Members Present: Brenda L. Stumbo, Michael Bodary, Andrew Cameron, Larry J. Doe, and Keith P. Jason.

Members Absent: None.

1. **CALL TO ORDER:** Ms. Stumbo called the meeting to order at 4:00 p.m.

2. **PUBLIC COMMENTS:** Motion by Bodary to move the Public Comments to the top of the agenda. Support Cameron. In favor: All. Opposed: None. (Motion carried)

   Shoshanna DeMaria, President of the Eastern Washtenaw County NAACP Ypsilanti / Willow Run Branch, addressed the Board regarding East Michigan Avenue Auto Parts, LLC, located at 2494 E. Michigan Avenue in Ypsilanti Township.

   Lee Tooson, First Vice-President of the Eastern Washtenaw County NAACP Ypsilanti / Willow Run Branch, addressed the Board regarding East Michigan Avenue Auto Parts, LLC, located at 2494 E. Michigan Avenue in Ypsilanti Township.

   Michael Bodary, Vice-Chair of the YCUA Board of Commissioners, addressed the Board regarding the 25th Annual Measure for Measure Spring Concert on May 18, 2013.

   Ms. Stumbo introduced Keith P. Jason as a new member of the YCUA Board of Commissioners.

3. **MINUTES OF THE PREVIOUS MEETING:** Motion by Doe to receive and file the minutes of the February 27, 2013 meeting as presented. Support by Cameron. In favor: All. Opposed: None. (Motion carried.)

4. **NEW BUSINESS:**

   A. Request to Approve – YCUA Resolution No. 13-4 Authorizing The Issuance of Not-To-Exceed $4.8 Million Water Supply System and
**Refunding Bonds, Series 2013B (Charter Township of Ypsilanti)**– Tom Colis


Tom Colis of Miller Canfield gave a detailed presentation on the bond issue and responded to questions from the Board.

In favor: All.  Opposed: None.  (Motion carried)

**B. Request to Approve – Use of Township Division Reserve for Construction Fund for 2013 Water Main and Paving Improvements** – Jeff Castro

Motion by Bodary to approve the Use of the Township Division Reserve for Construction Fund for the 2013 Water Main and Paving Improvements. Support by Doe.

Mr. Castro advised the Board that, as Mr. Colis discussed in the previous item, $3.49 million remains from the $8 million authorized in 2012 for the water main projects. He indicated that YCUA will be exceeding this amount by approximately $700,000 due to more sanitary work than was expected, which he explained in greater detail. He indicated that he is requesting approval of the use of Township Division Reserve for Construction Fund to finance the remainder of this projects along with a recommendation to the Ypsilanti Township Board of Trustees for the same.

Mr. Doe commented that he was under the impression that there was $4.2 million included in the bond. Scott D. Westover responded that part of that money was for the paving portion and for items in the construction contract that won’t be completed.

In favor: All.  Opposed: None.  (Motion carried)

**C. Request to Approve - YCUA Resolution No. 13-5 re: Citizens' Bank Signatory Card** – Jeff Castro

Motion by Doe to approve YCUA Resolution No. 13-5 re: Citizens' Bank Signatory Card. Support by Bodary.  In favor: All.  Opposed: None.  (Motion carried)
D. Request to Approve - Authorization to Seek Bids re: Vac –Truck – Bob Fry
Motion by Doe to approve the request for Authorization to Seek Bids re: Vac –Truck. Support by Cameron.

Mr. Fry advised the Board that the vac truck is used for numerous purposes including cleaning sewer lines, curb box applications during excavations, completing main excavations when the presence of other underground utilities prevents the use of a backhoe, cleaning wet wells and scum wells, etc.

He indicated that these trucks typically last 15 – 20 years and the current vac truck, which is 12 years old, is requiring maintenance and repairs more and more frequently with the passage of time.

Mr. Fry explained that, upon the Board’s approval, this purchase will be posted for bids on MITN.

Mr. Doe commended everyone involved in the maintenance of the existing truck because it looks brand new.

Mr. Bodary inquired as to whether the new emissions standards on the new truck will diminish the cost-effectiveness of the purchase, particularly when there is still useful service life on the truck. Mr. Fry responded that the time is right, considering the mounting engine repair costs as well as the fact that there is still some resale value on the truck.

In favor: All. Opposed: None. (Motion carried)

E. Request to Approve - Award of Contract re: 2013 Road Repairs Phase 1 – Scott D. Westover
Motion by Cameron to approve the Award of Contract re: 2013 Road Repairs Phase 1 to Best Asphalt, Inc. in the amount of $173,000. Support by Jason.

Mr. Westover advised the Board that the contract cost is $150,510 with a contingency in the amount of $22,490 for a total budget authorization in the amount of $173,000. He indicated that the larger-than-normal contingency is the result of an excavation near the country club that needs to be repaired as soon as possible. Mr. Westover explained that Best Asphalt has done excellent work on road repairs projects in the past and is confident that will continue.

In favor: All. Opposed: None. (Motion carried)
F. **Request to Approve - Change Order Nos. 1 and 2 re: Ecorse / Emerick / I-94 Water Main Improvements** – Scott D. Westover

Motion by Doe to approve Change Order Nos. 1 and 2 re: Ecorse / Emerick / I-94 Water Main Improvements in the amount of $35,373.60. Support by Bodary.

Mr. Westover advised that Board that these two change orders are somewhat out-of-the-ordinary in that they have not been signed by the contractor. He indicated that this contractor has been difficult to negotiate with, notwithstanding the fact they have not signed off on either change order because they are claiming that they are owed a considerably higher amount in the range of $272,000.

Mr. Westover explained that he does not anticipate that the contractor will accept these change orders at any time in the future and, therefore, he recommends approval of both change orders so that they can be paid the monies they are due. He pointed out that YCUA attorney Tom Daniels was consulted on this matter and that he concurs that this is the appropriate course of action.

Mr. Bodary inquired as to whether it is expected that this payment will be accepted. Mr. Westover responded that he doubts that there will be any further justifiable claims of any substantial amount once this payment is made. He added that YCUA has seen savings in other areas that will bring this contract in under budget when the final change order is received.

In favor: All. Opposed: None. (Motion carried)

G. **Request to Approve - Change Order No. 5 re: WWTP Odor Control Modifications** – Scott D. Westover

Motion by Doe to approve Change Order No. 5 re: WWTP Odor Control Modifications in the amount of $33,411.99. Support by Cameron. In favor: All. Opposed: None. (Motion carried)

H. **Request to Approve - Tetra Tech Budget Amendment Request re: WWTP Odor Control Modifications** – Scott D. Westover

Motion by Doe to approve the Tetra Tech Budget Amendment Request re: WWTP Odor Control Modifications in the amount of $21,500. Support by Bodary.

Ms. Stumbo inquired as to when the project is likely to be completed. Mr. Westover responded that the system is 100% online as of that morning and is operating successfully.

In favor: All. Opposed: None. (Motion carried)
I. Request to Approve - Tetra Tech Budget Amendment re: Snow Road Pump Station Improvements – Scott D. Westover

Motion by Cameron to approve the Tetra Tech Budget Amendment re: Snow Road Pump Station Improvements in the amount of $23,400. Support by Jason. In favor: All. Opposed: None. (Motion carried)

J. Request for Final Acceptance - Merritt Road Improvements as Public Utilities – Scott D. Westover

Motion by Doe to accept the Merritt Road Improvements as Public Utilities. Support by Cameron.

Mr. Westover advised the Board that these improvements have been operational for some time and that this is simply a formality as the last step in closing out the project with the developer.

