to the purchaser upon receipt of the purchase price, which delivery may be made in the discretion of the Treasurer at one time or in parts at various times, provided that the notes with the earliest maturities all of which shall be delivered prior to any notes with later maturities, and provided further that all deliveries shall be completed by August 15, 1980. The coupons affixed to the notes shall be executed with the facsimile signature of the County Treasurer; the notes shall be sealed with the County seal, and the coupons shall contain the following notation: "This coupon is payable only from the following sources: certain delinquent real property taxes, the interest thereon, a part of the collection fees thereon, moneys on deposit in a certain 1980 Note Reserve Fund and other amounts, all as described in the note to which this

coupon pertains." 16. The County Treasurer is hereby authorized to make application to the Municipal Finance Commission on behalf of the County for an Order permitting this County to make this borrowing and issue its General Obligation Limited Tax Notes, Series 1980. The Official Notice of Sale shall not be approved by the Municipal Finance Commission unless the Treasurer so requests in the application.

17. The County Treasurer shall conduct a public sale of the notes (after insertion of the notice attached to this resolution and as provided in paragraph 18 hereof), provided such CASS CITY, MICHIGAN

notes, the following amounts are hereby pledged: (1) all the collections of the real property taxes due and payable taxing units in Tuscola County, including the County Tuscola, which were outstanding and uncollected on March 1980, together with all interest thereon; (2) all of the colle tion fees on such delinquent taxes, once the expenses of bo rowing have been paid; and (3) any amounts which an received by the County from the taxing units within the Court ty because of the uncollectability of such delinquent taxes. the event the foregoing amounts are insufficient for a reason to meet the prompt payment of the principal and terest on these notes when due, the moneys in the 1980 Not Reserve Fund shall be used to make such payment.

In addition, this note is a general obligation of the Count of Tuscola, secured by its full faith and credit, which shall i clude the limited tax obligation of the County within an plicable constitutional and statutory limits, and its genera funds. The County, however, does not have the power to lev any tax for the payment of these notes in excess of its cor stitutional or statutory limits.

Notes maturing in the years of 1981 to 1983, inclusive shall not be subject to redemption prior to maturity. Note maturing on May 1, 1984, will be subject to redemption at as time on or after May 1, 1983, in any order at the option of t County Treasurer at par plus accrued interest to the redemp tion date. The County Treasurer shall redeem-such-note from available funds pledged to repayment of the Notes o and after May 1, 1983 as provided in the Note Authorizin Resolution.

Notice of redemption shall be given at least thirty (30 days prior to the date fixed for redemption by publication in paper circulated in the State of Michigan, which carries, as part of its regular service, notices of sale of municipal bonds Any defect in any notice, shall not affect the validity of th redemption proceedings. Notes so called for redemption shall not bear interest after the date fixed for redemptio provided funds are on hand with a paying agent to redeep the same

It is hereby certified, recited and declared that all acts conditions and things required to exist, happen and be per formed precedent to and in the issuance of the notes of thi series, exist, existed, have happened and have been per formed in due time, form and manner as required by the Con stitution and Statutes of the State of Michigan.

IN WITNESS WHEREOF, the County of Tuscola, the State of Michigan, has caused this note to be signed in its name by its Treasurer and its corporate seal to be affixed hereto, and has caused the annexed interest coupons to be ex ecuted with the facsimile signature of its Treasurer, all as o the first day of April, 1980.

COUNTY OF TUSCOL

By: Treasurer

(COUPON)

(SEAL)

Number \$5,00 On the first day of , A.D., 19 ..., the County of Tuscola, the State of Michigan, will pay to the bearer hereo the sum shown hereon in lawful money of the United States of America at the , the same being the interest due on that day on its General Obligation Limited Tax Note, Series 1980, bearing the number shown hereon This coupon is payable only from the following sources: cer tain delinguent real property taxes, the interest thereon, a part of the collection fees thereon, moneys on deposit in a certain Note Reserve Fund, and other amounts all as describe in the Note to which this coupon pertains. This coupon is subject to the redemption provisions set forth in the Note to which this coupon pertains.

