

**CITY OF HOBART COMMON COUNCIL**

**RESOLUTION NO. 2023-10**

**A RESOLUTION OF THE COMMON COUNCIL OF THE  
CITY OF HOBART, INDIANA, PRELIMINARILY  
DETERMINING TO ISSUE GENERAL OBLIGATION  
NOTES OF THE CITY OF HOBART, INDIANA**

WHEREAS, the City of Hobart, Indiana (the “City”) has previously issued its General Obligation Bonds, Series 2022 (Taxable), in the aggregate principal amount of Five Million Eight Hundred Fifteen Thousand Dollars (\$5,815,000) (the “City Bonds”) for the purpose of financing the costs of reimbursing certain capital expenditures for land acquisition, construction improvements in the City, the purchase of public works and public safety equipment and costs incurred in connection with the issuance of the City Bonds, which City Bonds were purchased by the Indiana Bond Bank (the “Bond Bank”); and

WHEREAS, the City, acting for and on behalf of the Redevelopment District of the City (the “District”), has previously issued City of Hobart, Indiana, Redevelopment District Special Taxing District Bonds, Series 2022 (Taxable) in the aggregate principal amount of Five Million Eight Hundred Fifteen Thousand Dollars (\$5,815,000) (the “Redevelopment District Bonds” and the City Bonds, the “Outstanding Bonds”) for the purpose of financing the costs of reimbursing the Commission for expenses incurred by the City of Hobart Redevelopment Commission (the “Commission”) with respect to certain local public improvements located in or serving the 61<sup>st</sup> Avenue and SR 51 Economic Development Area and the US 30 and 69<sup>th</sup> Avenue Economic Development Area, and the State Road 130 Industrial Area and Greater Downtown Hobart Redevelopment Area (collectively, the “Areas”), including, but not limited to land acquisition, road and infrastructure improvements, and related utility improvements and reimbursing the City with respect to certain local public improvements that are physically located in or physically connected to any of the Areas, which Redevelopment District Bonds were purchased by the Bond Bank; and

WHEREAS, the City has experienced significant property tax revenue shortfalls as a result of successful appeals relating to the assessed value of Southlake Mall property and expects to experience further property tax revenue shortfalls in the coming years as a result of such appeals; and

WHEREAS, by reimbursing previously incurred expenditures, the proceeds of the Outstanding Bonds provided interim relief to the property tax revenue shortfalls; and

WHEREAS, with the passage of House Enrolled Act 1454, Indiana Code 6-1.1-22.1 will become effective on July 1, 2023, in order to provide relief to certain taxing units in Lake County, Indiana, including the City, which have experienced a property tax revenue shortfall in one or more tax years resulting from erroneous assessed valuation figures by authorizing such taxing units, including the City, to apply to the State of Indiana Treasurer (the “State Treasurer”) for a loan or loans from the Cyclical Revenue and Economic Stabilization Fund (collectively, the “Loan”); and

WHEREAS, the Common Council preliminarily finds that it is in the best interests of the City and its citizens to (a) apply to the State Treasurer for one or more Loans to (i) refund the Outstanding Bonds, (ii) provide funds to offset the property tax revenue shortfalls incurred to date and expected to be incurred by the City (the "Property Tax Shortfalls"), and (iii) if permitted, pay costs incurred with the Loan or the issuance of the Notes (defined herein) and (b) evidence such Loan by the issuance of its Taxable General Obligation Notes in one (1) or more series (the "Notes");

NOW, THEREFORE, BE IT RESOLVED by the Common Council of the City of Hobart, Indiana, that:

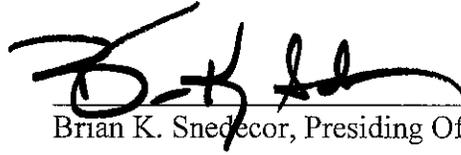
**Section 1.** The Common Council hereby approves of and authorizes the City to apply to the State Treasurer for a Loan in an aggregate principal amount of not to exceed Seventeen Million Dollars (\$17,000,000), and the Common Council further hereby preliminarily determines to issue the Notes, in one (1) or more series, in an original aggregate principal amount not to exceed Seventeen Million Dollars (\$17,000,000), for the purpose of evidencing the Loan, the proceeds of which Notes will be used to (a) refund the Outstanding Bonds, (b) provide funds to offset Property Tax Shortfalls, and (c) if permitted, pay costs incurred with respect to the Loan or issuance of the Notes. The Notes (a) may be issued in one or more series, (b) may be issued as draw notes, (c) with respect to each series of the Notes, will have a final maturity of not later than twenty-five (25) years from the date of issuance of each such series of Notes, and (c) if interest is assessed, will have an estimated maximum interest rate not exceeding five percent (5.0%) per annum.

**Section 2.** The Common Council hereby authorizes the publication of a notice of public hearing on the appropriation of the proceeds of the Notes pursuant to Indiana Code 5-3-1.

**Section 3.** The Mayor and the Clerk-Treasurer of the City and each of them is hereby authorized, empowered and directed, on behalf of the City, to take any other action as such individual deems necessary or desirable to carry out the transactions contemplated by this Resolution, and any actions heretofore made or taken be, and hereby are, ratified and approved.

**Section 4.** This resolution shall be in full force and effect immediately from and after its passage.

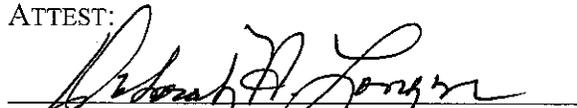
PASSED AND ADOPTED on this 21<sup>st</sup> day of June, 2023, by the Common Council of the City of Hobart, Indiana.



---

Brian K. Snedecor, Presiding Officer

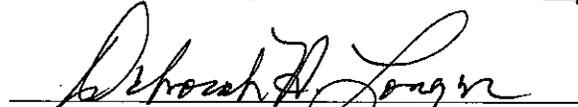
ATTEST:



---

Deborah A. Longer, Clerk-Treasurer

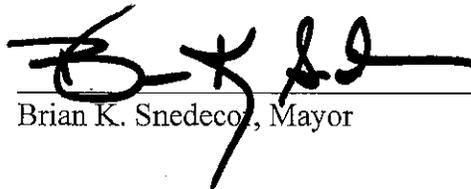
PRESENTED by me, the Clerk-Treasurer of the City of Hobart, Indiana, to the Mayor for his approval this 21<sup>st</sup> day of June, 2023, at 6:30 ~~am~~/p.m.



---

Deborah A. Longer, Clerk-Treasurer

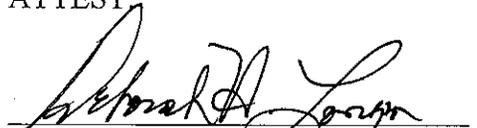
APPROVED, SIGNED AND RETURNED by me to the Common Council of the City of Hobart, Indiana, this 21<sup>st</sup> day of June, 2023.



---

Brian K. Snedecor, Mayor

ATTEST:



---

Deborah A. Longer, Clerk-Treasurer