

NOTICE OF SALE OF TEMPORARY LOAN WARRANTS FOR SCHOOL CITY OF HAMMOND

Notice is hereby given, that the Board of School Trustees of School City of Hammond, on December 12, 2023, at 11:00 a.m. (local time), will receive sealed bids at the office of Cender/Dalton Municipal Advisors, 233 East 84th Drive, Suite 103, Merrillville, Indiana 46410, or telecopied bids to (219) 736-8465 or emailed bids to kcender@cenderdalton.com by prior arrangement with the School Corporation, the following described temporary loan warrants:

Temporary loan warrants in anticipation of taxes levied and the State Tuition Support distributions in the sum of \$3,100,000 for the Operations Referendum Fund, \$2,900,000 for the Operations Fund and \$4,000,000 for the Debt Service Fund, all maturing on December 31, 2024, and dated as of the date of delivery thereof to the Purchaser or Purchasers; all warrants shall bear interest at a rate to be determined by this bidding payable at maturity of the warrants. All warrants of the same fund shall bear interest at the same rate. Interest shall be calculated on a 365-day basis. Principal and interest shall be payable at the office of the School Treasurer. It is anticipated that the warrants will be delivered on or about January 2, 2024. The principal amount of the warrants may be reduced in order to receive an approving opinion of bond counsel.

These temporary loan warrants have been designated as qualified obligations pursuant to Section 265 (b)(3) of the Internal Revenue Code.

A bid may be for all or a portion of the warrants but no bids for less than par, nor for less than the full principal amount of a fund will be considered. A bid shall state a single fixed rate of interest for each fund and such rate or rates shall be stated as multiples of 1/100 of 1 percent for the warrants to be paid on the same date. The warrants shall be awarded to the bidder and/or bidders, submitting the lowest net interest rate or rates after deducting therefrom the premium bid, if any, for the warrants bid for. Any premium shall be allocated evenly among the principal amount of the warrants subject to bid. The right is reserved to reject any and all bids and to deliver less than the whole issue if an approving opinion cannot be obtained covering the whole issue. If acceptable bids are not received on the sale date covering the warrants, the sale of the unpurchased portion thereof may be continued from day to day thereafter, for not exceeding thirty (30) days without readvertisement of the sale. Within twenty-four (24) hours of being notified that they are the successful bidder, the purchaser or purchasers must provide the school corporation with cash, a certified cashier's check or a financial surety bond in the amount of one percent (1%) of the amount of the warrants bid for, made payable to the School Treasurer, to guarantee the School Corporation against default by such bidder in complying with the terms of this notice and of its bid. At the time of delivery, the successful bidder will be required to certify as to the price at which a substantial amount of the warrants, if any, reoffered to the public.

Said warrants are being issued under the provisions of Indiana Code, Article 20, Title 48, Chapter 1, to meet the expenses of the School Corporation included in the regular budget and appropriations adopted for the year 2024 prior to the 2024 settlements and distributions of taxes. There has been appropriated and pledged a sufficient amount of current revenues of the School Corporation to be derived from the Operations Referendum Levy Operations Fund Levy and the Debt Service Fund Levy respectively, made in the year 2023 and payable in 2024 to pay the principal of and interest of said warrants at maturity.

The approving opinion of TWPeterson Law Office, of Indianapolis, Indiana, covering the legality of such warrants will be furnished to the purchaser or purchasers AT THE EXPENSE OF THE PURCHASER PAYABLE ON THE CLOSING DATE, together with the usual closing certificates and transcript of the legal proceedings. No conditional bids shall be considered. The warrants of each Fund of this issue shall be delivered at the time set above. The successful bidder or bidders shall accept delivery of the warrants and make payment therefor at such Bank as such bidder or bidders shall designate.

SCHOOL CITY OF HAMMOND
BOARD OF SCHOOL TRUSTEES

SCHOOL CITY OF HAMMOND
Hammond, Indiana

\$10,000,000 TAX ANTICIPATION WARRANTS,
Series 2024
November 27, 2023

TERM SHEET

Amount: \$4,000,000* for the Debt Service Fund, \$2,900,000 for Operations Fund and \$3,100,000 for Operating Referendum Fund

Bids Due: **11:00 A.M. (Central Standard Time) December 12, 2023**
Cender | Dalton Municipal Advisors
Attention: Karl J. Cender
233 E. 84th Drive, Suite 103
Merrillville, Indiana 46410
Phone: (219) 736-1800
FAX: (219) 736-8465
E-mail: kcender@cenderdalton.com

Closing: January 2, 2024

Maturity: December 31, 2024

Interest Calculation: 365-day basis

Principal Payment: December 31, 2024

Interest Payment: December 31, 2024

Maximum Interest Rate: 7%

Maximum Discount: .5% of par amount of note.

Prepayment: None

Bank Eligibility: The Note **is not** designated as “qualified tax-exempt obligations” for purposes of Section 265(b) (3) of the Internal Revenue Code of 1986, as amended.

Use of Proceeds: The Board of School Trustees now finds than an emergency exists for the borrowing of money, with which to meet the expenses of the School City of Hammond, specifically the Debt Service Fund, Operations Fund and Operating Referendum Fund which will be incurred in 2024 and are to be paid from the respective Funds.

Collateral: The Notes are payable from the Debt Service Fund, Operations Fund and Operating Referendum Fund from property tax revenues payable in 2024 and shall be appropriated for payment of the principal amount and interest at maturity of respective Funds.

Other: Additional information may be obtained from Karl Cender, (219) 736-1800 at Cender | Dalton Municipal Advisors.

* Preliminary, subject to change.