In favor: All. Opposed: None. (Motion carried)

K. Fund Balance Report – Dwayne Harrigan

Mr. Harrigan directed the Board’s attention to the Fund Balance Report for February 28, 2013. He then proceeded to give a detailed report of the information contained in the report and answered questions from the Board.

Informational only; no motion from the Board required.


Informational only; no motion from the Board required.


Mr. Castro directed the Board’s attention to the Consumption Report. He then proceeded to give a detailed report of the information contained in the report and answered questions from the Board.

Informational only; no motion from the Board required.

N. Attorney’s Report – Thomas E. Daniels

There was no Attorney’s Report for the month.

O. Environmental Report – Perry M. Thomas

Mr. Thomas advised the Board that YCUA submitted its monthly discharge monitoring and operating reports and is in compliance with all permit requirements and limitations.

He indicated that the Authority also submitted its Mercury Minimization Program to MDEQ. He then outlined the program in greater detail.
Mr. Thomas explained that MDEQ conducted a pretreatment compliance inspection on February 20th, which resulted in only one recommended modification.

He pointed out that the overflows at Michigan Avenue and Huron Street in the Riverside Park area have now been fully addressed and staff has requested that the violation notice be closed. Mr. Thomas thanked the engineering and Service Center departments for their efforts on this project.

Mr. Thomas also explained that YCUA received a certificate of substantial completion on March 8th for the Snow Road pump station improvements, project, which was the last item on the District Compliance Agreement (DCA). He further advised that staff has requested that MDEQ close out the DCA.

Mr. Thomas stated that a team of YCUA employees and Tetra Tech staff has been formed to work on reducing the sulfur dioxide in the incinerator emissions. He then explained the issue at length.

Mr. Thomas concluded with a PowerPoint presentation regarding the wastewater treatment plant’s new odor control system, which he had previously presented at the West Willow neighborhood watch meeting on March 5th. For a review of the presentation, please contact Perry M. Thomas, YCUA Chief Compliance Officer.

Ms. Stumbo commended Mr. Thomas for his excellent report, which was very well received at the neighborhood watch meeting.

P. Director’s Report - Jeff Castro

Mr. Castro provided the Board with a detailed update on the Authority’s health care assessment, which resulted in determining HARDCAP provided by Gallagher Benefit Services as the best direction for YCUA under Public Act 152.

Ms. Stumbo inquired as to whether these changes need to be incorporated into the union contracts. YCUA human resources director Kimberly Robinson responded affirmatively and indicated that the changes will take place with the new contracts.

Ms. Stumbo then inquired as to whether the Authority is self-funded. Ms. Robinson responded that one plan is self-funded, which incorporates the majority of employees, and one is fully-insured through Blue Care Network.

5. OLD BUSINESS: There was no old business for the month.
6. OTHER BUSINESS:

Q. **Personnel Committee Appointment** - Jeff Castro

Mr. Castro welcomed Mr. Jason to the YCUA Board of Commissioners. He indicated that Mr. Jason took a tour of the Authority’s facilities and that he is impressed by Mr. Jason’s interest in YCUA.

Mr. Castro advised the Board that there is a vacancy on the Personnel Committee, which he recommended filling at this time. Motion by Doe to appoint Mr. Jason to the YCUA Personnel Committee. Support by Cameron. In favor: All. Opposed: None. (Motion carried)

R. **West Willow Pump Purchase** – Kevin G. Dupuis

Mr. Dupuis advised the Board that there is an urgent demand for two pumps at the West Willow lift station. He indicated that the total cost is $13,585 and that the order has been placed from Kennedy as a single source provider.

Mr. Dupuis explained that, the last six months, $9,058.41 was expended on call outs and repairs in order to keep the pumps unplugged. He pointed out that the pumps that have been ordered are a flight-style, dry submersible design that do not plug up, which should eliminate these types of call outs. Mr. Dupuis also explained that the pumps were ordered right away because the lead time on manufacturing them is four months.

Mr. Dupuis recommended approval of the West Willow Pump Purchase from Kennedy in the amount of $13,585.

Motion by Doe to approve the West Willow Pump Purchase from Kennedy in the amount of $13,585. Support by Bodary. In favor: All. Opposed: None. (Motion carried)

7. **STATEMENTS AND CHECKS:** Motion by Cameron to pay the bills in the amount of $3,332,363.07. Support by Doe. In favor: All. Opposed: None. (Motion carried)

8. **ADJOURNMENT:** Motion by Bodary to adjourn the meeting at 5:12 p.m. Support by Jason. In favor: All. Opposed: None. (Motion carried)

Respectfully submitted,

ANDREW CAMERON, Secretary - Treasurer
WHEREAS, the Ypsilanti Community Utilities Authority (the “Authority”) has been incorporated under the provisions of Act 233, Public Acts of Michigan, 1955, as amended (the “Act”), for the purposes set forth in the Act; and

WHEREAS, the Authority and the Charter Township of Ypsilanti (the “Local Unit”) have each approved and executed a Contract dated March 27, 2012 (the “Contract”) for the acquisition, construction and installation of various water supply system improvements, together with all necessary appurtenances and attachments thereto, to serve the Local Unit (the “Project”); and

WHEREAS, the Local Unit has published a notice of intent to enter into the Contract, which provided that the Contract shall become effective upon the expiration of a forty-five day referendum period beginning on the date of publication thereof (the “Referendum Period”), provided that during such period no petition for a referendum is signed by at least ten percent of the registered electors of the Local Unit and properly filed with the clerk of the Local Unit; and no such petition was filed within the forty-five day period; and

WHEREAS, the Authority has previously approved plans, specifications and estimates of cost for the System provided by the Authority’s consulting engineers (the “Consulting Engineers”); and

WHEREAS, under the provisions of the Contract, the Local Unit has obligated itself to pay the cost of the System to be financed by the issuance of bonds of the Authority by paying the installments plus interest thereon, as specified in Section 10 of the Contract, and the Local Unit has further obligated itself to levy taxes annually to the extent necessary for the purpose of meeting said installments plus interest thereon, subject, however, to applicable constitutional and statutory tax rate limitations, all as provided in Section 11 of the Contract; and

WHEREAS, pursuant to the Contract, the Authority has previously issued its $2,370,000 2012 Water Supply System No. 8 Bonds (Charter Township of Ypsilanti), dated June 28, 2012, and has authorized and expects to issue on April 9, 2013, its $2,140,000 Water Supply System No. 8 Bonds, Series 2013A (Charter Township of Ypsilanti); and

WHEREAS, the Authority now proposes to issue its third and final series of bonds under the Contract, as authorized by Section 9 of the Act, in anticipation of and secured solely by the contractual obligations of the Local Unit to provide the necessary funds to pay the Local Unit’s share of the cost of acquiring and constructing the System (hereinafter defined), and all things necessary to the authorization and issuance of the Authority’s bonds under the Act having been done and the Authority being now empowered to issue, and desirous of authorizing the issuance of the bonds; and

WHEREAS, the Local Unit and the Authority have previously entered into a Contract dated as of February 1, 2003 wherein the Authority agreed to acquire and construct water main improvements for the Local Unit (the “2003 Contract”); and

WHEREAS, an issue of bonds has been issued pursuant to the 2003 Contract, denominated Water Supply System No. 4 Bonds (Charter Township of Ypsilanti) dated July 1, 2003 in the original
principal amount of $1,850,000 (the “Prior Bonds”); and

WHEREAS, the Local Unit and the Authority have determined that it is in the best interest of the Local Unit and the Authority to refund all or part of the Prior Bonds maturing in the years 2014 through 2023; and

WHEREAS, pursuant to authority of Act 34, Public Acts of Michigan, 2001, as amended (“Act 34”) and Act 233, the Authority and the Local Unit have or will shortly execute a contract (the “Refunding Contract”) providing for the implementation of such refunding program and for other details in connection therewith, said Refunding Contract being attached hereto in full and made a part of this resolution pursuant to law; and

WHEREAS, all things necessary for the authorization of such refunding bonds pursuant to the provisions of law have been done, and the Authority is now empowered and desires to authorize the issuance of such refunding bonds;

THEREFORE, BE IT RESOLVED BY THE BOARD OF COMMISSIONERS OF THE AUTHORITY AS FOLLOWS:

Section 1. Definitions. Wherever used in this resolution or in the Bonds to be issued hereunder, except where otherwise indicated by the context:

(a) “Authority” means the Ypsilanti Community Utilities Authority.

