

RESOLUTION NO. 78 - 12

WHEREAS, the City of Bloomington, Indiana, (the "City"), has been authorized by Indiana Code 18-6-4.5, (the "Act"), to create an economic development commission and to issue revenue bonds for the financing of economic development facilities by loan, sale or lease; and

WHEREAS, the Common Council of the City adopted Ordinances 74-10 and 75-69 creating the Bloomington Economic Department of Development; and

WHEREAS, Bloomington Athletic Club (the "Partnership") has advised the City through the City of Bloomington Economic Development Commission that it has under consideration a program for the acquisition, construction and equipping of certain economic development facilities (the "Facilities") at 2450 South Henderson Street in the City of Bloomington; and

WHEREAS, such Facilities will include the construction of a new building and the purchase of equipment which will result in an immediate employment of approximately twelve (12) persons at a presently estimated cost of \$530,000 to \$600,000; and

WHEREAS, the Partnership has further advised the City through the City of Bloomington Economic Development Commission that a determination by the City to issue its revenue bonds under the Act to finance the acquisition, construction and equipping of the Facilities will constitute a substantial inducement to the Partnership to proceed with the acquisition, construction and equipping of the Facilities; and

WHEREAS, the principal of, interest on, and all other expenses necessary in issuing and providing the debt service on said bonds will be made from payments by the Partnership to the City or a trustee and will not require any expenditure of the City's funds; and

WHEREAS, the diversification of industry and increase of job opportunities to be achieved by the acquisition, construction and equipping of the Facilities will benefit the prosperity, economic stability and general welfare of the City, its inhabitants and surrounding areas; and

WHEREAS, subject to all required approvals under the Act and the advice of the City of Bloomington Economic Development Commission, the City intends to use its best efforts to cooperate with the Partnership by issuing the City's revenue bonds to finance the Facilities; NOW, THEREFORE,

BE IT RESOLVED BY THE COMMON COUNCIL OF THE CITY OF BLOOMINGTON, INDIANA:

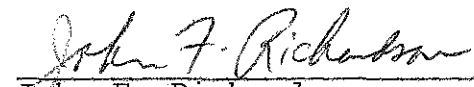
1. The Common Council finds and determines that the diversification of industry and increase in job opportunities is desirable to benefit the prosperity, economic stability and general welfare of the City, its inhabitants and surrounding areas and that it is in the public interest that the City take such action as it lawfully may to promote said diversification of industry and increased job opportunities.

2. The Common Council further finds and determines that the issuance and sale of revenue bonds of the City under the Act and the use of the proceeds derived therefrom to finance the acquisition, construction and equipping of the Facilities, and the expenses incidental thereto, will serve the public purposes referred to above, in accordance with the Act.

3. In order to induce the Partnership to proceed with the acquisition, construction and equipping of the Facilities, the Common Council hereby determines that it will (a) authorize the issuance of one or more series of revenue bonds of the City pursuant to the Act in an aggregate principal amount sufficient to finance all the cost (currently estimated to be approximately \$530,000 to \$600,000) of acquiring, constructing and equipping the Facilities, including expenditures for engineering, design, acquisition, construction and equipment, all costs and expenses involved in the authorization, issuance, sale and delivery of the bonds, plus certain other expenses permitted by the Act, including any monies expended by the Partnership for acquisition, construction and equipment after the date of this Resolution, (b) enter into contractual arrangements with the Partnership to apply the proceeds derived from the issuance and sale of such revenue bonds to the financing of the acquisition, construction and equipping of the Facilities and the expenses incidental thereto, and whereby payments to be made by the Partnership shall be


sufficient to pay said bonds and the interest thereon, as and when the same shall become due and payable, (c) adopt such ordinances and resolutions and authorize the issuance and delivery of such instruments and the taking of such actions as may be necessary or advisable for the authorization, issuance and sale of said bonds, and (d) take or cause to be taken such other actions as may be required to implement the aforesaid or as it may deem appropriate in pursuance thereof; provided that all the foregoing shall be as authorized by law and as mutually acceptable to the City and the Partnership.

This Resolution shall be in full force and effect from and after its passage by the Common Council and signature by the Mayor.



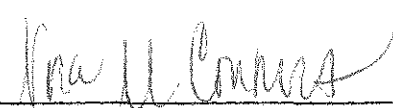
John F. Richardson
Common Council President

The foregoing Resolution was passed and adopted by the Common Council of the City of Bloomington at its regular meeting held on the 20 day of April, 1978, and said Resolution was immediately thereafter approved by the Mayor of said City, whose signature is affixed below and attested by the City Clerk.



Francis X. McCloskey, Mayor
City of Bloomington, Indiana

ATTEST:



Nora Connors
Deputy City Clerk

Resolution 78-12

An Inducement Resolution for the
Issuance of Revenue Bonds for the Financing
of Economic Development Facilities for the
Bloomington Athletic Club

I.C. 18-6-4.5 authorizes the City of Bloomington to issue revenue bonds for the financing of economic development facilities. The Bloomington Athletic Club wishes to build a handball and racquetball club in the City of Bloomington and is asking the Common Council to pass this inducement resolution as an indication that, if all necessary statutory, planning, legal and financial requirements are met then the Council will be willing to pass an ordinance authorizing the issuance of revenue bonds. Such bonds represent no liability on the part of the City. A similar inducement resolution has already been passed by the City's Economic Development Commission.