


To: President and Members of the Munster Town Council

From: David F. Shafer, Clerk-Treasurer 

Date: September 14, 2015

Re: Ordinance 1665: 2015 Municipal Bond

At the August 24, 2015 meeting, the Council adopted Ordinance 1664 authorizing the issuance and sale of the 2015 Municipal Bonds. Tonight you will conduct the public hearing and adopt Ordinance 1665 authorizing the appropriations for the \$1,970,000 municipal bond issue. The planned projects for the bond issue are as follows.

45th Street extension	\$ 750,000.00
Crack sealing	\$ 549,000.00
Main Street storm project	\$ 301,000.00
Balance of the 2013 Street Resurfacing Program	\$ 120,000.00
Sidewalk replacement	\$ 100,000.00
Vehicle and equipment replacement:	\$ 130,000.00
Expenses of issuance	<u>\$ 20,000.00</u>
Total	\$ 1,970,000.00

The project list has changed slightly since the last meeting where hydrant replacement was included for \$65,000.00. Hydrant replacement cannot be paid from municipal bond proceeds, but must be paid from the Water Cash Operating Fund 601 and will be proposed for the 2016 budget. This amount has been added to the vehicle and equipment replacement amount reported previously to bring the total to \$130,000.00.

At the last meeting, it was reported that there were approximately \$9,000.00 in bond proceeds from old bond issues. The actual amount remaining in municipal bond proceeds is \$1,377,611.62 dating back to 2006. Staff is using the oldest bond issues first when paying for projects that can come from bond proceeds to clear these balances.

Recommendation:

Open the public hearing and request comments pertaining to the 2015 Municipal Bond Issue. After receiving comments, close the public hearing.

Under New Business and by roll-call vote, suspend the rules, waive the readings and adopt Ordinance 1665 on first reading as presented.

ORDINANCE NO. 1665

AN ORDINANCE OF THE TOWN OF MUNSTER, INDIANA, APPROPRIATING THE PROCEEDS OF THE TOWN OF MUNSTER, INDIANA, MUNICIPAL BONDS OF 2015, TOGETHER WITH ALL INVESTMENT EARNINGS THEREON, FOR THE PURPOSE OF PROVIDING FUNDS TO BE APPLIED TO THE COSTS OF DESIGN, CONSTRUCTION, RENOVATION, IMPROVEMENT AND/OR EQUIPPING OF CERTAIN CAPITAL PROJECTS WITHIN THE TOWN OF MUNSTER, INDIANA, PURCHASING CERTAIN EQUIPMENT AND PAYING MISCELLANEOUS COSTS IN CONNECTION WITH FOREGOING AND THE ISSUANCE SAID BONDS AND SALE THEREOF.

WHEREAS, pursuant to Ordinance No. 1664, adopted on August 24, 2015 (the "Bond Ordinance"), by the Town Council (the "Town Council") of the Town of Munster, Indiana (the "Town"), the Town Council authorized the issuance of the Town of Munster, Indiana, Municipal Bonds of 2015 (the "Bonds") to be issued in an aggregate principal amount not to exceed \$1,970,000, to pay the costs of all or any portion of (a) the planning, design, construction, development, equipping and/or improvements to various public works and infrastructure, including, but not limited to, (i) general street resurfacing and reconstruction projects, including curbs and sidewalks, and design, engineering and construction supervision related thereto, (ii) various maintenance, improvement and equipping projects for buildings and related facilities, including painting, roofing, lighting, parking lot renovations, security system upgrades and/or information technology equipment and related infrastructure, and/or (iii) utility system upgrades, equipment and improvements, (b) purchasing certain mowing and snow removal equipment, (c) miscellaneous costs in connection with the foregoing, and (d) costs of the issuance and sale of the Bonds (collectively, the "Project"); and

WHEREAS, the Town Council has determined and found that it will be of public utility and benefit and in the best interests of the inhabitants and property in the Town to pay the costs of the Project; and

WHEREAS, the Town Council has found that there are insufficient funds available or provided for in the existing budget and tax levy which may be applied to the costs of the Project and has authorized the issuance of the Bonds to procure such funds, and that an extraordinary emergency exists for the making of the additional appropriation hereinafter set out; and

WHEREAS, notice of a hearing on said appropriation has been duly given by publication as required by law, and the hearing on said appropriation has been held, at which all taxpayers and other interested persons had an opportunity to appear and express their views as to such appropriation.

NOW, THEREFORE, BE IT ORDAINED by the Town Council of the Town of Munster, Indiana, that:

1. The proceeds derived from the sale of the Bonds, together with all investment earnings thereon, shall be, and are hereby, appropriated by the Town for the purpose of procuring funds to be applied to the costs of the Project, including related costs and the costs of issuing the Bonds, as provided in Bond Ordinance. Such appropriation shall be in addition to all

appropriations provided for in the existing budget and shall continue in effect until the completion of the described purposes of the Project.

2. The President of the Town Council and the Clerk-Treasurer of the Town and other appropriate officers of the Town are hereby authorized to take all such actions and execute all such instruments as are necessary or desirable to effectuate this Ordinance, including the filing of a report of this appropriation with the Indiana Department of Local Government Finance.

3. This ordinance shall be in full force and effect from and after its adoption.

ORDAINED and **ADOPTED** by the Town Council of the Town of Munster, Lake County, Indiana, this 14th day of September, 2015, by a vote of ____ in favor and ____ opposed.

TOWN COUNCIL OF THE TOWN OF
MUNSTER, LAKE COUNTY, INDIANA

Andy Koultourides, President

ATTEST:

David F. Shafer, Clerk-Treasurer