

EXECUTIVE ORDER NO. 2017-01

**AMENDMENT AND RESTATEMENT OF THE CITY OF AUBURN, INDIANA'S
CAPITAL IMPROVEMENT PLAN**

SUMMARY

This Executive Order authorizes the City to expend monies realized from the Economic Development Income Tax, under I.C. 6-3.6-6-9.5 as set forth in Exhibit A, which is attached hereto and incorporated herein.

This Executive Order removes completed projects from the previous plan and adds additional capital and economic growth projects for the Municipal City of Auburn. This Executive Order updates and replaces Executive Order No, 2015-01.

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**AMENDMENT AND RESTATEMENT OF THE CITY OF AUBURN, INDIANA'S
CAPITAL IMPROVEMENT PLAN**

WHEREAS, pursuant to I.C. 6-3.6-6-9.5 (Act) the LIT-Economic Development tax (LITED) has been imposed in DeKalb County, Indiana County Council;

WHEREAS, the City of Auburn, Indiana receives a distributive share of the LITED revenues collected in the County (LITED Revenues), which share is payable to the City in regular installments throughout each year relating to the capital improvement plan specifying the use of at least 75% of said LITED Revenues for the entire term of the capital improvement plan;

WHEREAS, the City of Auburn, Indiana adopted Ordinance 08-94 to provide funding which promotes and funds various economic development activities and projects for the City, as more fully described and set forth in Exhibit "A" attached hereto and incorporated herein;

WHEREAS, The City of Auburn has previously approved a capital improvement plan which specified certain use for the LITED Revenues; and

WHEREAS, the City of Auburn, Indiana now desires to modify, amend and restates the capital improvement plan as set forth in Exhibit "A".

It is hereby Ordered by the Office of the Executive of the Municipal City of Auburn, Indiana as follows:

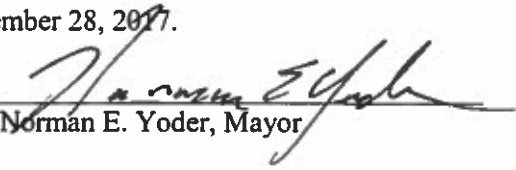
Section 1.

That the current Capital Improvement Plan as designated by Executive Order No. 2015-01, is hereby amended, restated and replaced by Executive Order of the Mayor of the City of Auburn, Indiana with the Exhibit "A" entitled, LOCAL INCOME TAX ECONOMIC DEVELOPMENT CAPITAL IMPROVEMENT PLAN FOR THE CITY OF AUBURN, INDIANA, which is attached hereto and made a part hereof.

In all other respects the Local Income Tax Economic Development Capital Improvement Plan for the City of Auburn, Indiana is hereby ratified and confirmed.

This ORDER shall be effective on December 28, 2017.

Dated this 28th day of December, 2017.


Norman E. Yoder, Mayor

ATTEST:


Patricia M. Miller, Clerk-Treasurer

EXHIBIT "A"

(As Amended December 28, 2017)
LOCAL INCOME TAX ECONOMIC DEVELOPMENT INCOME TAX
CAPITAL IMPROVEMENT PLAN
FOR THE CITY OF AUBURN, INDIANA

I. PURPOSE OF PLAN

I.C. 6-3.6-6-9.5 requires the adoption of a Capital Improvement Plan (PLAN) by the Mayor before the City may receive its certified distribution of revenues from the Local Income Tax Economic Development (LITED). The plan must specify the uses for which the Municipality proposes to use LITED revenues. This PLAN covers an amended period which period begins upon execution and filing of the same and encompasses the dates as set forth below and ends on December 31, 2019.

II. PROJECT DESCRIPTIONS

(A) Auburn Essential Services Bond Collateral

The City has pledged LITED funds as a source to guarantee payment of financial commitments and as a source of security for monies loaned to expand the service area of Auburn Essential Services (AES), an optical fiber data transmission service for video, telecommunication, and voice services owned by the City of Auburn, Indiana. Said LITED funds shall be available to pay down the balance of bonds, if revenue from AES is insufficient to support the same.

(B) Professional Economic Development Organizations.

The City may use LITED funds to contribute toward the DeKalb County Economic Development Partnership, Inc., Northeast Indiana Partnership, and other professional economic organizations. The purpose of the contribution is to assist in the promotion of economic development within the Municipal City of Auburn, Indiana and the surrounding area. Said LITED funds may be used for economic support, development, and contribution to entities dedicated to promoting and furthering economic development within the City of Auburn and surrounding area. The usage of these funds for this purpose will be evaluated by the City on a yearly basis. The Municipal City may contribute available funds in the year 2017 toward said project and available funds in the years 2018, and 2019 as long as the City continues to participate in the DeKalb County Economic Development Partnership, Inc., the Northeast Indiana Economic Partnership, Inc., and /or other economic development organizations.

