

**SHARON TOWNSHIP BOARD**  
**SPECIAL MEETING (unapproved)**  
**May 21, 2010**

The Sharon Township Board held a special meeting on Tuesday, May 21, 2010. Aiuto called the meeting to order at 11:00 A.M. The following Board members were present: Aiuto, Chizmar, Lavender and Yordanich. Jones was absent due to being hospitalized. There were no guests present.

The purpose of the meeting: to make a resolution to submit judgment funding bond proposal to the Washtenaw County Clerk by the deadline of May 25, 2010 for the August 2010 election.

Aiuto stated that she received a letter from Lucas' office stating that the bond proposal wording should not be changed and that it was the Township's responsibility to educate the voters regarding the proposal.

The Board still had many unanswered questions regarding the proposal. Those being: how was the \$880,000.00 number arrived at? Are the bond attorney fees and bond company fees rolled into that amount? Is Lucas invoice rolled into that number too?

Aiuto called Lucas' office and talked to his partner Scott Baker and Secretary Donna. They stated Terri from the PFM Group (Bond Company) derived at the no more than \$880,000.00 and that all the fees (issuable cost; bond attorney fees; costs for elections; credit rating expense; bond insurance; and statutory judgment interest) (if any or all were applicable) were rolled into that number excepts Lucas' invoice. Donna faxed over a draft of his bill and reported that once Lucas returned to the office from his vacation, he would go over his bill with the Board. The Board also stated that they wanted a breakdown of each individual fee that was rolled into the bond. Donna stated that she would give that information to the Board once she had received it.

A resolution was made by Chizmar, supported by Lavender to approve the resolution to submit Judgment funding bond proposal as presented by our attorney as follows:

WHEREAS, the Circuit Court for the County of Washtenaw, Michigan has issued a

judgment dated November 20, 2009, attached hereto as Exhibit A (the "Judgment") and an Order allowing attorney fees and costs dated February 11, 2010, attached hereto as Exhibit B (the "Order") against the Township of Sharon, County of Washtenaw, Michigan (the "Township") in favor of Gourley Family, LLC in the case of Township of Sharon v. Gourley Family, LLC, Case No. 07-877-CC; and

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WHEREAS, pursuant to Section 6097 of the Revised Judicature Act, Act 236, Public Acts of Michigan, 1961, as amended ("Act 236"), the Township Board of the Township (the "Board") may issue bonds of the Township for the purpose of raising money to pay the sum of the Judgment, the costs and interest on the judgment, and all cost in connection with issuing said bonds, provided that such bonds may only be issued for a period of up to 15 years; and

WHEREAS, the Board has determined that the most economical method of paying the costs of the Judgment is for the Township to issue bonds of the Township secured by an unlimited tax pledge of the Township; and

WHEREAS, the Board has determined that the Township should borrow money in the amount of not to exceed Eight Hundred Eighty Thousand Dollars and No Cents (\$880,000.00) and issue unlimited tax general obligation bonds of the Township, in one or more series, in such amount for the purpose of paying the sum of the Judgment, the costs and interest on the judgment, and all costs in connection with issuing said bonds in accordance with and subject to the limitations of Act 236; and

WHEREAS, it is necessary to submit the proposition regarding the issuance of said

bonds to the Township's electors on August 3, 2010 (the "Election Date");  
and

WHEREAS, in order for the bond proposal to be submitted to the Township's  
electors  
on the Election Date, it is necessary for the Board to certify the ballot  
wording of the  
proposal to the Township Clerk and the County Clerk of the County of  
Washtenaw,  
Michigan, as required by the Act 116, Public Acts of Michigan, 1954, as  
amended (the  
"Michigan Election Law").

NOW, THEREFORE, BE IT RESOLVED THAT:

1. The bond proposal attached hereto as Exhibit C is hereby certified to  
the  
Township Clerk and the County Clerk for submission to the Township's  
electors  
on the Election Date. The Township Clerk is hereby authorized and  
directed to  
file this Resolution and/or complete any such forms, certificates or  
documents as  
may be required by the County Clerk to evidence the foregoing  
certification  
and/or submission by no later than May 25, 2010.

2. The Township Clerk and the County Clerk are hereby directed to (a)  
post and  
publish notice of last day of registration and notice of election for the  
Election  
Date in the manner required by the Michigan Election Law; and (b) have  
prepared and printed, as provided by the Michigan Election Law, ballots  
for  
submitting the bond proposal at the Election Date, which ballots shall be  
in the

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form appearing in Exhibit C, or the proposition shall be stated as a  
proposal on  
the voting machines, which ballots may include other matters presented  
to the  
electorate on the same date.

3. The assumptions set forth in Exhibit D, attached hereto and made a part hereof, have been reviewed by this Board and are hereby found to be reasonable.

4. All resolutions and parts of resolutions, insofar as they conflict with the provisions of this Resolution, are hereby repealed.

AYES: Lavender, Chizmar, Aiuto, and Yordanich.

RESOLUTION DECLARED ADOPTED.

Being no further business, the meeting adjourned at 11:45 A.M.

**Teri L. Aiuto, Sharon Township Clerk**