

Comm- 7-0
final- 9-0 12/18/91

RESOLUTION 91-40

TO AUTHORIZE USE OF THE SPECIAL NON-REVERTING FUND

- WHEREAS, the Bloomington Common Council adopted Ordinance 79-74, "To Create A Special Non-Reverting Fund"; and
- WHEREAS, Ordinance 89-11 provides that monies in said fund may be used by the City of Bloomington for advances on expenditures in anticipation of the issuance of bonds for capital improvement projects, and upon issuance of bonds, said advances shall be repaid from bond proceeds; and
- WHEREAS, the Bloomington Common Council adopted Resolution 90-33 approving an advance of funds for the Showers Project; and
- WHEREAS, the Bloomington Common Council adopted Ordinance 91-8 pledging up to six-hundred-seventy-five thousand dollars (\$ 675,000) annually to pay lease rentals for the Showers Project; and
- WHEREAS, the City is desirous of utilizing further advances for preliminary architectural and engineering expenses related to said project; and
- WHEREAS, such advances are permissible under the authority of Indiana Code 5-1-14-6(c); and
- WHEREAS, such advances shall be repaid to the fund upon issuance of bonds by the Bloomington Municipal Facilities Corporation.

NOW, THEREFORE, BE IT HEREBY RESOLVED BY THE COMMON COUNCIL OF THE CITY OF BLOOMINGTON, MONROE COUNTY, INDIANA, THAT:

SECTION I. The Common Council of the City of Bloomington hereby approves and authorizes expenditures from the Special Non-Reverting Improvement Fund in an amount not to exceed two-hundred-fifty-thousand dollars (\$250,000) for architectural and engineering expenses for the Showers Project.

SECTION II. The project consists of the renovation of approximately 1/3 of the old Showers furniture factory into city government administrative offices together with all necessary equipment, and parking facilities located at 8th and Morton Streets in the City. The City intends to reimburse the expenditures by selling the project to the Bloomington Municipal Facilities Corporation, which will incur debt on behalf of the City the interest on which is excludable from gross income under Section 103 of the Internal Revenue Code of 1986, to pay the purchase price to the City and the remaining costs of the project. The funds to be advanced will be obtained from the Special Non-Reverting Improvement Fund and the bonds to be issued by the Bloomington Municipal Facilities Corporation will be repaid from lease rentals paid by the City. The lease rentals will be derived from COIT Revenues. The use of the funds from the Special Non-Reverting Improvement Fund is consistent with the City's budgetary and financial circumstances and the City does not reasonably expect that those funds would be available to pay the costs of the project on a long term basis. The funds to be advanced to pay the costs of the project are intended to be used on a long term basis for interim financing of various projects of the City to enable the City to begin capital projects prior to the completion of long-term financing.

SECTION III. Upon issuance of the bonds by the Bloomington Municipal Facilities Corporation, the expenditures made under this authority shall be repaid to the Special Non-Reverting Improvement Fund.

SECTION IV. This ordinance shall be in full force and effect from and after its passage by the Common Council of the City of Bloomington and approval by the Mayor.

BLOOMINGTON (INDIANA) MUNICIPAL FACILITIES CORPORATION

ESTIMATE OF NET PROCEEDS FROM

\$1,470,000,000 LEASE RENTAL BONDS

Fundable Project Improvement Costs		\$910,860
Capitalized Interest		439,740
Debt Service Reserve	0.00%	0
Est. Bond Issuance Costs		90,000
Estimated Underwriting Discount @	2.00%	29,400
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Total Project Costs		\$1,470,000
Less:		
Interest Earnings:		
Construction Fund		(0)
Capitalized Interest Fund		(0)
Cash on Hand		(0)
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TOTAL BOND ISSUE		\$1,470,000

Prepared 12/11/91

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BLOOMINGTON (INDIANA) MUNICIPAL FACILITIES CORPORATION
 PRELIMINARY AMORTIZATION OF \$1,470,000 LEASE RENTAL BONDS

Year of Revenue	Payment Dates	Principal	Assumed Interest Rate	Interest	Total Principal & Interest	Capitalized Interest	Tax Incremental Revenues	TIF Revenue Used	Annual Surplus	Annual Coverage Ratio	Cumulative Surplus Balance	Cumulative Surplus Balance as of prev. 8/1	Lease Rental Requirement as of prev. 8/1
1992	Feb-93			\$48,860	\$48,860	\$48,860	\$0	\$0	0	--	\$0	\$0	0
1993	Feb-94			97,720	97,720	97,720	0	0	0	--	0	0	0
1994	Feb-95			97,720	97,720	97,720	13,310	0	13,310	--	13,310	6,655	0
1995	Feb-96			97,720	97,720	97,720	53,230	0	53,230	--	66,540	39,925	0
1996	Feb-97			97,720	97,720	97,720	93,150	0	93,150	--	159,690	113,115	123,000
1997	Feb-98	\$20,000	6.00%	97,720	117,720	0	133,070	123,000	10,070	1.130	169,760	164,725	147,000
1998	Feb-99	45,000	6.10%	96,520	141,520	0	159,680	147,000	12,680	1.128	182,440	176,100	164,000
1999	Feb-2000	65,000	6.20%	93,775	158,775	0	186,300	164,000	22,300	1.173	204,740	193,590	190,000
2000	Feb-2001	95,000	6.30%	89,745	184,745	0	212,910	190,000	22,910	1.152	227,650	216,195	209,000
2001	Feb-2002	120,000	6.40%	83,760	203,760	0	239,520	209,000	30,520	1.176	258,170	242,910	227,000
2002	Feb-2003	145,000	6.50%	76,080	221,080	0	252,830	227,000	25,830	1.144	284,000	271,085	242,000
2003	Feb-2004	170,000	6.60%	66,655	236,655	0	266,140	242,000	24,140	1.125	308,140	296,070	246,000
2004	Feb-2005	185,000	6.70%	55,435	240,435	0	266,140	246,000	20,140	1.107	328,280	318,210	244,000
2005	Feb-2006	195,000	6.80%	43,040	238,040	0	266,140	244,000	22,140	1.118	350,420	339,350	245,000
2006	Feb-2007	210,000	6.90%	29,780	239,780	0	266,140	245,000	21,140	1.110	371,560	360,990	241,000
2007	Feb-2008	220,000	6.95%	15,290	235,290	0	266,140	241,000	25,140	1.131	396,700	384,130	0
Totals		\$1,470,000		\$1,187,540	\$2,657,540	\$439,740	\$2,674,700	\$2,278,000	\$396,700				

Assumptions:

Bonds Dated	01-Aug-92	Gross Interest Cost	\$1,187,540
First Interest	01-Feb-93	Plus Discount	29,400
Term of Issue	15.5		
Bond Years	17.715	Net Interest Cost	\$1,216,940
Average Maturity	12.05		
Average Annual Rate	6.70%	N.I.C. Rate	6.87%

12/11/91

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