(b) “Authorized Officer” means any of the Director, Chair, Secretary and Treasurer of the Authority.

(c) “Bonds” means the not to exceed $4,800,000 Water Supply System and Refunding Bonds, Series 2013B (Charter Township of Ypsilanti), authorized by Section 4 hereof.

(d) “Contract” means collectively, the Contract, dated as of March 27, 2012 and the Refunding Contract between the Authority and the Local Unit which the Authority hereby approves and authorizes its Chair and Secretary to execute.

(e) “Contractual Payments” means the debt service installment payments required to be made by the Local Unit to the Authority pursuant to the provisions of Section 10 of the Contract and Section 4 of the Refunding Contract and pledged to the payment of the principal of and interest on the Bonds authorized by the provisions of this resolution.

(f) “Depository Bank” means the Michigan bank or trust company selected by the Board of Commissioners of the Authority or an Authorized Officer, which is a member of the Federal Deposit Insurance Corporation.

(g) “System” means the Ypsilanti Community Utilities Authority Water Supply System No. 8 (Charter Township of Ypsilanti), consisting of the acquisition, construction and equipping of water supply system improvements in the Local Unit, including site acquisition and development therefor, as more particularly described in the Contract and the Contract, together
with all necessary appurtenances and rights in land thereto, being defrayed from the proceeds of the Bonds.

(h) “Prior Bonds” means the Authority’s Water Supply System No. 4 Bonds (Charter Township of Ypsilanti) dated July 1, 2003 in the original principal amount of $1,850,000.

(i) “Transfer Agent” means a bank or trust company qualified and approved by an Authorized Officer the Authority to serve as transfer agent for the Bonds.

Section 2. Authorization of Bonds. For the purpose of (i) defraying the Local Unit’s share of the cost of the System, and (ii) refunding all or part of the Prior Bonds maturing in the years 2014 through 2023, including payment of engineering, legal and financing expenses, including a bond discount, and other expenses incident thereto and incident to the issuance of the Bonds, there shall be borrowed the sum of not to exceed $4,800,000, and in evidence thereof Bonds of the Authority shall be issued in an equivalent aggregate principal amount.

Section 3. Details of Bonds. The Bonds shall be designated WATER SUPPLY SYSTEM AND REFUNDING BONDS, SERIES 2013B (CHARTER TOWNSHIP OF YPSILANTI), in the principal amount not to exceed Four Million Dollars ($4,800,000) as finally determined upon sale thereof, the principal of and interest thereon to be payable solely out of the Contractual Payments required to be paid by the Local Unit pursuant to the Contract, shall be in fully-registered form in the denomination of $5,000 or multiples of $5,000 not exceeding for each maturity the principal amount of such maturity, dated as of the date of delivery thereof, or such other date as shall be determined by an Authorized Officer in the Sales Order approving the sale of the Bonds (the “Sales Order”), numbered as determined by the Transfer Agent and maturing annually on April 1 in each of the years 2014 to 2033, inclusive, or such other years or dates as shall be determined at the time of sale and in the amounts as determined in the Sales Order. The Bonds may be issued as serial or term bonds, or any combination thereof.

The Bonds shall bear interest at a rate or rates to be determined on public sale thereof, but in any event not exceeding 5% per annum, payable on October 1, 2013 (or such other interest payment date as provided in the Sales Order), and semiannually thereafter, by check drawn on the Transfer Agent, mailed to the registered owner at the registered address, as shown on the registration books of the Authority maintained by the Transfer Agent. Interest shall be payable to the registered owner of record as of the fifteenth day of the month prior to the payment date for each interest payment. The date of determination of registered owner for purposes of payment of interest as provided in this paragraph may be changed by the Authority to conform to market practice in the future. The principal of the Bonds shall be payable upon presentation and surrender of the appropriate Bond at the office of the Transfer Agent.

The Bonds shall be subject to redemption prior to maturity as provided in Section 11 hereof.

Section 4. Execution and Delivery of Bonds; Transfer Agent Duties. The Bonds shall be signed with the facsimile signature of the Chair of the Authority and countersigned by the facsimile signature of the Secretary of the Authority. The Bonds shall have the corporate seal, or a facsimile thereof, of the Authority impressed or imprinted thereon. No Bond of this series shall be valid until authenticated by an authorized officer of the Transfer Agent, if necessary. Executed blank bonds for registration and issuance to transferees shall simultaneously, and from time to time thereafter as necessary, be delivered to the Transfer Agent for safekeeping.
Any Bond may be transferred upon the books required to be kept pursuant to this section by the person in whose name it is registered, in person or by his duly authorized attorney, upon surrender of the Bond for cancellation, accompanied by delivery of a duly executed written instrument of transfer in a form approved by the Transfer Agent. Whenever any Bond or Bonds shall be surrendered for transfer, the Authority shall execute and the Transfer Agent shall authenticate and deliver a new Bond or Bonds, for like aggregate principal amount. The Transfer Agent shall require the payment by the bondholder requesting the transfer of any tax or other governmental charge required to be paid with respect to the transfer.

The Transfer Agent shall keep or cause to be kept, at its principal office, sufficient books for the registration and transfer of the Bonds, which shall at all times be open to inspection by the Authority. Upon presentation for such purpose, the Transfer Agent shall, under such reasonable regulations as it may prescribe, transfer or cause to be transferred, on said books, Bonds as hereinbefore provided.

Each Authorized Officer is hereby authorized to execute an agreement with the Transfer Agent regarding the duties and responsibilities of the Transfer Agent.

Section 5. Source of Payment; Pledge; Remedies. The Bonds and the interest thereon shall be payable solely from the Contractual Payments received by the Authority, for the payment of which the Local Unit has, in the Contract, pledged its limited tax full faith and credit pursuant to the provisions of the Act, in the amounts set forth in the Contract. The Local Unit has covenanted and agreed to provide annually general or special funds in amounts sufficient to meet when due its Contractual Payments in anticipation of which the Bonds are issued, or, if necessary, to levy ad valorem taxes on all taxable property within its boundaries for such purpose, subject to applicable constitutional and statutory tax rate limitations. All of such Contractual Payments are hereby pledged solely and only for the payment of principal of and interest on the Bonds. The holder or holders of the Bonds, representing in the aggregate not less than twenty percent (20%) of the entire issue then outstanding, may, by suit, action or other proceedings, protect and enforce the aforesaid pledge and enforce and compel the performance of all duties of the officials of the Authority, including, but not limited to, compelling the Local Unit, by proceedings in a court of competent jurisdiction or other appropriate forum, to make the Contractual Payments, appropriate general funds, and levy and collect appropriate taxes as herein authorized and as may be required under the Contract to be so appropriated, certified, levied and collected by the Local Unit for the Contractual Payments.

