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2019 TAW Loan Executive Summary January 3, 2019

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- The 2018 \$4,000,000 TAW was paid in full on 12/28/18. Total interest paid was \$153,961.64.
- Special Ordinance 41, 2018 requests a \$3,500,000 TAW for 2019. This is \$500,000 less than last year. The purpose of the TAW is to take an advance on our property tax distribution that we will receive in December 2019. The funds are needed to ensure adequate cash is on hand to continue meeting all obligations in a timely fashion. The funds are especially needed in the March-May and September-November time frames prior to the spring and fall tax disbursements. See Attachments A & B to see projected cash flows without and with a TAW.
- Pending City Council approval, the loan would close in February and be funded towards the end of the month in order to minimize interest costs. In addition, our goal will be to pay up to \$500,000 on the principal in July leaving a balance of \$3,000,000 due in December. This will be dependent on receipt of additional "projected" revenues in 2019.
- We continue to follow our plan of reducing temporary loans. In 2017, we borrowed \$9,000,000 (\$4,000,000 TAW and \$5,000,000 Redevelopment). In 2018, we reduced that to \$6,000,000 (\$4,000,000 TAW and \$2,000,000 Redevelopment). In 2019, we will continue the reductions to \$5,500,000 (\$3,500,000 TAW and \$2,000,000 Redevelopment) to start the year but will pay \$1,000,000 on the Redevelopment loan in June and \$500,000 on the TAW in July leaving a final end of the year payment of \$4,000,000. In 2020, further temporary borrowing reductions will be made depending actual revenues received and projected cash reserves.
- It will still be important to at least consider lowering the TAW amount and maintaining some level of Redevelopment borrowing in the near future to reduce interest costs. This discussion can happen a little later and will be based on Redevelopment cash requirements versus Redevelopment cash balances.
- We continue to make significant financial progress and will be able to increase our overall cash balances from the end of 2018 to the end of 2019. Property values have finally started to increase and new public safety income tax revenues will begin this year while our budgets have increased minimally. This will lead us to being able to build cash reserves that will eventually replace our need for temporary borrowing.
- We are also paying on our BAN with the county. The original note of \$6,000,000 has been paid down to \$4,500,000 (as of 12/31/18) and we will make principal payments of at least \$1,500,000 in 2019. The principal balance on the note is due in 2021.

Submitted by: Mayor Duke A Bennett 

"A"

City of Terre Haute Cash Summary - Operating Cash Pool With No TAW:

	January	February	March	April	May	June	July	August	September	October	November	December
Controlled Funds												
General Fund	\$ (1,029,796.35)	\$ (868,120.63)	\$ (3,789,298.97)	\$ (5,627,623.26)	\$ (3,793,798.69)	\$ 8,822.02	\$ 1,170,497.74	\$ (1,459,012.85)	\$ (3,297,337.13)	\$ (5,135,661.42)	\$ (3,475,309.84)	\$ 1,802,718.18
EDIT	3,761,701.03	3,981,726.28	4,201,751.53	4,571,776.78	4,547,635.36	4,317,660.61	4,187,685.86	3,857,711.11	3,627,736.36	3,597,761.61	3,573,620.20	3,343,645.45
Local Road & Street	1,018,246.92	1,033,089.83	1,047,932.75	1,062,775.67	1,077,618.58	1,092,461.50	1,107,304.42	1,122,147.33	1,136,990.25	1,151,833.17	1,166,676.08	1,181,519.00
Motor Vehicle Highway	570,590.48	585,601.64	500,612.81	415,623.98	330,635.14	187,201.31	339,091.48	154,102.64	69,113.81	(15,875.02)	(100,863.86)	65,129.31
Cumulative Capital Development	298,544.00	286,544.00	274,544.00	262,544.00	242,544.00	478,548.56	423,298.56	368,048.56	212,798.56	117,548.56	(5,951.44)	209,434.56
Cemetery	108,684.25	61,713.50	14,742.75	(32,228.00)	(79,198.75)	162,439.50	115,468.75	68,498.00	21,527.25	(25,443.50)	(72,414.25)	149,715.00
Parks	(149,662.58)	(344,325.17)	(538,987.75)	(733,650.33)	(928,312.92)	272,667.50	78,004.92	(116,657.67)	(311,320.25)	(505,982.83)	(700,645.42)	400,645.76
Public Safety LOIT	49,861.08	99,722.17	149,583.25	199,444.33	249,305.42	299,166.50	349,027.58	398,888.67	448,749.75	498,610.83	548,471.92	598,333.00
Police Pension	619,740.33	433,980.67	248,221.00	62,461.33	(123,298.33)	849,348.00	663,588.33	477,828.67	1,437,475.00	1,251,715.33	1,065,955.67	1,030,201.00
Fire Pension	375,943.42	184,671.83	(6,599.75)	(197,871.33)	(389,142.92)	593,085.50	401,813.92	210,542.33	1,179,270.75	987,999.17	796,727.58	618,956.00
Cumulative Capital Improvement	167,250.00	156,000.00	144,750.00	133,500.00	122,250.00	182,000.00	170,750.00	159,500.00	148,250.00	137,000.00	125,750.00	185,500.00
Transit	26,793.25	(155,017.50)	163,171.75	(18,639.00)	(200,449.75)	394,530.77	212,720.02	30,909.27	(150,901.48)	167,287.77	(14,522.98)	55,457.55
Total Controlled Funds	5,817,895.82	5,455,586.62	2,410,423.36	98,114.16	1,055,787.14	8,837,931.78	9,219,251.58	5,272,506.07	4,522,352.87	2,226,793.67	2,907,493.66	9,641,254.81
Non Reverting & Grant Funds												
EMS	845,136.17	869,724.33	894,312.50	918,900.67	943,488.83	968,077.00	992,665.17	1,017,253.33	1,041,841.50	1,066,429.67	1,091,017.83	1,115,606.00
REA Park	(1,396,570.93)	(1,421,467.31)	(1,379,529.55)	(1,352,350.54)	(1,340,162.23)	(1,355,626.10)	(1,407,727.11)	(1,382,264.95)	(1,387,947.94)	(1,387,291.98)	(1,407,233.06)	(1,472,233.06)
Hulman Links	(4,421,996.57)	(4,451,823.15)	(4,430,041.56)	(4,420,558.12)	(4,419,150.45)	(4,412,592.08)	(4,457,199.26)	(4,456,568.85)	(4,441,993.04)	(4,395,359.82)	(4,431,949.91)	(4,493,698.61)
Engineering Non-Reverting	174,317.92	158,635.83	142,953.75	127,271.67	111,589.58	95,907.50	80,225.42	64,543.33	48,861.25	33,179.17	17,497.08	1,815.00
Other Funds	1,178,146.50	1,178,146.50	1,178,146.50	1,178,146.50	1,178,146.50	1,178,146.50	1,178,146.50	1,178,146.50	1,178,146.50	1,178,146.50	1,178,146.50	1,178,146.50
Total Non Reverting Funds	(3,620,966.92)	(3,666,783.79)	(3,594,158.36)	(3,548,589.82)	(3,526,087.76)	(3,526,087.17)	(3,613,889.28)	(3,578,890.63)	(3,561,091.73)	(3,504,896.47)	(3,552,521.55)	(3,670,364.17)
Total Cash	\$ 2,196,928.90	\$ 1,788,802.83	\$ (1,183,734.99)	\$ (3,450,475.66)	\$ (2,470,300.62)	\$ 5,311,844.60	\$ 5,605,362.30	\$ 1,693,615.44	\$ 961,261.14	\$ (1,278,102.79)	\$ (645,027.89)	\$ 5,970,890.64

"B"

City of Terre Haute Cash Summary - Operating Cash Pool including TAW of \$3,500,000:

