

Chairman D. Brown called the Regular Meeting of the Cheboygan County Road Commission to order at 8:00 A.M.

Clerk D. Stempky took roll call and a quorum was present.

Pledge of Allegiance was recited

PRESENT: D. Brown, D. Brandt, R. LaHaie, H. Ginop, K. Paquet, Eng/Mgr B. Shank and Clerk D. Stempky

VISITORS: J. Moore, C. Veneros, B. Hartwig, D. August, C. Hudak, C. Antkoviak and T. Horrocks

MOTION by K, Paquet seconded by H. Ginop to approve minutes of last regular meeting of 5/7/2020 as mailed. 5 Yeas **CARRIED**

MOTION by D. Brandt seconded by R. LaHaie to approve for payment current payroll voucher #20-20-\$77,410.04 and account payable voucher #20-21-\$604,730.50. 5 Yeas **CARRIED**

MOTION by D. Brandt seconded by R. LaHaie to approve agenda as presented. 5 Yeas **CARRIED**

B. Hartiwg applied for permit to place no wake signs at Douglas Lake Access and requesting waiver of \$50.00 fee. Eng/Mgr Shank noted the fee is for our time to process permit as well as measuring ROW in the area requested; B. Hartwig revoked his request and will be sending in fee.

C. Hudak, wanted status of placing ad in paper regarding ORV speed, Eng/Mgr noted has not completed. Was requesting signs on Richardson Road and not Indian Trail. Commented the crew is not pounding patch material when placing and grading roads in the pouring rain.

Bids were received and opened on May 14, 2020 for Salt Barn Repairs for electrical repairs on all three salt barns as well as structural repairs for Cheboygan Salt Barn. Eng/Mgr noted one bid for electrical was received and two for structural repairs, the state is helping in the cost of repairs, CCRC share should be approximately \$6,000.00 Recommend awarding to DL Hudson Construction Inc for structural repairs and Stan's Electric for electrical work.

MOTION by D Brandt seconded by R. LaHaie to accept all bids for 2020 Salt Barn Repairs and award electrical repairs to Stan's Electric in the amount of \$7,952 and structural repairs for Cheboygan Salt Barn to DL Hudson Construction Inc in the amount of \$14,580.00. 5 Yeas **CARRIED**

Resolution to authorize process of sustaining loan proceeds for tandem trucks.

MOTION by K. Paquet seconded by R. LaHaie to approve Resolution authorizing Installment Purchase Contract for the Acquisition of Trucks as follows:

WHEREAS, the Board previously approved the acquisition by the Cheboygan County Road Commission (the "Road Commission") of three International Model HX515 SFA tandem plow trucks (the "Property") from Zarembo Equipment Inc. (the "Seller");

WHEREAS, it is determined to be necessary and desirable and in the best interest of the Road Commission that the acquisition of the Property be financed by installment purchase authorized under the provisions of MCL § 224.10(5), and more specifically by the acquisition of the Property pursuant to an installment purchase contract with the Seller and Citizens National Bank (the "Assignee") to be dated the date of delivery thereof (the "Contract").

NOW, THEREFORE, BE IT RESOLVED that:

1. It is hereby found to be necessary and desirable for the Road Commission to finance the cost of the Property in the aggregate principal amount of \$386,100 by the acquisition of the Property by the Road Commission pursuant to the terms and conditions of the Contract.
2. The Board shall include in its budget and pay the sum or sums necessary each year to meet the payments due pursuant to the provisions of the Contract.
3. The Contract shall be dated the date of delivery thereof to the Assignee. Principal of the Contract shall be payable in monthly installments as approved by the Engineer/Manager of the Road Commission with the final principal payment being due not later than three years after the date of delivery of the Contract. Interest on the unpaid principal of the Contract shall be due and payable on each principal payment date at the per annum rate of 2.750%. Installments of principal may be prepaid at the option of the Road Commission without premium.
4. The Engineer/Manager of the Road Commission is hereby authorized to enter into the Contract in substantially the form approved by him and consistent with the terms of this resolution. The approval of such form and the principal installments of the Contract described in the preceding paragraph shall be conclusively evidenced by his signature on the Contract. The Contract may be executed in counterparts, each of which shall be an original and all of which shall constitute but one and the same instrument.
5. The Board covenants to comply with all provisions of the Internal Revenue Code of 1986, as amended (the "Code"), necessary to maintain the exclusion of interest on the Contract from gross income for federal income tax purposes.
6. The Engineer/Manager of the Road Commission and other officers of the Board as may be necessary are each hereby authorized to execute and deliver such documents, instruments and certificates, including security agreements and financing statements, as are necessary or desirable to consummate the described transactions, to secure payment of the Contract and to maintain the exclusion of the interest on the Contract from gross income for federal income tax purposes.
7. The Board hereby designates the Contract as a "qualified tax exempt obligation" for the purpose of deduction of interest expense by financial institutions under Section 265(b)(3)(B) of the Code.
8. The useful life of the Property is determined to be ten years and upwards.
9. All resolutions and parts of resolutions insofar as they conflict with the provisions of this resolution are rescinded.

Roll call: Yeas: LaHaie, Ginop, Brandt, Paquet, Brown Nays: 0 Absent: 0

CARRIED

MOTION by D. Brandt seconded by H. Ginop to accept Annual Financial Report for year ended December 31, 2019 as presented. 5 Yeas

CARRIED

MOTION by D. Brandt seconded by R. LaHaie to receive and file the following correspondence: Township Meeting Minutes of Mullett 5/5/2020; CRASIF Refund and Dividend Return and Straits Area Council Meeting Minutes of 2/4/20 and Agenda 5/19/20. 5 Yeas

CARRIED

MOTION by D. Brandt seconded by K. Paquet to split CRASIF refund \$13,815.00 between OPEB (\$6,907.50) and Pension (6,907.50) Unfunded Liability. 5 Yeas

CARRIED

REGULAR MEETING OF THE CHEBOYGAN COUNTY ROAD COMMISSION MAY 21, 2020

Eng/Manager Shank Update:

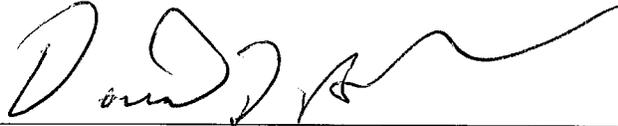
- Hyundai Excavator has been delivered, in the process of testing the machine to determine if the fix that was applied has corrected the original problem
- Tuesday interviewing for two temporary drivers for summer, both will be going to Cheboygan
- Straits Council was performed with ZOOM-8.2% reduction is current projection for MTF

T. Horrocks Construction Update:

- Reams/Parke Road topped and waiting for restoration and pavement markings
- S. River Road slated for Mid June
- Gainor Bridge slated for after July 4 holiday
- Wurm Road waiting for pavement markings
- Long Lake waiting for pavement markings
- Sturgeon Bay Road complete
- Wing and Indian Trail Road projects started to stake
- Parrott's Pointe and Hackleburg Road waiting for pavement markings
- Tuscarora Sumer Projects and Beebe Road waiting on signed agreements form Townships, Contractors are ready.
- Auction will consist of 10 trucks, 1 pickup, plows and some various items
- New permitting process is working well

D. August update- Brushing, replaced tubes on Osmun Road as well as some ditching and rock placement; Winter sand for Cheboygan Garage; patching; M33 shoulder gravel.

Chairman D. Brown adjourned regular meeting at 8:50 A.M. being no further business to come before the Board.



David D. Brown, Chairman



Dana S. Stempky, Clerk