(Facsimile)

Tuscola County Treasurer

OFFICIAL NOTICE OF SALE

COUNTY OF TUSCOLA STATE OF MICHIGAN GENERAL OBLIGATION LIMITED TAX NOTES. SERIES 1980

SEALED BIDS: for the purchase of General Obligation Limited Tax Notes. Series 1980, of the County of Tuscola, the State of Michigan, of the par value of \$ will be received by the undersigned at the office of the County , until Michigan Time, on , 1980, Treasurer, at which time they will be publicly opened and read.

IN THE ALTERNATIVE: sealed bids will also be re ceived on the same date and until the same time by an agen of the undersigned at the office of the Municipal Advisory Council of Michigan, 2135 First National Building, Detroit Michigan 48226, where they will be publicly opened simultaneously. Bids opened at Detroit, Michigan will be read first, followed by the alternate location. Bidders may

the right to make inspections, nor the making thereof, nor any report thereon, shall constitute an undertaking on behalf of, or for, the benefit of the employer, employees or others, to determine, warrant or guarantee, that such workplaces, operations, machinery or equipment, or operations of same are free and safe from defects. If such an inspection involv ing such warrantees or guarantees is desired, an additional fee will be charged by the Company, and the additional cost and the conditions of such warrantee or guarantee set forth by special addendum attached hereto, and properly executed by an officer of the Company.

III. CLAIM ADMINISTRATION AND REPORTING

Compilation and filing of all notices and reports required under the Workers' Compensation Act, upon receipt of initial report from the Employer.

See Special Addendum Number 1

IV. DEPOSIT AND AUDIT PROCEDURE

DEPOSIT: Estimated payrolls will be used to pro mulgate the original deposit under this agreement.

AUDITS: Periodically, a Workers' Compensation Payroll Report, showing actual payrolls by classifications, shall be submitted to the Company by the Employer. The Company shall use these reports as the basis for developing actual normal premium and other fees as agreed to between the parties.

The Company shall be permitted to examine and audit the Employer's books and records at any time during the policy period and any extension thereof and within three years after the final termination of this policy, as far as they relate to the premium bases.

The deposit fee for reinsurance, claims and accident control services shall be \$24,636.00.

The minimum fee for reinsurance, claims and accident control services shall be \$70,000.00.

Dated at Caro, Michigan this 22nd day of January 1980. CORPORATE SERVICE, INC.

BY John A. Malasky, President

TUSCOLA COUNTY & TUSCOLA COUNTY MEDICAL CARE FACILITY BY Paul Nagy

TUSCOLA COUNTY & TUSCOLA COUNTY MEDICAL CARE FACILITY Special Addendum Number One

It is hereby agreed and understood that the fees for this contract shall be as follows:

SERVICE: 31.6c per \$100 total payroll for a term of three years

REINSURANCE: 11,59% of Normal Premium. To be renegotiated January 1, 1982.

All other terms and conditions are to remain unchanged

CORPORATE SERVICE, INC. By John A. Malasky, President

Date 12/20/79

TUSCOLA COUNTY & TUSCOLA COUNTY MEDICAL CARE FACILITY By Paul Nagy Date Jan. 22, 1980

Motion by Kennedy, seconded by Rayl, that a 3 year Ser vice Agreement between Corporate Service Inc. and Tuscola County and Tuscola County Medical Care Facility for Workmen's Compensation Insurance be approved, that a deposit fee for reinsurance, claims and accident control ser vices in the amount of \$24,636.00 be paid on invoice and that the Board Chairman be authorized to sign the agreement in behalf of the County.

Roll Call Vote: Kennedy, yes; Nagy, yes; Rayl, yes; Robert Russell, yes; Collon, yes; Wenta, yes; Royce Russell, yes. 7 yes, 0 none. Motion carried. 80-M-26

Representatives of the Fireman's Association, Sheriff Department, D.N.R., and Huron County Civil Defense ap peared before the Board with a request to apply for a grant.

