

RESOLUTION No. 2009-011

DELAWARE COUNTY COUNCIL

WHEREAS, Muncie Public Library (the "Library") is a public library organized and existing under the provisions of IC 36-12; and

WHEREAS, IC 36-12-3-9 states that a public library board may, by resolution, issue bonds in order to refinance outstanding bonds in order to reduce interest costs over the life of the issue; and

WHEREAS, the Board of Trustees of the Library has determined to refinance its outstanding General Obligation Bonds of 2000 by issuing bonds in an amount not to exceed \$3,795,000 (the "Refunding") in order to achieve savings for the taxpayers; and

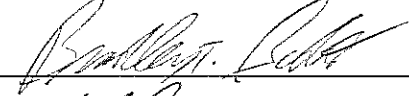

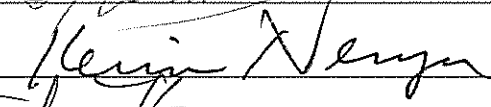
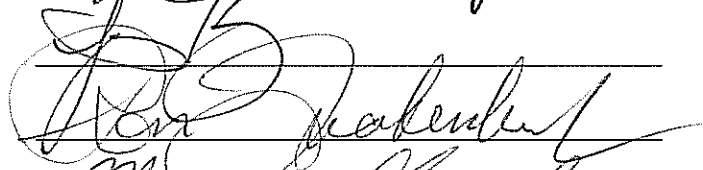

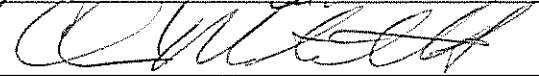
WHEREAS, IC 6-1.1-17-20.5 requires that before an appointed library board may issue bonds it must obtain the approval of the county fiscal body;

NOW, THEREFORE, BE IT RESOLVED BY THE DELAWARE COUNTY COUNCIL, THAT:


1. That the Delaware County Council hereby approves the issuance of bonds by the Library for the purpose of obtaining funds to be applied on the cost of the Refunding, in a principal amount not to exceed \$3,795,000.

PASSED AND ADOPTED by the Delaware County Council, Indiana, this 28 day of April, 2009, by a vote of 7 ayes and 0 nays.

DELAWARE COUNTY COUNCIL

  
 \_\_\_\_\_  
  
 \_\_\_\_\_  
  
 \_\_\_\_\_  
  
 \_\_\_\_\_  
  
 \_\_\_\_\_  
  
 \_\_\_\_\_

ATTEST:

  
 \_\_\_\_\_  
 Auditor

**Library Director**

Virginia Nilles  
765 747-8201

March 13, 2009



*my life my library.*

**Board of Trustees**

*President*  
Billie Sheppard

*Vice President*  
Marilyn Carey

*Secretary*  
Daniel MacDonald

Roger Gilcrest

Sylvia D. Searight

Nancy Turner

Phyllis Zimmerman

**Administrative Offices**  
2005 South High Street  
Muncie, IN 47302-4073  
765 747-8200  
FAX 765 747-8211  
[www.munpl.org](http://www.munpl.org)

Mrs. Denise Smith  
Delaware County Auditor's Office  
Courthouse  
100 West Main Street  
Muncie, Indiana 47305

**ORIGINAL**

Dear Mrs. Smith,

The Muncie Public Library Issued \$5,000,000 of General Obligation Bonds on December 31, 2000 for the renovation of the 1954 and 1964 elementary classroom additions to the Wilson Jr. Sr. High School to become the Maring-Hunt Library. The interest rates ranged from 5.125 to 5.25 %. The final payment is July 15, 2020.

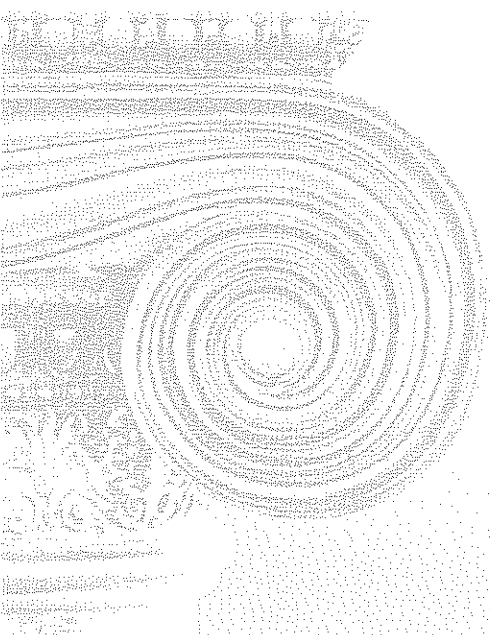
Colette Irwin-Knott of Umbaugh and Associates estimates that refunding will allow us to reduce the annual payments by \$16,000 per year for the remainder of the bond issue. The refunding will not increase funds to the Library or lengthen the repayment of the bond issue. We hope to save \$110,000 in total interest from this action.

