

REDEVELOPMENT COMMISSION OF THE CITY OF HOBART, INDIANA

Resolution Number 2023 - 06

A Resolution Authorizing the Partial Repayment of a Temporary Loan from the State Road 130 & Downtown Economic Development Area Allocation Fund to the U.S. 30 & 69th 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 & 69th 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, in accordance with the Act, the RDC has previously established the City of Hobart, Department of Redevelopment, U.S. 30 and 69th 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 & 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, in accordance with the Act, the RDC 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 & 69th Avenue Economic Development Plan;

WHEREAS, the Project was ready to be let at a time when the U.S. 30 Allocation Area No. 1 Fund did not have sufficient funds on hand to pay certain Project costs which were not fully covered by matching and other funds received for the Project;

WHEREAS, as of February 21, 2023, the RDC had projected tax increment revenues in the U.S. 30 Area to be sufficient in the future to cover such Project costs, while recognizing that such revenues were not immediately available and that it would be necessary to have funds to move the Project forward to control construction costs which were 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, as of February 21, 2023, Fund 4445 (the SR 130 & Downtown Allocation Fund) had more than three million dollars (\$3,000,000.00) on deposit from which few expenditures were anticipated to be necessary in the near future, and Fund 4455 (the U.S. 30 Allocation Area No. 1 Fund) was expected to receive tax increment distributions sufficient to repay a temporary loan from Fund 4445;

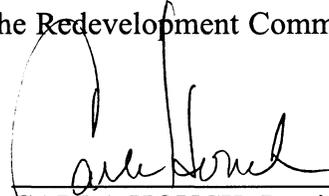
WHEREAS, in its Resolution 2023-01, the RDC authorized and approved a temporary borrowing of an amount not to exceed three hundred ninety-three thousand dollars (\$393,000.00) from Fund 4445 to Fund 4455, with appropriate repayment obligations, and to spread such action upon the public record; and

WHEREAS, the U.S. 30 Allocation Area No. 1 Fund (Fund 4455) recently received a tax increment distribution in an amount that is sufficient to partially repay the temporary loan from Fund 4445 (the SR 130 & Downtown Allocation Fund).

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

1. The U.S. 30 Allocation Area No. 1 Fund (Fund 4455) is hereby authorized and shall partially repay the temporary loan from the SR 130 & Downtown Allocation Fund (Fund 4445) by a transfer from Fund 4455 to Fund 4445 in the amount of one hundred ninety-six thousand five hundred dollars (\$196,500.00).
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 partial repayment of the loan described herein, and the proper allocation of loan proceeds and repayments among the respective and appropriate Funds as required by law.
3. The RDC anticipates that the remainder of the loan will be repaid in full 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 be transmitted to the Common Council of the City of Hobart as correspondence from the Redevelopment Commission.

ALL OF WHICH is adopted as the Resolution of the Redevelopment Commission of the City of Hobart on this 10TH day of July, 2023.



CARLA HOUCK, President

ATTEST:



MARSHA PLESAC, Secretary