Motion by Wenta, seconded by Collon that the Grant Ap plication as submitted by the Office of Emergency Services and the Tuscola County Firemen's Association for funding under Title IV of Rural Community Fire Development be ap proved and the Chairman be authorized to sign in behalf of the County. Motion carried.

APPLICATION FOR FUNDING RURAL COMMUNITY FIRE DEVELOPMENT TITLE IV

DATE: December 5, 1979

Name of Organization: Office of Emergency Services, Fireman's Association. County: Tuscola. Street Address: 420 Court Street.

City: Caro, Michigan, Zip: 48723.

penalties.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF COMMISSIONERS OF THE COUNTY OF TUSCOLA, THE STATE OF MICHIGAN, AS FOLLOWS:

1 The County shall borrow \$2,100,000 or such part thereof as will represent not to exceed (a) the exact amount of the delinquent taxes outstanding on March 1, 1980, ex clusive of interest, fees and penalties, and (b) an amount not to exceed titleen percent (15%) of the amount of the delin quent taxes, in order to constitute a reserve (hereinatter referred to as the "Note Reserve Fund"), and, as the Municipal Finance Commission may authorize, issue its 'General Obligation Limited Tax Notes, Series 1980," payable from the delinguent taxes outstanding on March 1 1980 and the other sources specified below, the proceeds of which notes shall be placed in and used as the whole or part of the Fund Account No. 2 of the County (the "1980 Account") and the 1980 Note Reserve Fund, to be used as provided in Act 206. The exact borrowing amount will be designated by the County Treasurer after the amount of the 1979 delinquent taxes are determined, which designation will specify the amount to be allocated to the 1980 Note Reserve Fund.

2. The said notes shall bear interest payable November 1980. May 1, 1981, and each November 1 and May 1 thereafter, until maturity, which interest is not to exceed 834% per annum. Said notes shall be coupon notes issued in denominations of \$5,000 each, and shall be numered from 1 upwards, beginning with their earliest maturities in the direct order of their maturilies. The notes shall be dated April 1, 1980 and shall be due and payable as follows: \$1,100.000 on May 1, 1981, \$350.000 on May 1, 1982, \$100,000 on May 1, 1983, and not to exceed \$550,000 on May 1, 1984.

There is hereby established the Fund Collection Ac count No. 2 of the County (hereinafter referred to as the "Col lection Account"), effective as of March 1, 1980, into which account the County Treasurer is hereby directed to place on the books and records all of the following payments received on account of the delinquent faxes:

a. All of the delinquent taxes collected on and after March 1, 1980 and all interest thereon;

b. All of the collection fees on the delinquent taxes once the expenses of this borrowing have been paid, and

c. Any amounts which are received by the Treasurer from the taxing units within the County because of the un collectability of the delinquent taxes.

The amounts specified in this paragraph are hereby designated as the "Funds Pledged to Note Repayment."

4. There is hereby established the "1980 Note Reserve Fund," into which Fund the Treasurer shall deposit all of the proceeds of the sale which are borrowed for the purpose of establishing the Note Reserve Fund.

5. All money in the 1980 Note Reserve Fund, except as hereinafter provided, shall be added to the Funds Pledged to Note Repayment and shall be used solely for payment of principal and interest on the notes for which the Fund was established. Money in the 1980 Note Reserve Fund shall be withdrawn first for payment of principal and interest on notes before other County general funds are used to make the payments. All income or interest earned by, or increment to, the 1980 Note Reserve Fund, due to its investment or reinvestment, shall be deposited in the Fund, when the notes for which the Fund was established are retired. When the 1980 Note Reserve Fund is sufficient to retire the notes and accrued interest thereon, it may be used to purchase the notes on the market, or, if notes are not available, to retire the notes when due.