	January	February	March	April	May	June	July	August	September	October	November	December
Controlled Funds												
General Fund	\$ (1,029,796.35)	\$ 2,631,879.37	\$ (289,298.97)	\$ (2,127,623.26)	\$ (293,798.69)	\$ 3,508,822.02	\$ 4,170,497.74	\$ 1,540,987.15	\$ (297,337.13)	\$ (2,135,661.42)	\$ (475,309.84)	\$ 1,802,718.18
EDIT	3,761,701.03	3,981,726.28	4,201,751.53	4,571,776.78	4,547,635.36	4,317,660.61	4,187,685.86	3,857,711.11	3,627,736.36	3,597,761.61	3,573,620.20	3,343,645.45
Local Road & Street	1,018,246.92	1,033,089.83	1,047,932.75	1,062,775.67	1,077,618.58	1,092,461.50	1,107,304.42	1,122,147.33	1,136,990.25	1,151,833.17	1,166,676.08	1,181,519.00
Motor Vehicle Highway	570,590.48	585,601.64	500,612.81	415,623.98	330,635.14	187,201.31	339,091.48	154,102.64	69,113.81	(15,875.02)	(100,863.86)	65,129.31
Cumulative Capital Development	298,544.00	286,544.00	274,544.00	262,544.00	242,544.00	478,548.56	423,298.56	368,048.56	212,798.56	117,548.56	(5,951.44)	209,434.56
Cemetery	108,684.25	61,713.50	14,742.75	(32,228.00)	(79,198.75)	162,439.50	115,468.75	68,498.00	21,527.25	(25,443.50)	(72,414.25)	149,715.00
Parks	(149,662.58)	(344,325.17)	(538,987.75)	(733,650.33)	(928,312.92)	272,667.50	78,004.92	(116,657.67)	(311,320.25)	(505,982.83)	(700,645.42)	400,645.76
Public Safety LOIT	49,861.08	99,722.17	149,583.25	199,444.33	249,305.42	299,166.50	349,027.58	398,888.67	448,749.75	498,610.83	548,471.92	598,333.00
Police Pension	619,740.33	433,980.67	248,221.00	62,461.33	(123,298.33)	849,348.00	663,588.33	477,828.67	1,437,475.00	1,251,715.33	1,065,955.67	1,030,201.00
Fire Pension	375,943.42	184,671.83	(6,599.75)	(197,871.33)	(389,142.92)	593,085.50	401,813.92	210,542.33	1,179,270.75	987,999.17	796,727.58	618,956.00
Cumulative Capital Improvement	167,250.00	156,000.00	144,750.00	133,500.00	122,250.00	182,000.00	170,750.00	159,500.00	148,250.00	137,000.00	125,750.00	185,500.00
Transit	26,793.25	(155,017.50)	163,171.75	(18,639.00)	(200,449.75)	394,530.77	212,720.02	30,909.27	(150,901.48)	167,287.77	(14,522.98)	55,457.55
Total Controlled Funds	5,817,895.82	8,955,586.62	5,910,423.36	3,598,114.16	4,555,787.14	12,337,931.78	12,219,251.58	8,272,506.07	7,522,352.87	5,226,793.67	5,907,493.66	9,641,254.81
Non Reverting & Grant Funds												
EMS	845,136.17	869,724.33	894,312.50	918,900.67	943,488.83	968,077.00	992,665.17	1,017,253.33	1,041,841.50	1,066,429.67	1,091,017.83	1,115,606.00
REA Park	(1,396,570.93)	(1,421,467.31)	(1,379,529.55)	(1,352,350.54)	(1,340,162.23)	(1,355,626.10)	(1,407,727.11)	(1,382,264.95)	(1,387,947.94)	(1,387,291.98)	(1,407,233.06)	(1,472,233.06)
Hulman Links	(4,421,996.57)	(4,451,823.15)	(4,430,041.56)	(4,420,558.12)	(4,419,150.45)	(4,412,592.08)	(4,457,199.26)	(4,456,568.85)	(4,441,993.04)	(4,395,359.82)	(4,431,949.91)	(4,493,698.61)
Engineering Non-Reverting	174,317.92	158,635.83	142,953.75	127,271.67	111,589.58	95,907.50	80,225.42	64,543.33	48,861.25	33,179.17	17,497.08	1,815.00
Other Funds	1,178,146.50	1,178,146.50	1,178,146.50	1,178,146.50	1,178,146.50	1,178,146.50	1,178,146.50	1,178,146.50	1,178,146.50	1,178,146.50	1,178,146.50	1,178,146.50
Total Non Reverting Funds	(3,620,966.92)	(3,666,783.79)	(3,594,158.36)	(3,548,589.82)	(3,526,087.76)	(3,526,087.17)	(3,613,889.28)	(3,578,890.63)	(3,561,091.73)	(3,504,896.47)	(3,552,521.55)	(3,670,364.17)
Total Cash	\$ 2,196,928.90	\$ 5,288,802.83	\$ 2,316,265.01	\$ 49,524.34	\$ 1,029,699.38	\$ 8,811,844.60	\$ 8,605,362.30	\$ 4,693,615.44	\$ 3,961,261.14	\$ 1,721,897.21	\$ 2,354,972.11	\$ 5,970,890.64