Section 6. Custody of Funds. The Treasurer of the Authority shall be custodian of all funds of the Authority belonging to or associated with the System, and such funds shall be deposited in the Depository Bank.

Section 7. Establishment of the Debt Retirement Fund. The Authority shall, after the adoption of this resolution and the delivery of the Bonds herein authorized, open a special depository account with the Depository Bank to be designated DEBT RETIREMENT FUND – YPSILANTI COMMUNITY UTILITIES AUTHORITY WATER SUPPLY SYSTEM AND REFUNDING BOND, SERIES 2013B (CHARTER TOWNSHIP OF YPSILANTI) (the “Debt Retirement Fund”), into which the Authority shall deposit the proceeds of the Bonds representing any accrued interest paid at the time of delivery of the Bonds, if any, and all Contractual Payments as received. The moneys from time to time on hand in the Debt Retirement Fund shall be used solely and only for the payment of the principal of and interest on the Bonds.
Section 8. Construction Fund. The portion of the proceeds of sale of the Bonds related to the financing of improvements to the System, other than proceeds for accrued interest described below, shall be deposited in a special depository account in the Depository Bank designated “YPSILANTI COMMUNITY UTILITIES AUTHORITY WATER SUPPLY SYSTEM AND REFUNDING BONDS, SERIES 2013B (CHARTER TOWNSHIP OF YPSILANTI) CONSTRUCTION FUND” (the “Construction Fund”). Proceeds of the Bonds representing any accrued interest paid at the time of delivery of the Bonds shall be deposited into the Debt Retirement Fund established under the provisions of Section 7 of this resolution. The moneys in the Construction Fund shall be used solely and only to pay costs of the improvements authorized in this resolution and any engineering, legal, bond insurance, financing or other expenses incidental thereto on authorization of the Authority, in accordance with the provisions of the Contract. Any unexpended balance remaining in the Construction Fund after completion of the System may be used for the improvement or enlargement of the System or for other projects of the Authority undertaken on behalf of the Local Unit, if such use be approved by the Local Unit. Any balance remaining after such use, if any, shall be paid into the Debt Retirement Fund, and the Local Unit shall receive a credit for the amount of such balance against the Contractual Payment next due.

Section 9. Escrow Fund. The proceeds of the Bonds representing the refunding of the Prior Bonds, along with certain cash to be made available pursuant to the Refunding Contract, if any, shall be deposited in an escrow fund (the “Escrow Fund”) consisting of cash and investments in direct obligations of or obligations the principal of and interest on which are unconditionally guaranteed by the United States of America or other obligations the principal of and interest on which are fully secured by the foregoing and used to pay principal, interest and redemption premiums on the Prior Bonds. The Authorized Officers be and are each hereby authorized and directed to (a) take all steps necessary to call the Prior Bonds for redemption, including the preparation and mailing of a notice of redemption, (b) select a bank or corporate trust department to act as escrow agent (the “Escrow Agent”), (c) negotiate terms of an escrow agreement with the Escrow Agent and (d) execute the escrow agreement on behalf of the Authority. The amounts held in the Escrow Fund shall be such that the cash and investments and income received thereon will be sufficient without reinvestment to pay the principal, interest and redemption premiums on the Prior Bonds when due at maturity or call for redemption as required by this Section. Following establishment of the Escrow Fund, any debt retirement funds held by the Authority for the Prior Bonds being refunded shall be transferred to the Debt Retirement Fund for the Bonds.

Section 10. Operation and Maintenance. The operation, maintenance and administration of the System, and the acquisition and construction thereof, shall be under the overall jurisdiction and control of the Authority.

Section 11. Bond Form. The Bonds shall be in substantially the following form:
YPSILANTI COMMUNITY UTILITIES AUTHORITY
WATER SUPPLY SYSTEM AND REFUNDING BOND, SERIES 2013B
(CHARTER TOWNSHIP OF YPSILANTI)

<table>
<thead>
<tr>
<th>Interest Rate</th>
<th>Maturity Date</th>
<th>Date of Original Issue</th>
<th>CUSIP</th>
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<tr>
<td></td>
<td>April 1, ____</td>
<td>____________, 2013</td>
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</table>

Registered Owner:  
Principal Amount:  

YPSILANTI COMMUNITY UTILITIES AUTHORITY, a public corporation of the State of Michigan (the “Issuer”), for value received, hereby promises to pay to the Registered Owner specified above, or registered assigns, the Principal Amount specified above, in lawful money of the United States of America on the Maturity Date specified above, unless prepaid prior thereto as hereinafter provided, with interest thereon from the Date of Original Issue specified above or such later date to which interest has been paid, until paid, at the Interest Rate per annum specified above, first payable on October 1, 2013, and semiannually thereafter. Principal of this bond is payable upon presentation and surrender thereof at the principal corporate trust office of ____________, ______________, Michigan, or such other transfer agent as the Issuer may hereafter designate by notice mailed to the registered owner not less than sixty (60) days prior to any interest payment date (the “Transfer Agent”). Interest on this bond is payable by check or draft mailed by the Transfer Agent to the person or entity who is as of the fifteenth (15) day of the month prior to each interest payment date, the registered owner, at the registered address as shown on the registration books of the Issuer maintained by the Transfer Agent.

The bonds of this issue are payable solely from the proceeds of contractual payments to be paid by the Charter Township of Ypsilanti, Washtenaw County, Michigan (the “Local Unit”) to the Issuer pursuant to a certain contract dated as of March 27, 2012 (the “Contract”), between the Local Unit and the Issuer, whereby the Issuer is to assist in the financing of the cost of acquiring and constructing water supply system improvements and appurtenances and attachments thereto in the Local Unit, and pursuant to a certain Refunding Contract dated as of April 8, 2013, between the Local Unit and the Issuer (the “Refunding Contract,” together with the Contract, the “Contracts”). By the provisions of the Contracts and pursuant to the authorization provided by law, the Local Unit has pledged its limited tax full faith and credit for the payment of its contractual payments, and the Local Unit is obligated to pay such amounts from its general funds, including collections of ad valorem taxes on all taxable property within its boundaries, subject to applicable statutory and constitutional tax rate limitations. The Issuer has irrevocably pledged to the payment of this issue of bonds the total contractual payments, which said total payments are established in the amount required to pay the principal of and interest on the bonds of this issue when due.

This bond is one of a series of bonds of even Date of Original Issue, aggregating the principal sum of $_________, issued under and in pursuance of a resolution duly adopted by the Board of Commissioners of the Issuer under and in full compliance with the Constitution and statutes of the State of Michigan, including specifically Act 233, Public Acts of Michigan, 1955, as amended, and Act 34, Public Acts of Michigan, 2001, as amended, for the purpose of (i) paying the cost of constructing the water supply system improvements, and (ii) refunding a certain prior bond of the Issuer.

[Insert term bond provisions, if applicable]

Bonds maturing in the years 2014 to 2023, inclusive, shall not be subject to redemption prior to maturity.

