

MINUTES OF  
THE INDIANAPOLIS LOCAL PUBLIC IMPROVEMENT BOND BANK

Minutes of the Regular Meeting of the Board of Directors

December 17, 2012

MEMBERS PRESENT:

Sahara Williams  
Fred Miller  
Melissa Bailey-Comstock

MEMBERS ABSENT:

Briane House  
Jim Carr

BOND BANK PRESENT:

Deron Kintner	Gregory R. Clark
Laurie Canatsey	Kris Butler
Brad Busse	Kyle Willis
Monica Durrett	Isaiah Kuch
Kurt Fullbeck	

OTHERS PRESENT:

Curt Fritch, CRF Group	Jay Ryals, Fifth-Third
Mike Schumaker, City Securities	Eric Green, Backstrom, McCarley Berry
Nancy Dorsa, JPMC	David Girton Sr., Andes Capital
Jim Merten, City Securities	David Girton Jr., Andes Capital
Rose Stafford, Fifth-Third	Jennifer Hudson, London Witte Group
Sharon Karst, BNYM	Terry Lefew, Stifel
Emily Loeher, Sycamore Advisors	Kelly McNairy, KeyBank
Katie Aeschliman, BMO Harris Bank	Bob Kocher, BNY Mellon

A Regular Meeting of the Indianapolis Local Public Improvement Bond Bank (“Bond Bank”) convened at 12:05 p.m., Monday, December 17, 2012 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. Ms. Williams, after determining that a quorum was present, called the meeting to order.

Ms. Williams first asked for approval of the November 19, 2012 minutes. Ms. Williams noted that some general corrections to the minutes had been submitted by Mr. Miller. Mr. Miller made the motion to approve the minutes as amended, seconded by Ms. Bailey-Comstock. All members voted in favor and the motion passed pending the amendments submitted by Mr. Miller.

Next to be discussed was the approval of the Bond Bank's 2013 budget. Mr. Kintner stated that there were no changes to the proposed budget during the November meeting. There were no additional questions from the Board regarding the 2013 budget. Ms. Williams asked for a motion to approve the 2013 Bond Bank budget. Ms. Bailey-Comstock made the motion and said motion was seconded by Mr. Miller. All voted in favor and the motion passed.

Next, Mr. Kintner gave an update on the Eskenazi (Wishard) Hospital financing. Kintner stated that as he explained a few months prior there would be a final financial piece of this project in the coming months. The approval by the Board was done in 2010 which included this piece; however, he felt that due to the extended length of time this project has been active, an update of the project would be warranted. He introduced Mr. Dan Sellers, Chief Financial Officer of Health & Hospital, and Michael Schumaker of City Securities, who were present to provide an update to the Board and to answer any questions.

Mr. Sellers explained that the project is moving along very well and plans are to move in the new hospital building by December of 2013. He stated that the project is at a point where they are pursuing a 2013 bond issuance in the amount of \$43 million. This amount is the final installment of the financing for this project. Mr. Sellers stated that the referendum that was passed by the community for the new Wishard Hospital was overwhelmingly supported in 2009. Sellers also stated that the initial authorization from the referendum was in the amount of \$703 million in debt for the new hospital project. Sellers stated that the project remains on-time and on-budget. Sellers confirmed the remaining \$43 million will be the final financing piece for this project and will bring the project to completion. The project includes several buildings including the hospital, ambulatory care building, parking garage, and a 275,000 sq. ft. office building. Sellers stated that the project currently consists of \$335 million worth of construction and the goal for the project was to include 30% MBE/WBE/VBE. Seller stated that they have exceeded that goal. He then stated that 90% of the people working on the project are from the Central Indiana area. Mr. Miller asked what the \$43 million will address. Sellers stated that it will be used to finish the hospital building. Ms. Williams asked if the additional money is specifically for the hospital. Mr. Sellers stated that it is and that the two buildings were part of the debt package. He then explained further stating that Health & Hospital Corporation had used \$150 million of their own money toward the project. Kintner added that Health & Hospital Corporation will save \$358 million over the course of the life of the bonds that have been issued by the Bond Bank. Miller asked if there would be any refinancing of any part of the initial loan. Kintner stated that the bonds issued to finance this project are not callable for a period of 10-years so it was unlikely that any refinancing would take place. Williams added that the new hospital is a great asset to the Indianapolis community.

Next, Mr. Kintner discussed upcoming issues. He stated that there could be some refundings in January 2013. He did not expect there to be any new money bond issues in the first quarter of 2013, besides what has already been discussed with Health & Hospital.

Mr. Clark gave an update on the 2004 B & C - Circle Block Garage bond refunding issuance. Clark stated that the Bond Bank had recently participated in pricing on the 2004 B & C bond refunding. He highlighted both the taxable and tax-exempt series of the bonds. Clark stated the market conditions currently have historical low rates and allowed for good net-present value savings. The refinance of these bonds ended up being more favorable than first projected. Clark then stated that going forward he will continue to give updates on refunding issuances. Ms. Williams stated that it was good news and that it is good to be able to have regular updates regarding such matters. Ms. Williams also asked that the summary be added to the minutes. Clark stated that he would.

Ms. Williams asked Mr. Kintner if he predicts any new money projects in the near future, especially considering how the current market rates are favorable to issuers. Kintner stated that the Bond Bank will examine all of its refunding opportunities and exhaust all those that make the most fiscal sense in the near future. Kintner stated that there may be some new money projects later in 2013.

Mr. Kintner then mentioned the scheduled meeting dates for the 2013 calendar year. The Board was in agreement for the meeting dates.

There were no additional questions. Ms. Williams asked for a motion to adjourn. Mr. Miller made the motion, seconded by Ms. Bailey-Comstock. All voted in favor and the meeting was adjourned at 12:20 p.m.