

REDEVELOPMENT COMMISSION MEETING – TIF
JOINT CITY AND COUNTY BOARDS
AUGUST 29, 2007
TIME: 5:00 P.M.

PRESENT:

CITY: Lowell Rethlake, Helen Gardner, Ken Dornich and Doug Fry. Dennis Doerflinger was absent.

COUNTY: Brian Keith, Mike Walker, Don Schilling and Mark Schabel. Dan Wilson was absent.

President Lowell Rethlake of the City TIF Board called the meeting to order.

This meeting pertained to a continuation of the August 22nd joint meeting about the Honda area and the Tax Increment Revenue Deposit Agreement.

Attorney Richard Hall and Kim Blanchet of Barnes & Thornburg along with John Julien and David Frederick of H.J. Umbaugh & Associates were present.

Water and Wastewater Bonds will be issued by the City and paid back with TIF revenues of the County and City. There will be five series of outstanding Bonds. The County will be issuing bonds that will be purchased by Honda and the remainder of bonds will be issued by the City.

The Bank of New York Trust Company would be the Trustee. Part of the agreement designates a Trustee be appointed.

All tax increment revenues are being pledged, first to the repayment of the County TIF Bonds purchased by Honda, second to the City water and wastewater bonds purchased by SRF and third to the funding of a Debt Service Reserve Account for SRF. SRF will require that a debt reserve, equal to the maximum annual SRF Bond payment be funded within a five year period. Approximately \$190,000 will need to be provided from the City Wastewater funds to completely fund this requirement. This amount will likely change once the 2007 property tax rates have been finalized and the Honda assessments are complete.

After these are met then all remaining funds will be deposited within the City and the County Surplus Accounts. The City's portion will be in proportion to the City Tax Rate as it relates to the Total Tax Rate and the remaining tax increment will be deposited in the County's Surplus Account.

The City's Surplus Account must first be used to repay the County Redevelopment Commission for all project costs not directly related to Honda. After the County has been reimbursed then the City Surplus Account must prepay the SRF Bonds that the State has given interest free.

The final SRF Bond payments will be made from the SRF Debt Service Reserve. At some point in the future there will be additional TIF Surplus revenue caused by the prepayment by City Funds and by the use of the Reserve, these additional surplus revenues must be deposited into the City Surplus Account. This will be offset by the reduction in TIF Surplus during the last three years when the County TIF Bond Payments are greater.

Any funds remaining in the Surplus Accounts may be used for any improvement in, serving or benefiting the Economic Development Area, or to repay the County TIF Bonds.

Motion by Ken Dornich and seconded by Helen Gardner to pass Resolution 2007-1, A Resolution of the City of Greensburg Redevelopment Commission Pledging Certain Tax Increment Revenues, Approving the Execution of a Tax Increment Revenue Deposit Agreement, and Addressing Matters Related Thereto. All ayes. So passed.

The County Redevelopment Commission Board held their passing of Resolution 2007-1, A Resolution of the City of Greensburg Redevelopment Commission Pledging Certain Tax Increment Revenues, Approving the Execution of a Tax Increment Revenue Deposit Agreement, and Addressing Matters Related Thereto – with a motion made by Don Schilling and seconded by Brian Keith. All ayes. So passed.

Meeting adjourned at 6:15 P.M.

PRESIDING OFFICER: _____

ATTEST:

Clerk-Treasurer