Bonds or $5,000 portions thereof maturing in the years 2024 to 2033, inclusive, shall be subject to redemption prior to maturity, at the option of the Authority, in any order and by lot within a single maturity, on any date on or after April 1, 2023. Bonds called for redemption shall be redeemed at par and accrued interest to the date fixed for redemption.
Notice of redemption shall be given to the registered owner of any bond to be redeemed by mailing of such notice not less than thirty (30) days prior to the date fixed for redemption to the registered owner at the address of the registered owner as shown on the registration books of the Authority kept by the Transfer Agent. Bonds shall be called for redemption in multiples of $5,000 shall be treated as representing the number of bonds obtained by dividing the denominations of the bond by $5,000 and such bonds may be redeemed in part. The notice of redemption for bonds redeemed in part shall state that upon surrender of the bond to be redeemed, a new bond or bonds in the same aggregate principal amount equal to the registered owner thereof with the same interest rate and maturity. No further interest shall accrue on bonds called for redemption after the date fixed for redemption, whether presented for redemption or not, provided funds are on hand with the Transfer Agent to redeem the bond or portion thereof.

Any bond may be transferred by the person in whose name it is registered, in person or by the registered owner’s duly authorized attorney or legal representative, upon surrender of the bond to the Transfer Agent for cancellation, together with a duly executed written instrument of transfer in a form approved by the Transfer Agent. Whenever any bond is surrendered for transfer, the Transfer Agent shall authenticate and deliver, a new bond or bonds, in like aggregate principal amount, interest rate and maturity. The Transfer Agent shall require the registered owner requesting the transfer to pay any tax or other governmental charge required to be paid with respect to the transfer. The Transfer Agent shall not be required to issue, register the transfer of or exchange any bond during a period beginning at the opening of business 15 days before the day of the mailing of a notice of redemption of bonds selected for redemption and ending at the close of business on the day of that mailing.

It is hereby certified and recited that all acts, conditions and things required to be done, exist and happen, precedent to and in the issuance of said bonds, in order to make them valid and binding obligations of said Authority, have been done, exist and have happened in regular and due form and time as provided by law, and that the total indebtedness of said Local Unit does not exceed any constitutional or statutory limitation.

This bond is not valid or obligatory for any purpose until the Transfer Agent’s Certificate of Authentication on this bond has been executed by the Transfer Agent. For a complete statement of the funds from which and the conditions under which this bond is payable and the general covenants and provisions pursuant to which this bond is issued, reference is made to the Contract and the resolution of the Authority authorizing the issuance of the bonds.

IN WITNESS WHEREOF, YPSILANTI COMMUNITY UTILITIES AUTHORITY, by its Board of Commissioners, has caused this bond to be signed in the name of said Authority by the facsimile signature of its Chair and to be countersigned by the facsimile signature of its Secretary and a facsimile of its corporate seal to be hereunto imprinted, all as of the Date of Original Issue.

By: 

BRENDA L. STUMBO, Chair

(SEAL)

Countersigned:

By: 

ANDREW CAMERON, Secretary - Treasurer

(SEAL)
Certificate of Authentication

This bond is one of the bonds described in the above-referenced resolution.

________________________,
_________________, Michigan
Transfer Agent

By: ________________________________
   Authorized Signature

Date of Registration: _________________
Section 12. Additional Bonds. Nothing contained in this resolution or the Contract shall be construed to prevent the Authority from issuing additional bonds under the provisions of the Act, but any such additional bonds shall in no way have any lien on or be payable out of the Contractual Payments pledged to the payment of the Bonds, except such additional bonds as may be necessary may be issued to complete the System.

Section 13. Investment of Funds. Moneys in any funds and accounts of the Authority may be invested by the Authority in United States government obligations, the principal of and interest on which are guaranteed by the United States government, or in interest-bearing time deposits, as shall from time to time be determined by the Authority. In the event such investments are made, the securities representing the same shall be kept on deposit with the depository or depositories of the fund or funds from which such investments are made and such securities and the income therefrom shall become part of the Debt Retirement Fund, to the extent necessary to pay amounts owing on the Bonds.

Section 14. Resolution and Contract. The provisions of this resolution, together with the Contract, shall constitute a contract between the Authority and the holder or holders from time to time of the Bonds, and after the issuance of the Bonds, no change, variation or alteration of the provisions of this resolution and the Contract may be made which would materially lessen the security for the Bonds.

Section 15. Covenants with Bondholders. The Authority covenants and agrees with the successive holders of the Bonds, so long as any of the Bonds remain outstanding and unpaid as to either principal or interest, as follows:

(a) The Authority will punctually perform all of its obligations and duties under this resolution and the Contract, including the collection, segregation and application of the Contractual Payments in the manner required by the provisions of this resolution.

(b) The Authority will apply and use the proceeds of sale of the Bonds for the purposes and in the manner required by the Contract and this resolution.

(c) The Authority will maintain and keep proper books of record and account relative to the application of funds for the construction of the System and the Contractual Payments received pursuant to the Contract. Not later than six (6) months after the end of each year, the Authority shall cause to be prepared a statement in reasonable detail, sworn to by its chief accounting officer, showing the application of the proceeds of sale of the Bonds, the cash receipts from the Contractual Payments during such year and the application thereof, and such other information as may be necessary to enable any taxpayer or any holder or owner of the Bonds, or anyone acting in their behalf, to be fully informed as to all matters pertaining to the construction of the System and application of funds therefor or for the payment of the Bonds during such year. A certified copy of said statement shall be filed with the Clerk of the Local Unit and a copy shall also be sent to the manager or managers of the account purchasing the Bonds. The Authority shall also cause an annual audit of the books of record and account for the preceding operating year to be made by a recognized independent certified public accountant and shall mail such audit to the manager or managers of the account purchasing the Bonds and the Department of Treasury. The aforesaid audit may be submitted to said manager(s) in place of the aforesaid statement.

Section 16. Notice of Sale. The Secretary shall fix a date for sale of the Bonds and cause notice
of sale of the Bonds (the “Notice of Sale”) to be published in *The Bond Buyer*, New York, New York, or any other newspaper approved by the Department of Treasury, at least seven (7) full days before the date fixed for sale of the Bonds. The Notice of Sale shall be in substantially the following form:
OFFICIAL NOTICE OF SALE

$__________*

YPISILANTI COMMUNITY UTILITIES AUTHORITY
COUNTY OF WASHTENAW, STATE OF MICHIGAN
WATER SUPPLY SYSTEM AND REFUNDING BONDS, SERIES 2013B
(CHARTER TOWNSHIP OF YPSILANTI)
*Subject to adjustment as set forth in this Notice of Sale

SEALED, FAXED OR ELECTRONIC BIDS: Bidders may submit bids for the purchase of the above bonds as follows:

SEALED BIDS Bidders may submit sealed bids for the purchase of the above bonds at the offices of the Authority located at 2777 State Road, Ypsilanti Michigan 48198-9112 on _________, the __ day of _______, 2013 until _______m, prevailing Eastern Time, at which time and place said bids will be publicly opened and read. Sealed bids will also be received at the same time and date at the offices of The Municipal Advisory Council of Michigan, 535 Griswold, Suite 1850, Detroit, MI 48226 (the “MAC”).

FAXED BIDS: Faxed bids may be submitted to the Authority at fax number (734) 484-4699 (Attn: Authority Director) or to the MAC at fax number (313) 963-0943, provided that faxed bids must arrive before the time of sale, the bidder bears all risks of transmission failure and the GOOD FAITH DEPOSIT MUST BE MADE AND RECEIVED as described in the section captioned “GOOD FAITH” below.