In order to refund these bonds, approval of the County Council is required. Our bond counsel, Ice Miller, LLC has prepared a resolution for the County Council to adopt.

Please place this matter on your April 28, 2009 County Council Agenda. If you have any questions or need additional information, please advise.

Sincerely,

Kenneth L. Barnes, Business Manager  
Muncie Public Library  
2005 South High Street  
Muncie, Indiana 47302-4073  
[kbarnes@munpl.org](mailto:kbarnes@munpl.org)  
Phone: 765.747.8202



ORIGINAL

**MUNCIE PUBLIC LIBRARY**  
**SUMMARY OF REFUNDING POTENTIAL**

	<u>Outstanding 2000 Bonds</u>	<u>Proposed Refunding Bonds (1)</u>
Bond Issue	\$3,585,000	\$3,795,000
Average Interest Rate	5.19%	3.91%
Average Annual Payment	\$418,500	\$407,965 (2)
Estimated Benefit (3)		
Overall gross savings		\$120,910
Present value savings		\$96,910
Final Payment	7/15/20	7/15/20

- (1) Based upon information as of April 9, 2009.
- (2) Consists of annual reduction of approximately \$11,500 beginning in budget year 2010. (The annual reduction would be for the remaining 10 ½ years.)
- (3) Estimated benefit is shown net of fees associated with the Refunding. Such fees are assumed to be \$18,975 for the underwriter's discount and \$54,500 for costs of issuance (Bond counsel, financial advisory services, bond rating, escrow verification, Official Statement printing, trustee bank services, etc.)

Prepared by: Umbaugh  
April 14, 2009

**MUNCIE PUBLIC LIBRARY**

**Muncie, Indiana**

**DETAIL OF ISSUANCE EXPENSES**

Bond Counsel	\$14,000
Financial Advisor	26,000
Escrow Verification	2,500
POS & FOS Printing	3,000
Bond Rating	5,500
One-time Escrow Adm Fees	750
Paying Agent Acceptance	500
Annual Paying Agent Fees	500
Redemption, CUSIP's, DTC, etc.	<u>1,750</u>
Total	<u><u>\$54,500</u></u>

Prepared by Umbaugh  
March 16, 2009

E

MUNCIE PUBLIC LIBRARY  
 GENERAL OBLIGATION REFUNDING BONDS OF 2009  
 A RATED, BQ, REDUCE LEASE BEGINNING 7/15/10

=====

Sources and Uses of Funds

=====

Delivery Date: 5/ 1/ 9

Sources of Funds

=====

PAR AMOUNT OF BONDS.....	\$3,795,000.00	
+PREMIUM /-DISCOUNT.....	\$0.00	
BOND PROCEEDS.....		3,795,000.00
		-----
		\$3,795,000.00

Uses of Funds

=====

CALLED BOND REQUIREMENT.....		3,712,331.88
Cost of Issuance.....		60,000.00
UNDERWRITERS DISCOUNT.....( 0.500000%)...		18,975.00
CONTINGENCY.....		3,693.12
		-----
		\$3,795,000.00

