

VILLAGE OF MT. AUBURN

MT. AUBURN, ILLINOIS 62547

CHRISTIAN COUNTY, ILLINOIS

ORDINANCE No. 7

AN ORDINANCE TO ALLOW BORROWING OF MONEY FROM
FIRST NATIONAL BANK OF MT. AUBURN

WHEREAS, it is deemed advisable for the best interest of the residents of the Village of Mt. Auburn to redeem its outstanding Waterworks System Improvement Revenue Bonds dated November 1, 1980, and now owned by the Farmers Home Administration;

WHEREAS, pursuant to the provisions of Section 8-1-3-1 of the Illinois Municipal Code, the Village is authorized to borrow money from any bank or other financial institution provided such money shall be repaid within one year from the time the money is borrowed;

WHEREAS, Farmers Home Administration has offered the Village of Mt. Auburn the opportunity to pay off these Revenue Bonds as a discount, for the total sum of \$169,359.41, if such sum is paid by September 10, 1987, which would be a savings of approximately \$335,241.00;

WHEREAS, the Village does have approximately \$100,000.00 on hand and it needs to borrow an additional \$50,000.00 in order to pay Farmers Home Administration the discount price and complete the payment in full of the bonds;

WHEREAS, the First National Bank of Mt. Auburn, Mt. Auburn, Illinois, has agreed to finance the \$50,000.00 needed to pay off the said bonds, to be repaid in the sum of \$1,250.00 monthly out of the Water Revenue Fund, with assignment of such funds to continue on a yearly basis only until debt has been retired in full;

NOW THEREFORE, be it ordained by the Village Board of the Village of Mt. Auburn, Christian County, Illinois:

Section One: It is hereby determined that it is in the best interests of the residents of the Village of Mt. Auburn that the said Waterworks System Improvement Revenue Bonds be redeemed for the discount amount of \$168,359.41 and that the Village borrow the sum of \$50,000.00 from the First National Bank of Mt. Auburn for a one-year period at ten (10%) interest in order to redeem the bonds at a discount price, and that the Village proceed during the next twelve months to make payment on said loan at the rate of \$1,250.00 per month, (Principal and Interest combined), with the balance of the loan to be renewed on a yearly basis.

Section Two: The Village Board hereby authorizes the borrowing of Fifty Thousand Dollars (\$50,000.00) from the First National Bank of Mt. Auburn, at ten percent (10%) interest per year for the first year of said loan.

Section Three: From and after the effective date of this ordinance, the Mayor and the Clerk of the Village are hereby authorized and directed to execute any note, documents, and do all things necessary and essential to carry out the terms and provisions of the transaction as prescribed by this ordinance.

Section Four: This Ordinance shall be in full force and effect from and after its passage and approval in the manner provided by law.

PASSED this 31st day of August, 1987.

AYES: 5

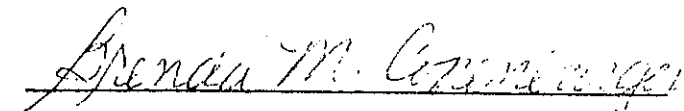
NAYES: 0

ABSENT: 1

VILLAGE OF MT. AUBURN, BY ITS MAYOR


LeRoy McGinnis

ATTEST:


Village Clerk

VILLAGE OF MT. AUBURN

MT. AUBURN, ILLINOIS 62547

ASSIGNMENT

Dated at Mt. Auburn, Illinois, this 31st Day of August, 1987.

FOR VALUE RECEIVED, THE VILLAGE OF MT. AUBURN, CHRISTIAN COUNTY, ILLINOIS, by the undersigned officials, namely, the President and Clerk of the Board of Trustees, hereby with the consent of the Village Board of Trustees, resolve on this date, and attested to by the President and Clerk of said Village, to pledge and assign the sum of \$1,250.00 monthly out of the Water Revenue Fund of the Waterworks Department, which sums are derived from users of said Waterworks Department of said Village, as partial security of Promissory Note dated September 1987, in the principal amount of \$50,000.00, due and payable by renewal one year from date of same. This assignment shall continue on a yearly basis only from the original date until debt has been retired in full.

H. L. Roy McDunn
President

Gwendolyn M. Lipman
Clerk

Witnessed:

Dixie Vincent
Treasurer