ELECTRONIC BIDS: Electronic bids will also be received on the same date and until the same time by Bidcomp/Parity as agent of the undersigned. Further information about Bidcomp/Parity, including any fee charged, may be obtained from Bidcomp/Parity, Anthony Leyden or CLIENT SERVICES, 1359 Broadway, Second Floor, New York, New York 10018, (212) 849-5021. IF ANY PROVISIONS OF THIS NOTICE OF SALE SHALL CONFLICT WITH THE INFORMATION PROVIDED BY BIDCOMP/PARITY, AS THE APPROVED PROVIDER OF ELECTRONIC BIDDING SERVICES, THIS NOTICE OF SALE SHALL CONTROL. NO CHANGE OF THE DATED DATE WILL BE ALLOWED FOR THE COMPUTATION OF THE WINNING BID.

BOND DETAILS: Said bonds will be registered bonds of the denomination of $5,000 or multiples thereof not exceeding for each maturity the maximum principal amount of that maturity, originally dated as of the date of delivery thereof, numbered in order of registration, and will bear interest from their date payable on October 1, 2013 and semiannually thereafter.

The bonds will mature on the 1st day of April of each of the years, as follows:

|------|------|------|------|------|------|------|------|------|------|------|------|------|------|------|------|------|------|------|------|------|

TERM BOND OPTION: Bidders shall have the option of designating bonds as serial bonds or term bonds or both. Any term bond may consist of bonds which, if maturing as serial bonds, would be subject to optional redemption or bonds which, if maturing as serial bonds, would not be subject to optional redemption, but no term bond may consist of both. The bid must designate whether each of the principal requirements shown above represent a serial maturity or mandatory redemption requirement for a term bond maturity. In any event, the above principal amount schedule shall be represented by either serial maturities or mandatory redemption requirements, or a combination or both. Any such designation must be made within twenty-four hours after the time of sale.
MATURITY AND PURCHASE PRICE ADJUSTMENT: The aggregate principal amount of this issue as shown in this Official Notice of Sale is believed to be the amount necessary to provide adequate funds to finance projects, refund a prior issue of bonds and to pay transactional costs. The Authority reserves the right to increase or decrease the aggregate principal amount of the bonds by not more than $150,000 after receipt of the bids and prior to final award. Such adjustment, if necessary, will be made in increments of $5,000, will not exceed $20,000 per maturity and may be made in any maturity.

The purchase price of the Bonds will be adjusted proportionately to the adjustment in principal amount of the bonds in such manner as to maintain as comparable an underwriter spread as possible to that bid. The successful bidder may not withdraw its bid as a result of any changes made within these limits.

PRIOR REDEMPTION: Bonds of this issue maturing in the years 2014 to 2023, inclusive, shall not be subject to redemption prior to maturity. Bonds or $5,000 portions thereof maturing in the years 2024 and thereafter, shall be subject to redemption prior to maturity, at the option of the Authority, in such order of maturity as the Authority may determine, and by lot within any maturity, on any date on or after April 1, 2023, at par accrued interest to the date fixed for redemption.

In case less than the full amount of an outstanding bond is called for redemption, the transfer agent, upon presentation of the bond called for redemption, shall register, authenticate and deliver to the registered owner of record a new bond in the principal amount of the portion of the original bond not called for redemption.

Notice of redemption shall be given to the registered owner of any bond or portion thereof called for redemption by mailing of such notice not less than thirty (30) days prior to the date fixed for redemption to the registered address of the registered owner of record. A bond or portion thereof so called for redemption shall not bear interest after the date fixed for redemption provided funds are on hand with the transfer agent to redeem said bond or portion thereof.

INTEREST RATE AND BIDDING DETAILS: The bonds shall bear interest at a rate or rates not exceeding 5% per annum, to be fixed by the bids therefor, expressed in multiples of 1/8 or 1/20 of 1%, or both. Interest on any one bond shall be at one rate only and all bonds maturing in any one year must carry the same interest rate. The difference between the highest and lowest rates on the bonds shall not exceed 3%. No proposal for the purchase of less than all of the bonds or at a price less than 99% or greater than 102% of their par value will be considered. THE INTEREST RATE FOR EACH SERIAL OR TERM BOND MATURITY SHALL BE EQUAL TO OR GREATER THAN THE INTEREST RATE FOR THE PRECEDING SERIAL OR TERM BOND MATURITY. In submitting a proposal for the bonds, the bidder agrees to the representation of the Authority by Miller, Canfield, Paddock and Stone, P.L.C. as bond counsel.

TRANSFER AGENT AND REGISTRATION: Principal and interest shall be payable at the corporate trust office of ______________, __________, Michigan, or such other transfer agent as the Authority may hereafter designate by notice mailed to the registered owner of record not less than 60 days prior to an interest payment date. Interest shall be paid by check or draft mailed to the registered owner of record as shown on the registration books kept by the transfer agent as of the 15th day prior to an interest payment date. The bonds will be transferred only upon the registration books of the Authority kept by the transfer agent.

PURPOSE AND SECURITY: The bonds of this issue are payable solely from the proceeds of contractual payments to be paid by the Charter Township of Ypsilanti, Washtenaw County, Michigan (the “Local Unit”) to the Issuer pursuant to a certain contract dated as of March 27, 2012 (the “Contract”), between the Local Unit and the Issuer, whereby the Issuer is to assist in the financing of the cost of acquiring and constructing water supply system improvements and appurtenances and attachments thereto in the Local Unit, and pursuant to a certain Refunding Contract dated as of April 8, 2013, between the Local Unit and the Issuer (the “Refunding Contract,” together with the Contract, the “Contracts”). By the provisions of the Contracts and pursuant to the authorization provided by law, the Local Unit has pledged its limited tax full faith and credit for the payment of its contractual payments, and the Local Unit is obligated to pay such amounts from its general funds, including collections of ad valorem taxes on all taxable property within its boundaries, subject to applicable statutory and constitutional tax rate limitations. The Issuer has irrevocably pledged to the payment of this issue of bonds the total contractual payments, which said total payments are established in the amount required to pay the principal of and interest on the bonds of this issue when due. The rights or remedies of bondholders may be affected by bankruptcy laws or other creditors’ rights legislation now existing or hereafter enacted.

GOOD FAITH: A good faith deposit in the form of a certified or cashier’s check drawn upon an incorporated bank or trust company, or wire transfer, in the amount of $_______ (or 2% of the par amount of the bonds as adjusted if
necessary as described under the section captioned “MATURITY AND PURCHASE PRICE ADJUSTMENT”) payable to
the order of the Treasurer of the Authority will be required of the successful bidder. The successful bidder is required to
submit its good faith deposit to the Authority as instructed by the Authority not later than Noon, prevailing Eastern Time, on
the next business day following the sale. The good faith deposit will be applied to the purchase price of the bonds. In the
event the purchaser fails to honor its accepted bid, the good faith deposit will be retained by the Authority. No interest shall
be allowed on the good faith check. The good faith check of the successful bidder will be cashed and payment for the
balance of the purchase price of the bonds shall be made at the closing.

AWARD OF BONDS: The bonds will be awarded to the bidder whose bid produces the lowest true interest cost
determined in the following manner: the lowest true interest cost will be the single interest rate (compounded on October 1,
2013 and semi-annually thereafter) necessary to discount the debt service payments from their respective payment date to
________, 2013 in an amount equal to the bid price, excluding accrued interest.

TAX MATTERS: In the opinion of Miller, Canfield, Paddock and Stone, P.L.C., bond counsel, under existing law,
assuming compliance with certain covenants, interest on the bonds is excludable from gross income for federal income tax
purposes as described in the opinion, and the bonds and interest thereon are exempt from all taxation by the State of
Michigan or by any taxing authority within the State of Michigan except inheritance and estate taxes and taxes on gains
realized from the sale, payment or other disposition thereof.

