

Village of Bancroft
Resolution no. 2025-06

A resolution authorizing borrowing from the municipal water fund

WHEREAS, the Village Council of the Village of Bancroft operates a municipal water utility pursuant to Michigan law; and

WHEREAS, the Village of Bancroft has determined a need for suitable municipal facility for Village Administrative, DDA, and Police offices, community meeting space, and better access to village water treatment facilities, and the interest rate that will be paid to the water account is higher than the current CD rate; and

WHEREAS, funds are available in the Municipal Water Fund that can be temporarily utilized for this purpose without jeopardizing the financial stability or operations of the water utility; and

WHEREAS, the proposed borrowing will be structured to ensure repayment to the Municipal Water Fund within a reasonable timeframe, with appropriate interest applied;

NOW, THEREFORE, BE IT RESOLVED that the Village Council of the Village of Bancroft does hereby authorize the borrowing of \$36,000 from the Municipal Water Fund; and

BE IT FURTHER RESOLVED that these funds shall be used for the purpose of purchasing the property known as 503 W Maple Ave, Bancroft, MI 48414; and

BE IT FURTHER RESOLVED that the borrowing shall be subject to an interest rate of 5% per annum; and

BE IT FURTHER RESOLVED that the principal of the loan shall be repaid to the Municipal Water Fund no later than October 1st 2030 in monthly installments of \$679.36; and

BE IT FURTHER RESOLVED that the Village President and the Village Clerk are hereby authorized to execute any and all documents necessary to effectuate this borrowing and ensure its proper repayment.

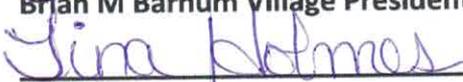
ADOPTED this 19th day of August, 2025.

Yays: Fall, Monroe, Hutchins, Simpson, Labadie, Barnum

Nays: 0



Brian M Barnum Village President



Tina Holmes Village Clerk