CITY SECURITIES CORPORATION

Micro-Muni Sizing Date: 04-09-2009 @ 13:02:52 Filename: MUNCIELB Key: REF00A

E

MUNCIE PUBLIC LIBRARY  
 GENERAL OBLIGATION REFUNDING BONDS OF 2009  
 A RATED, BQ, REDUCE LEASE BEGINNING 7/15/10

=====  
 Debt Service Schedule  
 =====

Date	Principal	Coupon	Interest	Period Total	Fiscal Total
7/15/ 9	180,000.00	1.400000	26,560.35	206,560.35	
1/15/10	140,000.00	2.000000	63,346.25	203,346.25	409,906.60
7/15/10	140,000.00	2.000000	61,946.25	201,946.25	
1/15/11	140,000.00	2.250000	60,546.25	200,546.25	402,492.50
7/15/11	145,000.00	2.250000	58,971.25	203,971.25	
1/15/12	145,000.00	2.600000	57,340.00	202,340.00	406,311.25
7/15/12	145,000.00	2.600000	55,455.00	200,455.00	
1/15/13	145,000.00	3.000000	53,570.00	198,570.00	399,025.00
7/15/13	150,000.00	3.000000	51,395.00	201,395.00	
1/15/14	155,000.00	3.250000	49,145.00	204,145.00	405,540.00
7/15/14	155,000.00	3.250000	46,626.25	201,626.25	
1/15/15	160,000.00	3.500000	44,107.50	204,107.50	405,733.75
7/15/15	165,000.00	3.500000	41,307.50	206,307.50	
1/15/16	165,000.00	3.750000	38,420.00	203,420.00	409,727.50
7/15/16	170,000.00	3.750000	35,326.25	205,326.25	
1/15/17	170,000.00	4.000000	32,138.75	202,138.75	407,465.00
7/15/17	175,000.00	4.000000	28,738.75	203,738.75	
1/15/18	180,000.00	4.200000	25,238.75	205,238.75	408,977.50
7/15/18	185,000.00	4.200000	21,458.75	206,458.75	
1/15/19	185,000.00	4.400000	17,573.75	202,573.75	409,032.50
7/15/19	195,000.00	4.400000	13,503.75	208,503.75	
1/15/20	200,000.00	4.550000	9,213.75	209,213.75	417,717.50
7/15/20	205,000.00	4.550000	4,663.75	209,663.75	
1/15/21					209,663.75
-----					
	3,795,000.00		896,592.85	4,691,592.85	
ACCRUED					
	3,795,000.00		896,592.85	4,691,592.85	
=====					

Dated 5/ 1/ 9 with Delivery of 5/ 1/ 9  
 Bond Years 22,932.583  
 Average Coupon 3.909690  
 Average Life 6.042841  
 N I C % 3.992432 % Using 99.500000  
 T I C % 3.879513 % From Delivery Date

CITY SECURITIES CORPORATION

Micro-Muni Sizing Date: 04-09-2009 @ 13:04:27 Filename: MUNCIELB Key: REF00A

MUNCIE PUBLIC LIBRARY  
 GENERAL OBLIGATION REFUNDING BONDS OF 2009  
 A RATED, BQ, REDUCE LEASE BEGINNING 7/15/10

=====

Bond Production Report

=====

Dated        5/ 1/2009  
 Delivery    5/ 1/2009

Date	Principal	Bond Type	B/Y	Coupon	Yield	\$Price	Priced to Call	Gross Production
7/15/ 9	180,000.00	Standard	37	1.4000	1.4000	100.000		180,000.00
1/15/10	140,000.00	Standard	136	2.0000	2.0000	100.000		140,000.00
7/15/10	140,000.00	Standard	305	2.0000	2.0000	100.000		140,000.00
1/15/11	140,000.00	Standard	543	2.2500	2.2500	100.000		140,000.00
7/15/11	145,000.00	Standard	863	2.2500	2.2500	100.000		145,000.00
1/15/12	145,000.00	Standard	1255	2.6000	2.6000	100.000		145,000.00
7/15/12	145,000.00	Standard	1720	2.6000	2.6000	100.000		145,000.00
1/15/13	145,000.00	Standard	2258	3.0000	3.0000	100.000		145,000.00
7/15/13	150,000.00	Standard	2888	3.0000	3.0000	100.000		150,000.00
1/15/14	155,000.00	Standard	3618	3.2500	3.2500	100.000		155,000.00
7/15/14	155,000.00	Standard	4425	3.2500	3.2500	100.000		155,000.00
1/15/15	160,000.00	Standard	5338	3.5000	3.5000	100.000		160,000.00
7/15/15	165,000.00	Standard	6361	3.5000	3.5000	100.000		165,000.00
1/15/16	165,000.00	Standard	7468	3.7500	3.7500	100.000		165,000.00
7/15/16	170,000.00	Standard	8693	3.7500	3.7500	100.000		170,000.00
1/15/17	170,000.00	Standard	10003	4.0000	4.0000	100.000		170,000.00
7/15/17	175,000.00	Standard	11439	4.0000	4.0000	100.000		175,000.00
1/15/18	180,000.00	Standard	13006	4.2000	4.2000	100.000		180,000.00
7/15/18	185,000.00	Standard	14709	4.2000	4.2000	100.000		185,000.00
1/15/19	185,000.00	Standard	16504	4.4000	4.4000	100.000		185,000.00
7/15/19	195,000.00	Standard	18494	4.4000	4.4000	100.000		195,000.00
1/15/20	200,000.00	Standard	20635	4.5500	4.5500	100.000		200,000.00
7/15/20	205,000.00	Standard	22933	4.5500	4.5500	100.000		205,000.00
-----								-----
	3,795,000.00							3,795,000.00

