

**MAY TOWNSHIP  
CASS COUNTY  
STATE OF MINNESOTA**

**RESOLUTION NO. 2020.10-12**

**RESOLUTION AUTHORIZING ISSUANCE OF CERTIFICATE OF INDEBTEDNESS**

WHEREAS, the Town Board of May Township, Cass County, has deemed it necessary to **construct a 60' x 80' pole building** for the purposes of storing equipment owned by the Township and repairs to said equipment; and

WHEREAS, the Town Board has deemed it necessary to borrow **\$220,000.00** to finance the construction of the pole building; and

WHEREAS, the Township is authorized under Minn. Stat. § 366.095 to issue a certificate of indebtedness to finance the construction of the pole building;

**NOW, THEREFORE, BE IT RESOLVED BY THE TOWN BOARD OF MAY TOWNSHIP, CASS COUNTY, MINNESOTA:**

1. Pursuant to Minn. Stat. § 366.095, the Township hereby authorizes the issuance of a Certificate of Indebtedness in the amount of **\$220,000.00** in favor of **the Pine River State Bank, Pine River, Minnesota**, with interest thereon from the date hereof at the annual rate of 2.5 percent per annum, calculated on a 360 day basis, amortized over ten (10) years, payable in semi-annual installments each year, commencing July 1, 2021. **The payments will be made as follows:**

<b>Payment Date</b>	<b>Principal</b>	<b>Interest</b>	<b>Total Payment</b>
10/01 2020	-	-	-
07/01 2021	\$9,749.66	\$2,782.63	\$12,532.29
01/01 2022	\$9,828.62	\$2,703.67	\$12,532.29
07/01 2022	\$9,997.29	\$2,535.00	\$12,532.29
01/01 2023	\$10,083.56	\$2,448.73	\$12,532.29
07/01 2023	\$10,251.28	\$2,281.01	\$12,532.29
01/01 2024	\$10,345.05	\$2,187.24	\$12,532.29
07/01 2024	\$10,500.55	\$2,031.74	\$12,532.29
01/01 2025	\$10,613.11	\$1,919.18	\$12,532.29
07/01 2025	\$10,778.84	\$1,753.45	\$12,532.29
01/01 2026	\$10,888.20	\$1,644.09	\$12,532.29
07/01 2026	\$11,052.89	\$1,479.40	\$12,532.29
01/01 2027	\$11,170.35	\$1,361.94	\$12,532.29
07/01 2027	\$11,333.98	\$1,198.31	\$12,532.29
01/01 2028	\$11,459.74	\$1,072.55	\$12,532.29
07/01 2028	\$11,617.22	\$915.07	\$12,532.29
01/01 2029	\$11,756.49	\$775.80	\$12,532.29
07/01 2029	\$11,917.92	\$614.37	\$12,532.29
01/01 2030	\$12,060.93	\$471.36	\$12,532.29
07/01 2030	\$12,221.21	\$311.08	\$12,532.29
01/01 2031	\$12,373.18	\$159.11	\$12,532.29

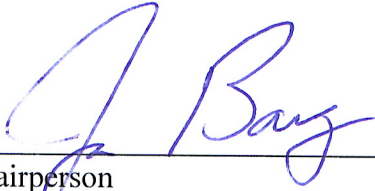
2. The Township designates this Certificate a "qualified tax-exempt obligation" within the meaning of Section 265(b)(3) of the Internal Revenue Code of 1986, as amended.
3. The Certificate of Indebtedness shall be **payable from the Town of May Certificate of Indebtedness Debt Service Fund ("Debt Service Fund") which is hereby created**. All levies made pursuant to this resolution for the repayment of the Certificate of Indebtedness shall be deposited in the Debt Service Fund and are hereby pledged to said Debt Service Fund. If any payment of principal or interest on the Certificate of Indebtedness becomes due when there is not sufficient money in the Debt Service fund to pay the same, the Treasurer will pay such principal or interest from the general fund of the Town, and the general fund may be reimbursed for such advances out of the proceeds of levies when collected.
4. The Township hereby levies the following amounts in the following years upon all property included in the Township's net tax capacity for the purpose of repaying the Certificate of Indebtedness:
 

2021	\$26,317.81
2022	\$26,317.81
2023	\$26,317.81
2024	\$26,317.81
2025	\$26,317.81
2026	\$26,317.81
2027	\$26,317.81
2028	\$26,317.81
2029	\$26,317.81
2030	\$26,317.81


The preceding levy amounts, which represent 105% of the amount due on the Certificate of Indebtedness in each respective year, shall be deposited in the Debt Service Fund upon receipt by the Township.

5. The Township Clerk and Chair are hereby authorized to execute the attached Certificate of Indebtedness and deliver the same to the Pine River State Bank, along with a copy of the County Auditor's Certificate required by Minnesota Statutes § 475.63.
6. The Township Clerk is hereby directed to file a certified copy of this resolution with the County Auditor and obtain the certificate required by Minnesota Statutes §475.63.

Passed this 12 day of October, 2020.

  
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 Chairperson

Attest:

  
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 Township Clerk