

SPECIAL MEETING.

COUNCIL CHAMBER,
CITY OF INDIANAPOLIS,
August 23, 1892. }

The Common Council of the City of Indianapolis met in the Council Chamber, Tuesday evening, August 23d, at 8 o'clock P. M., in special meeting, pursuant to the following call:

EXECUTIVE DEPARTMENT,
CITY OF INDIANAPOLIS, IND., August 23, 1892. }

To the Members of the Common Council:

GENTLEMEN—You are hereby notified that a special meeting of the Common Council of the City of Indianapolis will be held in the Council Chamber, Tuesday evening, August 23, 1892, at 8 o'clock P. M., for the purpose of considering a proposition to refund the city's debt at a lower rate of interest.

THOMAS L. SULLIVAN,
Mayor.

Present, Hon. Martin J. Murphy, President of the Common Council, in the Chair, and 12 members, viz: Messrs. Colter, Cooper, Costello, Gasper, Halloran, Laut, Linn, McGill, Rassmann, Ryan and Schmidt.

Absent, 9—viz: Messrs. Allen, Gauss, McGuffin, Olsen, Puryear, Schrader, Sherer, White and Young.

REPORTS, ETC., FROM CITY OFFICERS.

DEPARTMENT OF FINANCE,
OFFICE OF CITY COMPTROLLER,
INDIANAPOLIS, IND., August 23, 1892. }

To the Honorable, the Common Council of the City of Indianapolis:

I submit herewith two propositions in relation to the funding of the outstanding bonds of the city, and respectfully ask that they be referred to your Finance Committee, together with any ordinance upon said subject that may be offered in the Council.

Very respectfully,
WILLIAM WESLEY WOOLLEN,
City Comptroller.

Which was read and referred to the Committee on Finance.

INDIANAPOLIS, IND., August 19, 1892.

To William Wesley Woollen, Esq., City Comptroller of the City of Indianapolis, Ind.:

DEAR SIR—As the representative and agent of the owners and holders of certain outstanding bonds of the City of Indianapolis, hereinafter named, I hereby propose to refund said outstanding bonds by exchange for new bonds of said city, on the terms and conditions as follows, namely: I propose to refund the "Sellers' Farm Purchase" bonds, issued April 1, 1873, in the denomination of one thousand (1,000) dollars each, there being twenty-one (21) of said bonds in number, bearing interest at the rate of eight (8) per cent. per annum, maturing April 1, 1893, and aggregating the sum of twenty-one thousand (21,000) dollars; also Series "A," issued July 1, 1873, in the denomination of one thousand (1,000) dollars each, there being three hundred (300) of said bonds in number, bearing interest at the rate of seven and three-tenths (7.3) per cent. per annum, maturing July 1, 1893, and aggregating the sum of three hundred thousand (300,000) dollars; also Series "B," issued July 1, 1873, in the denomination of one thousand (1,000) dollars each, there being three hundred (300) of said bonds in number, bearing interest at the rate of seven and three-tenths (7.3) per cent. per annum, maturing July 1, 1893, and aggregating the sum of three hundred thousand (300,000) dollars; also "Southern Park Purchase," issued January 26, 1874, in the denomination of five hundred (500) dollars each, there being two hundred and nineteen (219) of said bonds in number, bearing interest at the rate of seven and three-tenths (7.3) per cent. per annum, maturing January 26, 1894, and aggregating the sum of one hundred and nine thousand, five hundred (109,500) dollars; also Series "C," issued July 1, 1874, in the denomination of one thousand (1,000) dollars each, there being three hundred (300) of said bonds in number, bearing interest at the rate of seven and three-tenths (7.3) per cent. per annum, maturing July 1, 1894, and aggregating the sum of three hundred thousand (300,000) dollars; also Series "D," issued July 1, 1875, in the denomination of one thousand (1,000) dollars each, there being two hundred (200) of said bonds in number, bearing interest at the rate of seven and three-tenths (7.3) per cent. per annum, maturing July 1, 1895, and aggregating the sum of two hundred thousand (200,000) dollars; also "Fire Department," issued July 1, 1875, in the denomination of five hundred (500) dollars each, there being fourteen (14) of said bonds in number, bearing interest at the rate of seven and three-tenths (7.3) per cent. per annum, maturing July 1, 1895, and aggregating the sum of seven thousand (7,000) dollars; also Series "E," issued January 1, 1876, in the denomination of one thousand (1,000) dollars each, there being eight (8) of said bonds in number, bearing interest at the rate of seven and three-tenths (7.3) per cent. per annum, maturing January 1, 1896, and aggregating the sum of eight thousand (8,000) dollars, the whole of said several issues of bonds amounting to the total of one million, two hundred and forty-five thousand, five hundred (1,245,500) dollars, by receiving in exchange therefor, at not less than their par value, new bonds of the City of Indianapolis, dated on the first day of July, 1892, and designated and known as the "Indianapolis Consolidated Refunding Bonds of 1892," bearing interest at the rate of four (4) per cent. per annum and running for thirty (30) years from the first day of July, 1892, interest payable semi-annually on the first days of January and July of each year, and interest and principal payable at the banking house of Winslow, Lanier & Co., in the city, county and State of New York.

