

MINUTES OF
THE INDIANAPOLIS LOCAL PUBLIC IMPROVEMENT BOND BANK

Minutes of the Regular Meeting of the Board of Directors

January 27, 2014

MEMBERS PRESENT:

Fred Miller
Melissa Bailey-Comstock
Jim Carr
John Williams

MEMBERS ABSENT:

Sahara Williams

BOND BANK PRESENT:

Deron Kintner	Brad Busse
Gregory Clark	Laurie Canatsey
Monica Durrett	Kyle Willis
Isaiah Kuch	

OTHERS PRESENT:

Katie Aeschliman, BMO Harris Bank	Eric Green, Backstrom McCarley
Sharon Karst, BNYM	Mike Schumaker, Barnes & Thornburg
Jose Herrea, KeyBanc	Pam Cole, U.S. Bank
David Corbitt, Kreig DeVault	Kelly McNairy, KeyBanc
Bruce Donaldson, Barnes & Thornburg	Diana Hamilton, Sycamore

A Regular Meeting of the Indianapolis Local Public Improvement Bond Bank ("Bond Bank") convened at 12:02 p.m., Monday, January 27, 2014 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. Fred Miller determined that a quorum was present and the meeting was called to order.

First order of business was the approval of the minutes of December 16, 2013. Carr made the motion to approve, seconded by J. Williams. All voted in favor and the motion passed.

Next, the Board prepared to elect a new Board Chair. Mr. Miller moved to nominate James Carr for Board Chair. The nomination was seconded by J. Williams and Bailey-Comstock. All voted in favor and the motion passed. Mr. James Carr was elected the new Board Chair.

Next, Kintner discussed Resolution No. 1- 2014 - Market Square Arena North ("MSA") Project Financing. Kintner stated that the resolution is a bond issuance for the City's contribution to the MSA project. Kintner then gave a brief review of the presentation the Bond Bank made to the City County Council on the MSA project. He

discussed the history of the site and the previous Request for Proposals ("RFP's"). He stated that there are many benefits to the project, namely that the project will produce nearly \$2 million in taxes for the City of Indianapolis. The project was selected by Mayor Ballard, by the recommendation of a review committee which included Kintner, City County Councilor Vop Osili, Sherry Seiwert, President, Indianapolis Downtown Inc., and Tom McGowan, COO, Kite Realty Group. There were five submissions and the committee selected the proposal submitted by developer Flaherty & Collins. Kintner stated that the developer has a history of these types of projects as they build them throughout the country. The City's contribution will be approximately \$17.8 million, which will be financed from the downtown TIF District. Kintner then stated that they are not expanding the boundaries to include the site. He stated that the downtown TIF District is very healthy and has debt service coverage approximately 345-350%. The current reserves are above the debt service reserves, approximately 5-6% of the current outstanding debt. Kintner then stated that it is a great project.

Miller asked where things stand with the City County Council. Kintner stated that the project is supported by the Council with a few components that require some modification. Miller then asked that if the issue will go to a vote in the Council that evening. Kintner stated that it would not, stating the resolution was tabled at the committee level until certain issues were resolved. Kintner then stated that he believed the resolution would go to a vote of the full Council on February 27, 2014. Clark stated that there would be one minor change in pp 2 of the resolution, which states "The original aggregate principle amount not to exceed \$19 million," will be increased to \$19.5 million. Kintner recommended to the Board that the dollar amount be amended to \$23 million reflecting the Bond Bank level. Clark then stated that if there is a motion to approve the recommendation, it would be pursuant to an adjustment to pp 2 to \$23 million to be presented to Council. Kintner then stated that if the Board would be so inclined to make the recommendation to the \$19 million be adjusted to \$23 million in the resolution.

Miller moved that Resolution No. 1, 2014 be passed with an amendment to the do not exceed amount, changing it from \$19 million to \$23 million. The motion was seconded by Bailey-Comstock. All voted in favor and the motion with the amendment passed.

Next, Kintner discussed upcoming issues. He stated that there may be one refunding. Kintner then stated that the Bond Bank may look at cancelling the February meeting. He also stated that the Board should still look at having bi-monthly meetings.

There being no further questions, Carr asked for a motion to adjourn. Miller made the motion, seconded by Bailey-Comstock. All voted in favor and the meeting was adjourned at 12:15 p.m.