

CITY OF MUNCIE, INDIANA

Notice of the Reissuance of an Existing Financial Obligation

Reportable Event for the Bond Issues Listed Below

CUSIP Base 625831

<u>Dated Date</u>	<u>Issue</u>
December 20, 2019	\$4,190,000 Economic Development Revenue Refunding Bonds, Series 2019A
December 20, 2019	\$8,195,000 Economic Development Revenue Bonds, Series 2019B
December 20, 2019	\$9,800,000 Taxable Economic Development Revenue Refunding Bonds, Series 2019C

CUSIP Base 625835

<u>Dated Date</u>	<u>Issue</u>
March 24, 2020	\$1,355,000 Park District Refunding Bonds, Series 2020

Detail Pertaining to the Financial Obligation Reissuance

Notice is hereby given that the City of Muncie, Indiana (“City”) incurred a financial obligation which is summarized below

Date of Incurrence:	July 26, 2021
Designation:	Taxable Economic Development Grant Anticipation Note, Series 2014 (Arc Hotel Project) (2021 Reissued Note) (“2021 Reissued Note”)
Principal Amount	\$20,000,000 (as restructured)
Interest and Interest Rate:	3.950% per annum through and including July 26, 2028, and then adjusting to the lesser of: (i) the 5-year Treasury Rate plus 3.35%; or (ii) 8.00% per annum. Interest is payable semiannually on February 1 and August 1, commencing February 1, 2022.
Maturity Date:	August 1, 2039
Mandatory Tender:	The 2021 Reissued Note is subject to mandatory tender on July 26, 2033.
Lender:	Farmers & Merchants State Bank (<i>purchased from First Merchants Bank</i>)
Purpose of Obligation:	The 2021 Reissued Note was reissued and restructured on July 26, 2021. Under the new structure, principal and interest payments will commence on February 1, 2022. The City previously issued the Taxable Economic Development Grant Anticipation Note, Series 2014 (Arc Hotel Project)(“2020 Reissued Note”) and the Taxable Economic Development Grant Anticipation Note, Series 2014 (Arc Hotel Project) (2019 Reissued Note), each to restructure the Taxable Economic Development Grant Anticipation Note, Series 2014 (Arc Hotel Project) (the “Original Note”). The Original Note was issued to finance the

construction and equipping of a teaching hotel and training center designed to train persons with disabilities to work in the hospitality industry ("Project").

Security:

The 2021 Reissued Note is payable from net income generated from Arc Innovations, other grant contributions, grant proceeds or net revenues made available to the Arc Innovations for the Project ("Available Funds"). To the extent Available Funds in any year are insufficient to pay the 2021 Reissued Note, a special benefits tax may be levied and collected by the Muncie Redevelopment Commission ("Commission") or any other revenues legally available to the Commission pursuant to the Fifth Addendum to the Lease which is attached hereto.

CITY OF MUNCIE, INDIANA



A handwritten signature in black ink, appearing to read "Dan Rubin", is written over a horizontal line.

Dated: 7/30/21