The successful bidder will be required to furnish, at delivery of the bonds, a certificate in a form acceptable to bond
counsel as to the “issue price” of the bonds within the meaning of Section 1273 of the Internal Revenue Code of 1986, as
amended (the “Code”). Such certificate will include (i) for those maturities where 10% of each such maturity of the bonds
has been sold to members of the general public (excluding underwriters, brokers and dealers) prior to delivery of the bonds,
the price at which the first 10% of each such maturity was sold to members of the general public and (ii) for those maturities
where 10% of such maturity has not been sold to members of the general public (excluding underwriters, brokers and dealers)
prior to delivery of the bonds, an agreement by the successful bidder to provide bond counsel with the prices at which the
first 10% of each such maturity is ultimately sold to members of the general public.

[QUALIFIED TAX EXEMPT OBLIGATIONS: The Bonds have been designated as “qualified tax exempt
obligations” for purposes of deduction of interest expense by financial institutions pursuant to the Code.]

LEGAL OPINION: Bids shall be conditioned upon the approving opinion of Miller, Canfield, Paddock and Stone,
P.L.C., attorneys of Detroit, Michigan, a copy of which opinion will be printed on the reverse side of each bond and the
original of which will be furnished without expense to the purchaser of the bonds at the delivery thereof. The fees of Miller,
Canfield, Paddock and Stone, P.L.C. for services rendered in connection with such approving opinion are expected to be paid
from bond proceeds. Except to the extent necessary to issue its approving opinion as to validity of the above bonds, Miller,
Canfield, Paddock and Stone, P.L.C. has not been requested to examine or review and has not examined or reviewed any
financial documents, statements or materials that have been or may be furnished in connection with the authorization,
issuance or marketing of the bonds, and accordingly will not express any opinion with respect to the accuracy or
completeness of any such financial documents, statements or materials.

BOND INSURANCE AT PURCHASER’S OPTION: If the bonds qualify for issuance of any policy of municipal
bond insurance or commitment therefor at the option of the bidder/purchaser, the purchase of any such insurance policy or
the issuance of any such commitment shall be at the option and expense of the purchaser of the bonds. Any and all increased
costs of issuance of the bonds resulting from such purchase of insurance shall be paid by the purchaser, except that if the
Authority has requested and received a rating on the Bonds from a rating agency, the Authority shall pay the fee for the
requested rating. Any other rating agency fees shall be the responsibility of the purchaser. FAILURE OF THE
MUNICIPAL BOND INSURER TO ISSUE THE POLICY AFTER THE BONDS HAVE BEEN AWARDED TO THE
PURCHASER SHALL NOT CONSTITUTE CAUSE FOR FAILURE OR REFUSAL BY THE PURCHASER TO ACCEPT
DELIVERY OF THE BONDS FROM THE AUTHORITY.

DELIVERY OF BONDS: The Authority will furnish bonds ready for execution at its expense. Bonds will be
delivered without expense to the purchaser through DTC in New York, New York. The usual closing documents, including a
certificate that no litigation is pending affecting the issuance of the bonds, will be delivered at the time of delivery of the
bonds. Payment for the bonds shall be made in immediately available funds. Accrued interest to the date of delivery of the
bonds shall be paid by the purchaser at the time of delivery.
BOOK-ENTRY ONLY: The bonds will be issued in book-entry only form as one fully registered bond per maturity and will be registered in the name of Cede & Co., as bondholder and nominee for The Depository Trust Company (“DTC”), New York, New York. DTC will act as securities depository for the bonds. Purchase of the bonds will be made in book-entry-only form, in the denomination of $5,000 or any multiple thereof. Purchasers will not receive certificates representing their interest in bonds purchased. It will be the responsibility of the purchaser to obtain DTC eligibility. Failure of the purchaser to obtain DTC eligibility shall not constitute cause for a failure or refusal by the purchaser to accept delivery of and pay for the bonds.

CUSIP NUMBERS: It is anticipated that CUSIP identification numbers will be printed on the bonds, but neither the failure to print such numbers on any bonds nor any error with respect thereto shall constitute cause for a failure or refusal by the purchaser thereof to accept delivery of and pay for the bonds in accordance with terms of the purchase contract. All expenses in relation to the printing of CUSIP numbers on the bonds shall be paid for by the Authority; provided, however, that the CUSIP Service Bureau charge for the assignment of such numbers shall be the responsibility of and shall be paid for by the purchaser.

THE RIGHT IS RESERVED TO REJECT ANY OR ALL BIDS.

OFFICIAL STATEMENT: A Preliminary Official Statement that the Authority and the Township deem to be final as of its date, except for the omission of information permitted to be omitted by Rule 15c2-12 of the Securities and Exchange Commission, has been prepared and may be obtained from Stauder, Barch & Associates, Inc., financial advisors to the Authority, at the address and telephone listed under FINANCIAL CONSULTANT below. Stauder, Barch & Associates, Inc., will provide the winning bidder with reasonable Official Statements within 7 business days from the date of sale to permit the purchaser to comply with Securities and Exchange Commission Rule 15c2-12. Additional copies of the Official Statement will be supplied by Stauder, Barch & Associates, Inc., upon request and agreement by the purchaser to pay the cost of additional copies. The request for additional copies should be made to Stauder, Barch & Associates, Inc. within 24 hours of the time of sale.

CONTINUING DISCLOSURE: As described more fully in the Official Statement, the Township will provide or cause to be provided, in accordance with the requirements of Rule 15c2-12 promulgated by the Securities and Exchange Commission, on or prior to the 180th day after the end of its fiscal year commencing with the fiscal year ended December 31, 2012, (i) certain annual financial information and operating data, including audited financial statements for the preceding fiscal year, generally consistent with the information contained or cross-referenced in the Official Statement relating to the bonds, (ii) timely notice of the occurrence of certain material events with respect to the bonds and (iii) timely notice of a failure by the Township to provide the required annual financial information on or before the date specified in (i) above.

FINANCIAL CONSULTANT: Further information concerning the bond issue may be obtained from the District Library’s financial advisor, Stauder, Barch & Associates, Inc., 3989 Research Park Drive, Ann Arbor, Michigan 48108, Telephone: (734) 668-6688, Facsimile: (734) 668-6723.

ENVELOPES containing the bids should be plainly marked “Proposal for Water Supply System and Refunding Bonds, Series 2013B.”

ANDREW CAMERON, Secretary - Treasurer
Ypsilanti Community Utilities Authority
Section 17. Tax Covenant; Qualified Tax Exempt Obligations. The Authority shall, to the extent permitted by law, take all actions within its control necessary to maintain the exclusion of the interest on the Bonds from gross income for federal income tax purposes under the Internal Revenue Code of 1986, as amended (the “Code”), including, but not limited to, actions relating to any required rebate of arbitrage earnings and the expenditure and investment of Bond proceeds and moneys deemed to be Bond proceeds. The Director is authorized to designate the Bonds as “qualified tax exempt obligations” for purposes of deduction of interest expense by financial institutions pursuant to the Code.

Section 18. Approval of Sale; Execution of Sale Order. Each Authorized Officer is hereby authorized to take all necessary procedures required to effectuate the sale, issuance and delivery of the Bonds including executing a Sales Order awarding the sale of the Bonds according to the Notice of Sale.

