

**\$7,620,000**  
**CITY OF PORTAGE, INDIANA**  
**SPECIAL IMPROVEMENT DISTRICT BONDS**  
**SERIES 2005**  
**(MARINA SHORES PROJECT)**

**MATERIAL EVENT**

**UNSCHEDULED DRAW ON THE RESERVE FUND**

Pursuant to Section 7 (3) of the Continuing Disclosure Agreement, dated November 2, 2005, the developer has failed to pay the fiscal year 2008 special assessments billed by Porter County and received by the developer on February 27, 2009. The fiscal year 2008 special assessments were due on March 12, 2009. The administrator anticipates another draw on the Reserve Fund in the amount of \$235,970.40, in order to make to September 1, 2009 debt service payment. After this draw on the Reserve Fund, the balance is expected to be \$5,701.94. As a result, no additional draws on the Reserve Fund will be possible.