

MINUTES OF
THE INDIANAPOLIS LOCAL PUBLIC IMPROVEMENT BOND BANK

Minutes of the Regular Meeting of the Board of Directors

December 19, 2016

MEMBERS PRESENT: Dennis Charles
Sarah Rubin
Bryan Moll
Michael Carter

MEMBERS ABSENT: Terri Jett

BOND BANK PRESENT:

Sarah Riordan	Brad Busse
Monica Durrett	Kyle Willis
Laurie Canatsey	Isaiah Kuch

OTHERS PRESENT:

Diana Hamilton, Sycamore Advisors	Eric Green, Backstrom, McMarley, Berry
Katie Aeschliman, BMO Harris Bank	Daryl Mergenthal, BNY Mellon Trust Co.
Bob Kocher, US Bank	Nancy Dorsa, JP Morgan
Greg Clark, Mesirow Financial	Catherine Fanello, Krieg DeVault
Julie Bolling, Kreig DeVault	Paul Reuben Engagement Center
David Corbitt, Kreig DeVault	

A Regular Meeting of the Indianapolis Local Public Improvement Bond Bank (“Bond Bank”) convened at 12:00 p.m., Monday, December 19, 2016 in the City-County Building, 200 East Washington Street, Suite 107, Indianapolis, Indiana. Pursuant to notice given in accordance with IC 5-14-1.5, Mr. Dennis Charles determined that a quorum was present and the meeting was called to order.

First, was approval of the minutes of the November 28, 2016. Rubin made the motion to approve, seconded by Moll. All voted in favor and the motion passed.

Next, Riordan asked for approval of the Indianapolis Bond Bank's submitted 2017 Budget. She discussed the follow-up. She then stated that Laurie Canatsey was instrumental in putting the budget together. She stated that the Bond Bank held the line on most of the expenses. There being none. Charles asked for a motion to approve the 2017 budget. She asked if there were any questions.

There being none. Carter made the motion to approve, seconded by Rubin. All voted in favor and the motion passed.

Next, was Resolution No. 7- 2017 G.O. Bonds. Riordan began by updating the Board with an overview from a PowerPoint she distributed. She stated that the project was proposed to the Bond Bank from the Controller, Fady Qaddoura. It was determined that there was a need for \$73 Million for infrastructure and capital expenditures in 2017. The City, The CFO of the City County Council, and Bond Bank has looked at each of the city agencies budget and identified certain capital expenditures and infrastructure costs that need to be addressed in 2017. What they propose is to take those obligations and instead finance the needs with long-term borrowing. There would continue to preserve the existing levies that generate \$8 Million yearly for debt service. There would be no need for new tax. The levies will be transferred among four taxing districts. They would include Consolidated City, Park District, Public Safety & Communications District, and Metro Thoroughfare District. Riordan then stated that the special ordinance before the Board authorizes issuance and sale of G.O. Bonds of consolidated city. She then stated that the funds would be used for solid waste equipment in the amount of \$1.41 million, police vehicles at \$5.3 million, CCB generator and Building Authority repairs at \$2 million, voting machines at \$3.4 million, 2 firehouses at \$8 million, and fire apparatus at \$3 million. Riordan also gave a breakdown for what the funds for Public Safety would be. It included Computer Aided Dispatch (CAD) at \$5.9 million, records management system at \$3.0 million, and E-911 System at \$11.9 million. The Metro-Thoroughfare District would need approximately \$20 million for roads and street improvements. There would also be \$3.75 million used for major capital equipment. Riordan then described what the Park District would require \$5.2 million in G.O. Bonds. Those funds would be used for capital improvement needs; projects that have not yet been bid upon. The Parks Department has prioritized and estimated the costs of projects. There was a breakdown of what the costs would cover on all impending projects.

Riordan stated that they have already been before the Admin & Finance Committee, City County Council, Parks Department Committee, Public Health & Safety Committee and Public Works Committee. She then stated that it has gone before four City County Council Committees that recommended that the financing pass. The request has also gone before three boards. All approvals have been taken care of. She then stated that what the Bond Bank Board would be approving would be to allow the Bond Bank to purchase the qualified obligation of each of the taxing districts and the consolidated city. She then introduced the team, Tenley Drescher-Rhodes, Bond Counsel, Dave Corbitt, and Catherine Fanello, Kreig DeVault.

Rubin asked about the projects and how many have already been committed. Riordan stated that the vehicles are new, the voting machines funding will enable the City to pay-off the contract, whereas the E911 will be paid off with the refinancing of the existing contract. Rubin asked if any of the entities have to go back to council. Riordan stated that only in an exception circumstance. Drescher-Rhodes stated that the appropriations had already been and there are possible approvals to contracts later on. Riordan answered. Moll asked if there were any contingencies taken into account for the \$8 million. Riordan stated that the \$8 million is the limit. If there is more of a need they would have to issue a new bond. Rubin inquired if there was any rating decrease. Riordan stated that the rating is AAA. Rubin recused herself from the vote since there is a conflict.

Charles asked for a motion to approve Resolution No. 7 - G.O. Bond. Carter made the motion to approve, seconded by Moll. All voted in favor, with the exception of Rubin who recused herself, and the motion passed.

Next, Riordan discussed Resolution No. 8- ILPIBB Internal Controls. She stated that there was a new statute enacted by the General Assembly to set internal controls and thresholds had been set. She explained what the Bond Bank would be required to do under the new statute regarding risk management. Rubin asked if would be appropriated into the annual budget. Riordan stated that it is just an addendum.

Charles asked for a motion. Rubin made the motion to approve, seconded by Moll. All voted in favor and the motion passed.

Next discussed was upcoming projects. Riordan stated that the Interim Director of Public Safety, Paul was present and is working with the Bond Bank on the initiatives of the Reuben Engagement Center which is a facility for mental health. The center has been under construction and the Bond Bank is asking for \$260,000 to assist in the completion of the project.

Paul stated that the Reuben Engagement Center was anticipated to be up and running by January 2, 2017. The center is for individuals experiencing homelessness and addiction. These are individuals that may need small levels of medical assistance for a better quality of life outcome. It is for those that may rotate in and out of the system. Paul stated that the main goal is them the care that they may need. Moll asked where the facility was located. Paul stated that it is located at the Arrestee Processing Center. Rubin asked about the demand. Paul stated that there is a lot of demand and they are trying to ensure the facility doesn't become overcrowded immediately. They have a computer system in place to assist with that effort. There are 30 beds, their ordinance states this fact, in the agreement with the Reuben Engagement Center and IMPD.

Charles asked if there were funds available to underwrite the request.

Charles then asked for a motion. Moll made the motion to approve, seconded by Carter. All voted in favor and the motion passed.

Riordan then informed the Board and attendees about the Bond Bank's service project for the underserved. The Bond Bank would be collecting seasonal wraps and toiletries to be given to a shelter.

Riordan thanked the Bond Bank staff and former Director Gregory Clark for their hard work and contributions throughout the year.

Charles asked a motion to adjourn. Rubin made the motion, seconded by Moll. All voted in favor and the meeting was adjourned at 12:30 p.m.