The following are hereby pledged to the repayment of the notes and shall be used solely for repayment of the notes. until the notes and all interest thereon are paid in full:

a. All of the Funds Pledged to Note Repayment;

b. All of the 1980 Note Reserve Fund, and

Any interest earned on any money from either the Funds Pledged to Note Repayment or the 1980 Note Reserve Fund

In addition, this note issue shall be a general obligation. tion of the County of Tuscola, secured by its full faith and credit, which shall include the limited tax obligation of the County, within applicable constitutional and statutory limits. and its general funds. The County budget shall provide that if the pledged delinquent taxes and any other pledged amounts are not collected in sufficient amounts to meet the payments. of the principal and interest due on these notes, the County, before paying any other budgeted amounts, will promptly ad vance from its general funds sufficient money to pay that principal and interest.

notes shall not be sold at a discount, after which sale the Treasurer shall award the notes to the lowest bidder. The conditions of sale shall be as specified in said Notice, and the Treasurer shall be empowered to make any change in such Notice as may in the Treasurer's discretion be necessary.

Sealed proposals for the purchase of the notes shall be received up to such time as shall later be determined by the Treasurer and notice thereof shall be published in accordance with law, once in the Bond Buyer, Michigan Investor or Detroit Legal News, which are hereby designated as being publications printed in the English language and circulated in this State, each of which carries as a part of its regular service, notices of sale of municipal bonds. The Notice shall be in substantially the form in the attachment to this resolution with such changes as are approved by the Treasurer.

19. The notes shall be delivered with the ungualified opinion of bond counsel chosen by the Treasurer, approving the legality of the notes, and the cost of said legal opinion and the printing of the notes will be at the expense of the County. The notes will be delivered at the expense of the County in such city or cities designated by the Treasurer in the Notice of Sale.

20. Notwithstanding any other provision of this resolution or other resolutions adopted heretofore, the County hereby covenants with the purchaser (within the meaning of Sections 1.103-13, 1.103-14 and 1.103-15 of the Proposed Income Tax Regulations prescribed by the Commissioner of Internal Revenue) of the General Obligation Limited Tax Notes, Series 1980, that the County will make no use of the proceeds of the notes, which, if such use had been reasonably expected on the date of issuance of the notes, would have caused the notes to be "arbitrage bonds", as defined in Section 103(c) of the Internal Revenue Code of 1954, as amended, and all rules and regulations thereto.

21. The County further covenants that it will not permit at any time any of the proceeds of the General Obligation Limited Tax Notes, Series 1980, or any other funds of the County to be used directly or indirectly in a manner which would result in the exclusion of any of said notes from the treatment afforded by Section 103(a) of the Internal Revenue Code of 1954, as amended, by reason of the classification of the notes as "Industrial Development Bonds" within the meaning of Section 103(b) of the Internal Revenue Code of 1954, as amended, and all rules and regulations relating thereto.

22. The County shall keep full and complete records of all deposits to and withdrawals from each of the following funds and accounts: (a) all of the accounts into which are deposited any Funds Pledged to Note Repayment; (b) the Note Reserve Fund, and (c) the Fund, and of all other transactions relating to such funds and of all investments of moneys in such accounts and the interest and gain derived therefrom.

UNITED STATES OF AMERICA STATE OF MICHIGAN COUNTY OF TUSCOLA

SE PRESENTS, that the County of Tuscola, Michigan, hereby acknowledges itself indebteo and for value received, promises to pay to the bearer

hereof the sum of FIVE THOUSAND DOLLARS , together with interest on the first day of , A.D., 19 thereon from the date hereof until paid, at the rate of 1, 1980.

%) per annum, payable on per centum (and thereafter semi-annually on the first days of and in each year. Both principal and interest are payable

in lawful money of the United States of America upon presentation and surrender of this note and the coupons attached hereto as they severally mature.

This note is one of a series of notes of like date and tenor , numbered consecutively in the except as to maturity direct order of their maturities from 1 to both inclusive, aggregating the principal sum of Dollars

), issued under and pursuant to and in full conformity with the Constitution and Statutes of the State of Michigan and especially Act No. 206 of the Michigan Public Acts of 1893, as amended. The proceeds of this series of notes will be used to make payments to all taxing units in the County for the 1979 real property taxes returned to the County Treasurer as delinquent on March 1, 1980 and for the purpose of establishing a 1980 Note Reserve Fund, in an amount ofs For the payment of the principal and interest on these

choose either location to present bids and good faith check but not at both locations.

