

COMMON COUNCIL OF THE CITY OF HOBART, INDIANA

RESOLUTION NO. 2016- 11

A RESOLUTION OF THE COMMON COUNCIL OF THE CITY OF HOBART, INDIANA, APPROVING OF THE ISSUANCE OF CITY OF HOBART, INDIANA, REDEVELOPMENT DISTRICT SPECIAL TAXING DISTRICT REFUNDING BONDS, SERIES 2016

WHEREAS, the Common Council of the City of Hobart, Indiana (the "Common Council"), is the legislative body of the City of Hobart, Indiana (the "City"); and

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

WHEREAS, the Commission previously designated and declared an area in the City known as the 61st Avenue Economic Development Area Allocation Area No. 1 to be an economic development and redevelopment area and an allocation area (the "Area") for purposes of tax increment financing and established an allocation fund for said Area (the "Allocation Fund") in accordance with Section 39 of the Act; and

WHEREAS, the Commission previously determined that the need existed for certain local public improvements in or serving the Area, including, without limitation, the acquisition of road right-of-way necessary to widen and resurface 61st Avenue, traffic signalization improvements, the extension of certain utilities and related redevelopment and economic development activities; and the costs of issuance of the Prior Bonds (the "Project"), to provide for the redevelopment and economic development of the Area, and that it was necessary and in the best interest of the District, and the property and inhabitants thereof, to issue bonds of

the District which are payable from proceeds from the sale or leasing of property in the Area pursuant to Indiana Code 36-7-14-22 (the "Proceeds"); taxes allocated to the District pursuant to Section 39 of the Act deposited in the Allocation Fund established pursuant to Section 39 of the Act (the "Tax Increment"); and such other revenues made available to the Commission for such purpose (with such other revenues being treated for all purposes herein as Tax Increment), and to the extent the Proceeds, Tax Increment, and such other revenues that are available to the District are not sufficient therefor, from a special tax that would be levied upon all of the taxable property of the District pursuant to Section 27 of the Act, in an aggregate principal amount not to exceed Three Million Four Hundred Thousand and 00/100 Dollars (\$3,400,000.00) (the "Prior Bonds"), bearing interest at rates ranging from four percent (4.0%) to four and three-quarters percent (4.75%) and with a final maturity date not later than February 1, 2027; and

WHEREAS, as demonstrated by its adoption of its Resolution No. 2016-04, the Commission has determined to proceed with the refunding of the Prior Bonds with the issuance of its special taxing district refunding bonds (the "Refunding Bonds") for the purpose of reducing interest payments paid by the District and, thereby, to effect a substantial savings to the District above and beyond the cost of issuance of the Refunding Bonds; and

WHEREAS, the Common Council desires to approve the issuance of the Refunding Bonds of the District for the purpose of refunding the Prior Bonds in accordance with the Act because the Common Council finds that it is in the best interest of the District and the City to do so due to the substantial savings which may be realized by the District from the issuance of the Refunding Bonds.

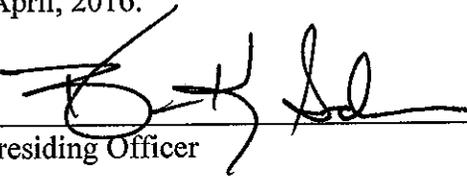
THEREFORE, BE IT RESOLVED by the Common Council of the City of Hobart, Indiana, as follows:

Section 1. The Common Council hereby approves the issuance of the Refunding Bonds of the District in an aggregate principal amount not to exceed Three Million Four Hundred Thousand and 00/100 Dollars (\$3,400,000.00) for the purpose of refunding the Prior Bonds in order to effect a savings under the following terms and conditions. The issuance of the Refunding Bonds and the refunding of the Prior Bonds shall result in a net present value savings on the aggregate annual principal and interest payments of at least two percent (2.0%). The maximum interest rate on the Refunding Bonds shall not exceed three and one-half percent (3.50%) per annum and the final payment on the Refunding Bonds shall not be later than February 1, 2027 (the same final payment date of the Prior Bonds). No capitalized interest shall be paid with respect to the Refunding Bonds, and the Refunding Bonds may be subject to optional redemption by the District at a premium of not more than one percent (1.0%).

Section 2. This Resolution shall be in full force and effect from and after the time it has been adopted by the Common Council, approved by the Mayor, and otherwise executed and delivered in accordance with any and all laws pertaining thereto.

* * * * *

ALL OF WHICH is PASSED and ADOPTED by the Common Council of the
City of Hobart, Indiana, on this 20th day of April, 2016.



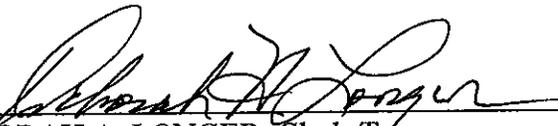
Presiding Officer

ATTEST:



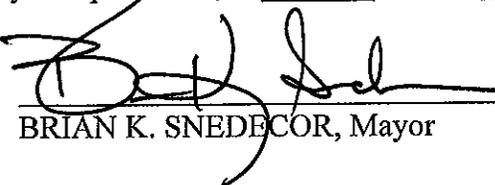
DEBORAH A. LONGER, Clerk-Treasurer

PRESENTED by me to the Mayor of the City of Hobart, Indiana, on the 20th
day of April, 2016, at 6:50 o'clock p.m.



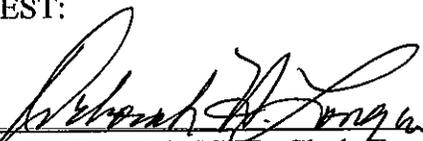
DEBORAH A. LONGER, Clerk-Treasurer

APPROVED, EXECUTED and RETURNED by me to the Common Council of
the City of Hobart, Indiana, on the 20th day of April, 2016, at 6:55 o'clock p.m.



BRIAN K. SNEDECOR, Mayor

ATTEST:



DEBORAH A. LONGER, Clerk-Treasurer