Section 19. Authorization of Other Actions. Each Authorized Officer is hereby designated, for and on behalf of the Authority, to (a) make the determinations authorized pursuant to Section 315(1)(d) of Act 34, including but not limited to determinations regarding interest rates, prices, discounts, premiums, maturities, principal amounts, denominations, dates of issuance, interest payment dates, redemption rights, the place of delivery and payment, designation of series, the portion or portions of the Prior Bonds to be refunded, and other matters within the parameters established by this resolution; (b) execute and deliver such certificates and documents and do all other acts and take all other necessary procedures required to effectuate the sale, issuance and delivery of the Bonds, including, if appropriate, purchase of bond insurance or other credit enhancements, make application for ratings, and revise the bond form, payment dates, date of original issue, designation of bonds, redemption provisions; and (c) make such other filings with the Michigan Department of Treasury or with other parties, to enable the sale and delivery of the Bonds as contemplated herein.

Section 20. Preliminary and Final Official Statement. The Authorized Officers, or any of them, are authorized to approve circulation of both a preliminary and final official statement describing the Bonds, to secure ratings for the Bonds.

Section 21. Section Headings. Section headings are for convenience only and do not constitute a part of this resolution.

Section 22. Repealer. All resolutions and parts of resolutions insofar as they conflict with the provisions of this resolution be and the same hereby are repealed.

[remainder of page left blank intentionally]
Section 23.  Effective Date.  This Resolution shall become effective immediately upon its adoption.

Minutes of a Regular Meeting of the Board of Commissioners of the Ypsilanti Community Utilities Authority held on the 27th day of March, 2013 at which the following Commissioners were present: Brenda L. Stumbo, Michael Bodary, Andrew Cameron, Larry J. Doe, and Keith P. Jason and the following were absent: None.

The attached resolution was moved by Commissioner Doe and seconded by Commissioner Bodary.

AYES: Brenda L. Stumbo, Michael Bodary, Andrew Cameron, Larry J. Doe, and Keith P. Jason

NAYS: None.

RESOLUTION DECLARED ADOPTED

ANDREW CAMERON, Secretary - Treasurer

I hereby certify that the foregoing is a true and complete copy of a resolution adopted by the Board of Commissioners of the Ypsilanti Community Utilities Authority, at a Regular Meeting held on March 27, 2013, and that said meeting was conducted and public notice of said meeting was given pursuant to and in full compliance with the Open Meetings Act, being Act 267, Public Acts of Michigan, 1976, and that the minutes of said meeting were kept and will be or have been made available as required by said Act.

ANDREW CAMERON, Secretary - Treasurer
**YCUA RESOLUTION No. 13-5**

Certified copy of the Resolutions of the **YPSILANTI COMMUNITY UTILITIES AUTHORITY**

Resolved

1. That the Bank is designated as a depository of this **MUNICIPALITY** and that the Bank is authorized to accept for credit to this **MUNICIPALITY** and/or for collection, any and all checks, drafts, notes, and other negotiable instruments when endorsed in the name of this **MUNICIPALITY** in writing, by rubber stamp, or otherwise, with or without a designation of the party making such endorsement.

2. That any and all funds standing to the credit of this **MUNICIPALITY** with the Bank in said account or accounts may be withdrawn upon checks, drafts, notes, orders or other undertakings for the payment of money, when signed in the name of this **MUNICIPALITY** by any of the following:

<table>
<thead>
<tr>
<th>Name</th>
<th>Title</th>
<th>Name</th>
<th>Title</th>
</tr>
</thead>
<tbody>
<tr>
<td>Brenda L. Stumbo</td>
<td>Title Chair</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Michael Bodary</td>
<td>Title Vice-Chair</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Andrew Cameron</td>
<td>Title Secretary/Treasurer</td>
<td></td>
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</tr>
<tr>
<td>Jeff Castro</td>
<td>Title Director</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Dwayne Harrigan</td>
<td>Title Finance Director</td>
<td></td>
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</tr>
</tbody>
</table>

whose signatures shall be duly certified to the Bank is authorized to pay any checks, drafts, notes, and orders so signed without any inquiry as to the circumstances of issue or the disposition of the proceeds thereof, whether drawn to the individual order or tendered in payment of individual obligations, or for deposit to the individual accounts, or the individuals named above or others of this **MUNICIPALITY** or otherwise.

3. That these resolutions and the authority hereby conferred shall remain in full force and effect until notice to the contrary in writing shall be received by the Bank.

**Certification of Unincorporated Association/Organization or Other Business Entity**

I/We certify that I/We are the governing body of **YPSILANTI COMMUNITY UTILITIES AUTHORITY** and that the foregoing is a complete, true and correct copy of the resolutions duly adopted by the governing body of **YPSILANTI COMMUNITY UTILITIES AUTHORITY** at meeting held on 3/27/2013.

Authorized Signature: ___________________________  Authorized Signature: ___________________________

Authorized Signature: ___________________________  Authorized Signature: ___________________________

**Mailing address for statements:**

2777 STATE STREET

YPSILANTI MI 48198

---

Placce: (734) 484-4600

Fax: (734) 544-7185

**Please return to:**

Citizens Bank

Public Funds MC 001073

328 S. Saginaw St.

Flint, MI 48502

Bank # ______  Branch # ______ Accepted By: ___________________________
ACCOUNT INFORMATION

Account Number: ______  ☑ Checking  ☑ Savings  ☐ New Account  Date: 3/20/2013

Title of Account: YPSILANTI COMMUNITY UTILITIES AUTHORITY  ☑ Modified
Subtitle of Account: SEE ATTACHED LIST

Individuals Related to account (Signers)/ Relationship

1) BRENDA L. STUMBO, CHAIR  6) ,
2) MICHAEL BODARY, VICE-CHAIR  7) ,
3) ANDREW CAMERON, SECRETARY/ TREASURER  8) ,
4) JEFF CASTRO, DIRECTOR  9) ,
5) DWAYNE HARRIGAN, FINANCE DIRECTOR  10) ,

Additional Account Documentation Required (check if applicable):  ☐ Eligibility Form (NOW Accounts only)

TAXPAYER IDENTIFICATION NUMBER (TIN) CERTIFICATION
(Substitute Form W9)

Under penalties of perjury, I certify that:

1. The number shown on this form is my correct taxpayer identification number (or I am waiting for a number to be issued to me), and
2. I am not subject to backup withholding because: (a) I am exempt from backup withholding, or (b) I have not been notified by the Internal Revenue Service (IRS) that I am subject to backup withholding as a result of failure to report interest or dividends, or (c) the IRS has notified me that I am no longer subject to backup withholding (Notice: If you are subject to backup withholding, cross out #2), and
3. I am a U.S. person (including a U.S. resident alien).

Taxpayer Identification Number 38-2052446  ☑ Exempt Payee

Authorized Signer for TIN Certification

ACKNOWLEDGEMENT
(Required by all Authorized Signers on the Account)

By signing below, the undersigned have opened or modified the account listed above; acknowledge receipt of the Checking and Savings Account Agreement or Deposit Account Rules, as applicable to the account, the related Fee Schedule and the Funds Availability Policy; and agree to be bound by these terms and conditions. If the account is in the name of a business entity/organization, the undersigned is (are) acting on behalf of the business entity/organization.

Number of Signatures Required: 1

Authorized Signatures:

1. ______________________________  6. ______________________________
2. ______________________________  7. ______________________________
3. ______________________________  8. ______________________________
4. ______________________________  9. ______________________________
5. ______________________________  10. ______________________________

Return to: Citizens Bank – Public Funds, 328 S Saginaw St., Flint MI 48502
Bank # ______  Branch # ___________  Accepted By: ______________________________