AWARD: The notes will be awarded to the successful bidder at a proceeding conducted by the County Treasurer approximately thirty minutes after all bids have been opened on that date.

NOTE DETAILS: The notes will be coupon notes of the denomination of \$5,000, each; will bear interest from their date payable on November 1, 1980, and semi-annually thereafter; will be dated April 1, 1980; will be numbered in direct order of maturity from 1 to , inclusive, and will mature serially on May 1 in years and amounts as follows:

ILAN	AMOUNT		
1981	\$		
1982	\$		
1983	\$		
1984	\$		

Notes maturing in the years 1981 to 1983, inclusive, shall not be subject to redemption prior to maturity. Notes matur ing on May 1, 1984, will be subject to redemption at any time on or after May 1, 1983, in any order at the option of the Coun ty Treasurer at par plus accrued interest to the redemption date. The County Treasurer shall redeem such notes from available funds pledged to repayment of the notes on and after May 1, 1983, as provided in the Note Authorizing Resolution.

Notice of redemption shall be given at least thirty (30) days prior to the date fixed for redemption by publication in a paper circulated in the State of Michigan, which carries, as a part of its regular service, notices of sale of municipal bond Any defect in any notice shall not affect the validity of the redemption proceedings. Notes so called for redemption shall not bear interest after the date fixed for redemption provided funds are on hand with a paying agent to redeem the same

INTEREST RATE AND BIDDING DETAILS: The notes will bear interest from their date at a rate or rates specified by the successful bidder, not exceeding 854% per annum, exressed in multiples of 1/8 or 1/20 of 1%, or any combination thereof. Interest on the notes of any maturity shall be at one rate only, and the difference between the highest and lowest rate of interest bid shall not exceed one percent (1%).

PAYING AGENT:

PURPOSE: The notes are issued for the purpose of establishing the 100% Tax Payment Fund of the County for the 1979 tax year and for the purpose of establishing a \$. 1980 Note Reserve Fund.

PRIMARY SECURITY: The notes are primarily secured by: (1) all of the collections of the real property taxes due and payable to taxing units in Tuscola County, including the County of Tuscola, which were outstanding and uncollected on March 1, 1980, together with all interest thereon; (2) all of the collection fees on such delinquent taxes, once the expenses of borrowing have been paid, and (3) any amounts which are received by the County from the taxing units within the County because of the uncollectability of such delinguent taxes.

NOTE RESERVE FUND: In the event the primary security is insufficient to meet the prompt payment of the principal and interest on these notes when due, for any reason, the moneys in the 1980 Note Reserve Fund shall be used to make such payment. All moneys in the 1980 Note Reserve Fund shall be used solely for payment of principal and interest on the notes or for the purchase of notes for which the fund was established. Moneys in the 1980 Note Reserve Fund shall be withdrawn first for payment of principal and interest on notes before other County general funds are used to make the payments. When the 1980 Note Reserve Fund is sufficient to retire the notes and accrued interest thereon, it may be used for purchase of such notes on the market, or, if notes are not available, to retire notes whe due.

GENERAL OBLIGATION WITHOUT UNLIMITED POWER TO TAX: In addition, this note issue is a general obligation of the County of Tuscola, secured by its full faith and credit, which shall include the limited tax obligation of the County, within applicable constitutional and statutory limits and its general funds. THE COUNTY OF TUSCOLA DOES NOT HAVE THE POWER TO LEVY ANY ADDI TIONAL TAXES FOR THE PAYMENT OF THE NOTES IN EXCESS OF ITS CONSTITUTIONAL AND STATUTORY LIMITS.

CONTINUED ON PAGE 15

(FORM OF NOTE) MITED TAX NOTE,

\$5,000

GENE	RAL	OBLIC			
Number			SER	IESI	91
KNOW	ALL	MEN	ΒY	THE	S