CITY SECURITIES CORPORATION

Micro-Muni Sizing    Date: 04-09-2009 @ 13:04:33    Filename: MUNCIELB    Key: REF00A

MUNCIE PUBLIC LIBRARY  
 GENERAL OBLIGATION REFUNDING BONDS OF 2009  
 A RATED, BQ, REDUCE LEASE BEGINNING 7/15/10

=====  
 Bond Production Report  
 =====

Par Amount	3,795,000.00	
Production	0.00	
Gross Production	3,795,000.00	100.0000000
Bond Insurance	0.00	0.0000000
Underwriters Discount	18,975.00	0.5000000
Bid	3,776,025.00	99.5000000

Accrued	0.00
Net to Issuer	3,776,025.00

Gross Interest Cost	896,592.85
+Net Discount	18,975.00
Net Interest Cost	915,567.85

N I C %	3.9924322	Using	99.5000000
T I C %	3.8795125	From	Delivery Date

Bond Years	22,932.583
Average Coupon	3.909690
Average Life	6.042841

CITY SECURITIES CORPORATION

Micro-Muni Sizing Date: 04-09-2009 @ 13:04:33 Filename: MUNCIELB Key: REF00A



E

MUNCIE PUBLIC LIBRARY  
 GENERAL OBLIGATION REFUNDING BONDS OF 2009  
 A RATED, BQ, REDUCE LEASE BEGINNING 7/15/10

=====  
 Savings Report  
 =====

Date	Principal	Coupon	Interest	Total	Prior Debt Service	Savings	Cumulative Savings
7/15/9	100,000.00	1.400000	26,560.35				
1/15/10	140,000.00	2.000000	63,346.25	409,906.60	412,316.88	2,410.28	2,410.28
7/15/10	140,000.00	2.000000	61,946.25				
1/15/11	140,000.00	2.250000	60,546.25	402,492.50	415,401.25	12,908.75	15,319.03
7/15/11	145,000.00	2.250000	58,971.25				
1/15/12	145,000.00	2.600000	57,340.00	406,311.25	417,588.75	11,277.50	26,596.53
7/15/12	145,000.00	2.600000	55,455.00				
1/15/13	145,000.00	3.000000	53,570.00	399,025.00	414,135.63	15,110.63	41,707.15
7/15/13	150,000.00	3.000000	51,395.00				
1/15/14	155,000.00	3.250000	49,145.00	405,540.00	415,170.00	9,630.00	51,337.15
7/15/14	155,000.00	3.250000	46,626.25				
1/15/15	160,000.00	3.500000	44,107.50	405,733.75	415,307.50	9,573.75	60,910.90
7/15/15	165,000.00	3.500000	41,307.50				
1/15/16	165,000.00	3.750000	38,420.00	409,727.50	419,676.25	9,948.75	70,859.65
7/15/16	170,000.00	3.750000	35,326.25				
1/15/17	170,000.00	4.000000	32,138.75	407,465.00	418,148.13	10,683.13	81,542.78
7/15/17	175,000.00	4.000000	28,738.75				
1/15/18	180,000.00	4.200000	25,238.75	408,977.50	420,530.00	11,552.50	93,095.28
7/15/18	185,000.00	4.200000	21,458.75				
1/15/19	185,000.00	4.400000	17,573.75	409,032.50	421,810.00	12,777.50	105,872.78
7/15/19	195,000.00	4.400000	13,503.75				
1/15/20	200,000.00	4.550000	9,213.75	417,717.50	426,906.25	9,188.75	115,061.53
7/15/20	205,000.00	4.550000	4,663.75				
1/15/21				209,663.75	215,512.50	5,848.75	120,910.28
-----							
	3,795,000.00		896,592.85	4,691,592.85	4,812,503.13		120,910.28
ACCRUED							
	3,795,000.00		896,592.85	4,691,592.85	4,812,503.13		120,910.28
=====							

Dated 5/ 1/ 9 with Delivery of 5/ 1/ 9  
 Bond Years 22,932.583  
 Average Coupon 3.909690  
 Average Life 6.042841  
 N I C % 3.992432 % Using 99.5000000  
 T I C % 3.879513 % From Delivery Date

Net Present Value Savings at: 3.8795% Equals 96,910.02 or 2.5536% of Par of the Current Issue  
 or 2.7032% of Par of the Prior Issue

CITY SECURITIES CORPORATION

Micro-Muni Debt Date: 04-09-2009 @ 13:05:08 Filename: MUNCIELB Key: REF00A