As hereinbefore stipulated, the new bonds of said city shall be received at not less than their par value and the old bonds, hereinbefore named, shall be refunded at a premium not to exceed, in the aggregate, the sum of twenty-four thousand, nine hundred and ten (24,910) dollars. The maximum premium to be paid on the said several issues or series of old bonds to be refunded, in whole or in part, shall be made on the following basis, namely: On the "Sellers' Farm Purchase," a sum not exceeding two hundred and ten (210) dollars; on Series "A," a sum not exceeding one thousand, five hundred (1,500) dollars; on Series "B," a sum not exceeding one thousand, five hundred (1,500) dollars; on "Southern Park Purchase," a sum not exceeding one thousand, one hundred and fifty (1,150) dollars; on Series "C," a sum not exceeding seven thousand, five hundred (7,500) dollars; on Series "D," a sum

not exceeding twelve thousand (12,000) dollars; on "Fire Department," a sum not exceeding four hundred and ninety (490) dollars; on Series "E," a sum not exceeding five hundred and sixty (560) dollars.

That there may be a complete understanding as to the amount of net saving to the City of Indianapolis involved in the foregoing proposition, I submit herewith the following calculation :

| | | |
|--|-------------|-------------|
| "Sellers' Farm Purchase" \$21,000, nine months' saving | \$560 00 | |
| Less maximum premium at a rate not exceeding on the whole series | 210 00 | |
| | <hr/> | \$350 00 |
| Series "A" and "B" \$600,000, one year's saving | \$19,800 00 | |
| Less maximum premium at a rate not exceeding on the whole series | 3,000 00 | |
| | <hr/> | \$16,800 00 |
| "Southern Park Purchase" \$109,500, one year, six months, twenty-five days' saving | \$5,671 19 | |
| Less maximum premium at a rate not exceeding on the whole series | 1,150 00 | |
| | <hr/> | \$4,521 19 |
| Series "C" \$300,000, two years' saving | \$19,800 00 | |
| Less maximum premium at a rate not exceeding on the whole series | 7,500 00 | |
| | <hr/> | \$12,300 00 |
| Series "D" \$200,000, three years' saving | \$19,800 00 | |
| Less maximum premium at a rate not exceeding on the whole series | 12,000 00 | |
| | <hr/> | \$7,800 00 |
| "Fire Department" \$7,000, three years' saving | \$693 00 | |
| Less maximum premium at a rate not exceeding on the whole series | 490 00 | |
| | <hr/> | \$203 00 |
| Series "E" \$8,000, three and one-half years' saving | \$924 00 | |
| Less maximum premium at a rate not exceeding on the whole series | 560 00 | |
| | <hr/> | \$364 00 |

RECAPITULATION.

| | |
|--|----------------|
| Total amount refunded | \$1,245,500 00 |
| Gross total amount saved to city | 67,248 19 |
| Maximum amount of premiums | 24,910 00 |
| Net total amount saved to city | 42,338 19 |

I propose to consummate the refunding of said outstanding bonds of the City of Indianapolis upon the terms hereinbefore set forth, within six (6) months from the date of the passage of an ordinance authorizing said exchange, except as to said "Sellers' Farm Purchase" bonds; and as to them, the right to refund by exchange shall cease on the last day of January, 1893.