(C) Electric, Water, and, Water Pollution Control Infrastructure Improvements

For the years 2018, and 2019 the City of Auburn may use LITED funds for upgrades and improvements to the infrastructure for the Electric, Water, and, Water Pollution Control Departments. These infrastructure improvements, relate to providing expansion of and operation of the infrastructure to meet the needs of the City of Auburn's growing customer base.

(D) 6th & Main Streetscape (Downtown Revitalization)

The City of Auburn applied for and received a Community Development Block Grant from the Office of Community and Rural Affairs (OCRA) for the purpose of revitalizing the streetscape on 6th Street from Jackson Street to the East side of Main Street and Main Street from 7th Street to 5th Street. LITED funds is the source of the matching funds required of the City to comply with the Grant and to complete the streetscape project.

(E) Auburn Community Pool Complex Repurposing

The City Administration has decided to close the community swimming pool due to the shorting of summer vacation, the building of a new YMCA swimming and splash pad complex, and the estimated 2-5 million dollars to renovate or reconstruct the facility. Therefore, a repurposing of the area is necessary to provide recreational activities for the citizens of Auburn.

III. PROJECT COST AND OTHER SOURCES OF FUND

(A) Auburn Essential Services Bond Collateral

The City has pledged and has available as a source of collateral LITED funds to secure the repayment of certain revenue bonds should the same become necessary. There are adequate funds for years 2018 and 2019 payments set aside in the AES Bond and Interest Fund and AES DSR Fund until they are no longer required as part of the AES Bond Covenants.

(B) Professional Economic Development Organizations.

Continuing in January 2018, LITED funds may be appropriated \$50,000 for contribution to the DeKalb County Economic Partnership, Inc., Northeast Indiana Partnership, and other professional economic organizations. The purpose of the contribution is to assist in the promotion of economic development within the Municipal City of Auburn, Indiana and the surrounding area. The Plan may then allow for contribution as long as the City is a participant in the DeKalb County Economic Partnership, Inc, Northeast Indiana Economic Development Partnership, Inc. and/or other economic development organizations.

(C) Electric, Water, and Water Pollution Control Infrastructure Improvements

For the years 2018, and 2019, the City of Auburn may use LITED funds for upgrades and improvements to the infrastructure for the Electric, Water and Water Pollution Control Infrastructure. These infrastructure improvements, relate to providing expansion to infrastructure to meet the needs of the City of Auburn's growing customer base.

(D) 6th & Main Streetscape (Downtown Revitalization)

Construction of the 6th and Main Streetscape will proceed in 2018 with a projected cost of \$1.1 Million of which \$500,000 is the OCRA Grant, \$100,000 from private sources, and \$500,000 from LITED. If for some reason there is a shortfall of funding, Cumulative Capital Development funds are available.

(E) **Auburn Community Pool Complex Repurposing**

Currently, the City is evaluating several options for the reuse of the pool complex and beginning to develop budgets for a variety of potential projects.

IV. **SEVENTY-FIVE PERCENT (75%) TEST**

In accordance with I.C. 6-3.6-6.9.5, the Plan projects the cost of at least seventy-five percent (75%) of the certified distribution the City expects to receive during the term of the Plan. The City expects to or has received its distribution for 2018, which is approximately \$600,000.00. The City expects to receive approximately \$600,000.00 for 2018, and 2019. The Plan, as proposed, anticipates spending up to 100% of available funds.

V. **PLANNING, DEVELOPMENT, AND CONSTRUCTION SCHEDULES**

(A) **Auburn Essential Services Bond Collateral**

The City has built a telecommunication infrastructure (AES) consisting of hardware and software, which is providing telecommunications services for governmental, industrial, commercial and residential areas within the City of Auburn, Indiana and surrounding areas. The approximate commitment for the security for the repayment of certain revenue bonds is \$287,650.00 per year, the appropriate amounts have been set aside in the AES Bond and Interest Fund and AES DSR Fund until they are no longer required as part of the AES Bond Covenants.

(B) Professional Economic Development

The City is collaborating with neighboring governmental entities in the DeKalb County Economic Partnership, Inc., Northeast Indiana Partnership and /or other economic development organizations.

(C) Electric, Water, and Water Pollution Control Infrastructure Improvements

The City of Auburn may be considering upgrades to the infrastructure associated with the Water and Water Pollution Control facilities of the City of Auburn for the years 2018, and 2019. The monies associated with the upgrades will be used for the purpose of providing expansion to infrastructure to meet the needs of the City of Auburn's growing customer base. The cost associated with said upgrades and expansion is unknown at this time.

(D) 6th & Main Streetscape (Downtown Revitalization)

The City of Auburn contracted Jones Petrie Rafinski to design, prepare the bid documents, and evaluate the bids of the 6th and Main Streetscape Project. It is anticipated that the contract will be executed with the low bid in January of 2018. Construction is expected to begin late winter of 2018 as the weather permits with completion in late summer of 2018.

(E) Auburn Community Pool Complex Repurposing

The City is currently evaluating several options for the reuse of the pool complex. It is anticipated that the demolition of the pool will be bid

sometime in 2018. The nature of the reuse will then begin, with the design and construction taking place in the spring of 2019.