

**REDEVELOPMENT COMMISSION OF THE CITY OF HOBART, INDIANA**

**Resolution Number 2023 - 01**

**A Resolution Authorizing a Temporary Loan from the  
State Road 130 & Downtown Economic Development Area Allocation Fund  
to the U.S. 30 & 69<sup>th</sup> Avenue Economic Development Area Allocation Fund**

WHEREAS, the City of Hobart, Indiana Redevelopment Commission ("RDC"), the governing body of the City's Department of Redevelopment (the "Department") and the Redevelopment District of the City (the "Redevelopment District"), exists and operates under the provisions of IC 36-7-14, as amended from time to time (the "Act");

WHEREAS, the RDC has previously adopted a Declaratory Resolution declaring the U.S. 30 & 69<sup>th</sup> Avenue Economic Development Area to be an economic development area within the meaning of the Act (the "U.S. 30 Area") and, in Resolution No. 2019-13, designating the U.S. 30 Area as Allocation Area No. 1 under Section 39 of the Act;

WHEREAS, the RDC, in accordance with the Act, has previously established the City of Hobart, Department of Redevelopment, U.S. 30 and 69<sup>th</sup> Avenue Economic Development Area, Allocation Area No. 1 Allocation Fund (the "U.S. 30 Allocation Area No. 1 Fund");

WHEREAS, the RDC has previously adopted a Declaratory Resolution declaring the State Road 130 Industrial Area and Greater Downtown Hobart Redevelopment Area to be a redevelopment area within the meaning of the Act and designated the area as the "2008 Expansion Allocation Area" (the "SR 130 & Downtown Allocation Area") under Section 39 of the Act;

WHEREAS, the RDC, in accordance with the Act, has previously established the City of Hobart, Department of Redevelopment, Hobart Redevelopment Area, Allocation Area No. 1 Allocation Fund for the SR 130 & Downtown Allocation Area (the "SR 130 & Downtown Allocation Fund");

WHEREAS, certain increases in property tax assessments in each area have been captured and deposited into two respective funds of the City solely for the uses authorized by law, the first being known as Fund 4445 (the SR 130 & Downtown Allocation Fund) and the other known as Fund 4455 (the U.S. 30 Allocation Area No. 1 Fund);

WHEREAS, the Colorado Street at U.S. 30 Federal Safety Project, which is a Highway Safety Improvement Program ("HSIP") project (the "Project"), is included in the U.S. 30 & 69<sup>th</sup> Avenue Economic Development Plan;

WHEREAS, the Project is ready to be let and the U.S. 30 Allocation Area No. 1 Fund does not yet have sufficient funds on hand to pay certain Project costs which will not be fully covered by matching and other funds received for the Project;

WHEREAS, the RDC has projected tax increment revenues in the U.S. 30 Area to be sufficient in the future to cover the costs of the Project, but such revenues are not available immediately and it will be necessary to have funds to move the Project forward to control construction costs which are at significant risk of substantially increasing due to inflationary pressure;

WHEREAS, temporary loans are authorized by law under the provisions of I.C. 36-1-8-4(a) between funds of a political subdivision under the conditions stated in the statute;

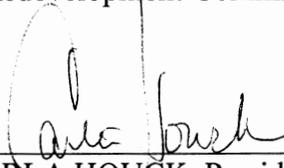
WHEREAS, Fund 4445 (the SR 130 & Downtown Allocation Fund) has more than three million dollars (\$3,000,000.00) on deposit from which few expenditures will be necessary for the near future, and Fund 4455 (the U.S. 30 Allocation Area No. 1 Fund) is expected to receive tax increment distributions sufficient to repay a temporary loan from Fund 4445; and

WHEREAS, the RDC desires to authorize and approve a temporary borrowing of an amount not to exceed three hundred ninety-three thousand dollars (\$393,000.00) from Fund 4445 to Fund 4455, with appropriate repayment obligations, and to spread such action upon the public record.

THEREFORE, BE IT RESOLVED, by the Redevelopment Commission of the City of Hobart, Indiana, that:

1. A temporary loan in an amount not to exceed three hundred ninety-three thousand dollars (\$393,000.00) from Fund 4445 (the SR 130 & Downtown Allocation Fund) to Fund 4455 (the U.S. 30 Allocation Area No. 1 Fund) is hereby approved and authorized.
2. The President of the Redevelopment Commission, acting with and through the RDC's professional staff and the City's Clerk-Treasurer, is hereby empowered to execute and deliver all documents, and take all actions, necessary and desirable to carry out and complete the loan, the repayment thereof, and the proper allocation of loan proceeds and repayments among the respective and appropriate Funds as required by law.
3. The RDC hereby requires that the full amount of the loan be repaid on or before December 31, 2023, unless the Common Council of the City of Hobart authorizes some other action allowed by law.
4. This Resolution shall take effect upon the adoption and approval hereof by the Common Council of the City of Hobart.

ALL OF WHICH is adopted as the Resolution of the Redevelopment Commission of the City of Hobart on this 21<sup>st</sup> day of February, 2023.

  
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CARLA HOUCK, President

ATTEST:

  
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MARSHA PLESAC, Secretary