In the event of the acceptance of my proposition, said City of Indianapolis, on the surrender by me, or by my order, at the banking house of Winslow, Lanier & Co., in the City, County and State of New York, of all or any part of the said outstanding bonds of said City of Indianapolis, shall deliver to me, or to my order, as the agent or representative of the owners or holders of said outstanding bonds, an equal amount, at not less than their par value, of said new four (4) per cent. bonds, together with the premium, if any, on said outstanding bonds, as hereinbefore provided.

The refunding of said outstanding bonds, by exchange, upon the foregoing terms, shall be made by me without any expense or charge against the City of Indianapolis.

Very respectfully submitted,

FRANCIS M. BANFILL.

INDIANAPOLIS, IND., August 23, 1892.

Wm. Wesley Woollen, Esq., City Comptroller :

DEAR SIR—The City of Indianapolis has now outstanding the following high-rate bonds which mature within three and one-half years, and which we propose refunding, viz :

| Amount. | Issue. | Matures. (From Jan. 1, 1892.) | Present Rate. | New. | Saving. |
|--|---------------|----------------------------------|------------------|------|-------------|
| \$21,000 | Sellers' Farm | 9 mos. | 8 % | 4% | \$630 00 |
| 600,000 | A to E | 1 yr. | 7.3% | 4% | 19,800 00 |
| 300,000 | A to B | 2 yrs. | 7.3% | 4% | 19,800 00 |
| 200,000 | C | 3 yrs. | 7.3% | 4% | 19,800 00 |
| 8,000 | D | 3½ yrs. | 7.3% | 4% | 924 00 |
| 109,500 | Southern park | 1 yr. 6 mos. 25 d. | 7.3% | 4% | 5,671 19 |
| 7,000 | Fire Dep't. | 3 yrs. | 7.3% | 4% | 693 00 |
| Saving in interest charges from July 1, 1892 | | | | | \$67,318 19 |

If we can secure one or more, or all, of the above issues of bonds, or any part thereof, not less than \$100,000, we propose that your city shall issue, on or before January 1, 1893, at our option, all or part of \$1,245,500 straight thirty-year bonds, bearing date of July 1, 1892, and drawing interest from said date at 4 per cent. per annum, payable semi-annually; interest and principal payable in New York City, and to be delivered to us at par flat, in New York City, in exchange for old bonds that we may secure, in equal amounts at par and accrued interest to July 1, 1892. (This exchange to be made as of July 1, 1892.)

In consideration of our making the above exchange, you are to pay us a commission of $1\frac{21}{100}\%$, or \$23,789.05, to be paid *pro rata* at time of exchange, proportionate to amount of bonds delivered. Should we be unable to secure said bonds and carry out this proposition on or before January 1, 1893, then such part of this proposition not completed on said date shall be null and void, and we will make no charge to the City of Indianapolis for our services or expenses on said part not completed by said date.

Usual certified papers, satisfactorily showing legality of bonds to our attorney, to be furnished us prior to delivery and exchange of bonds.

By refunding these issues as proposed, the City of Indianapolis will save in interest charges the sum of \$43,529.14.

Respectfully submitted,

N. W. HARRIS & Co.,
per MacDonald.

Chicago, New York, Boston.

Which was read and referred to Committee on Finance.

INTRODUCTION OF GENERAL AND SPECIAL ORDINANCES.

Under this order of business the following entitled ordinance was introduced

By Mr. Rassmann :

G. O. No. 35, 1892. An ordinance providing for the refunding by exchange of all or a part of certain outstanding bonds of the City of Indianapolis.

Read first time and referred to Committee on Finance.

On motion of Mr. Rassmann the Common Council, at 8:15 o'clock P. M., adjourned.

M. J. Murphy

President.

ATTEST:

R. L. Abrams

City Clerk.