

MINUTES OF  
THE INDIANAPOLIS LOCAL PUBLIC IMPROVEMENT BOND BANK

Minutes of the Regular Meeting of the Board of Directors

July 18, 2016

MEMBERS PRESENT: Dennis Charles  
Sarah Rubin  
Bryan Moll  
Michael Carter  
Terri Jett

BOND BANK PRESENT:

Sarah Riordan	Brad Busse
Monica Durrett	Kyle Willis
Isaiah Kuch	Laurie Canatsey
Jacqui Fitzgerald	William Holland
David Golder	Kobi Wright

OTHERS PRESENT:

Hans Steck, Baker Greenbaum Doll	Angie Steeno, Crowe Horwath
Bob Swintz, London Witte Group	Bob Kocher, Bank NY Mellon
Mike Gilmore, Huntington Bank	Mardi Sheen, IndyGo
Brian Atkinson, IndyGo	Katie Aeschliman, BMO Harris
Mike Schumaker, City Securities	Nancy Dorsa, JP Morgan Chase
Tyler Kalachnik, Ice Miller	Xiao Yuan, Fifth Third
Sarah McFetridge, Crowe Horwath	Sharon Karst, Bank NY Mellon
Catherine Fanello, Bose McKinney	Carl Rochelle, Reuben Engagement Center

A Regular Meeting of the Indianapolis Local Public Improvement Bond Bank (“Bond Bank”) convened at 12:02 p.m., Monday, July 18, 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 Charles asked for the approval of the minutes of the June 20, 2016. Rubin made the motion to approve, seconded by Jett. All voted in favor and the motion passed.

Next discussed was Resolution No. 5 - IndyGo Line-of-Credit. Riordan stated that this is a renewed arrangement that has been place for some time. She then stated that her recommendation would be to pass the resolution. She then deferred to Kyle Willis, Associate Director, Bond Bank. He stated that the request is an amendment to a line-of-

credit that IndyGo had with 5th Third Bank. He then stated that in previous years the Bond Bank would issue tax-warrants, and since that program was dissolved, they determined the proposal of a line-of-credit would be just as fitting. He then stated that the line-of-credit would be primarily used for any cash flow needs that may arise or any capital project IndyGo may have. The line-of-credit would not exceed \$7 million and any funds drawn down from the line-of-credit will be repaid from IndyGo's tax levy which would offer credit security.

Riordan asked if there were any questions. Charles asked that the request is basically needed as revenues tend to come in with frequency prior to the project being started. Willis stated that was correct. Moll asked if there were any capital projects in mind or is it on an as needed basis. Riordan stated that it would be on an as needed basis. Riordan asked Tyler Kalachnik, Ice Miller, about the limitations on the use of the finance. Kalachnik stated that with it being taxable line-of-credit there were minimal limitations.

There being no future questions, Charles asked for a motion to approve. Moll made the motion, seconded by Rubin. All voted in favor and the motion passed.

Next, was the 2015 Bond Bank Audit Approval. Riordan stated that Brad Busse, Controller, Bond Bank, worked diligently with Katz, Sapper Miller who presented at the last meeting. Riordan asked if the Board had any questions. Busse added that it was a clean audit. There being no questions, Riordan asked for approval of the 2015 Bond Bank Audit.

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

Next, Riordan discussed upcoming projects. She stated that the Bond Bank has been looking at many potential refunding possibilities for outstanding debt since the interest rates are more favorable. The Bond Bank has decided to refund the 2008A bonds for the JW Marriott. She stated that the Bond Bank has solicited the services of bond counsel, and Bose McKinney & Evans, financial advisors, Crowe Horwath. Riordan stated that they are looking to obtain significant savings due to the favorable interest rates. She expects to select an underwriter soon.

Riordan then stated that there has been some request from other agencies within the city county government for the issuance of debt and the Bond Bank is exploring those possibilities. She stated that one under discussion is regarding criminal justice reform, which would require a new jail facility. She stated that she wanted the Board to know the Bond Bank is represented in the discussions as they are most likely to be asked to issue some debt to assist paying for the facility. She is working closely with the City Controller, Fady Qaddoura, and the City-County CFO, Bart Brown, and the team is reviewing all of the options for what type of financing structure that would make the most sense. The mayor's office has convened a very large task force of stakeholders across the enterprise and community stakeholders are being brought together to give their input.

Riordan then stated that there has also been a request ongoing about general obligation debt. No decisions have been made regarding the request at this time. The goal is to realize some savings across the board of some of the city's agencies.

Riordan discussed the possible revision of Moody's rating for the City of Indianapolis and their earlier methodology for evaluating moral obligation debt of which the Bond Bank has \$700 million. She stated that the Bond Bank provided Moody's with a voluntary presentation back in May 2016 explaining what the Bond Bank's M.O. debt was and how it may differ from other entities debt. She stated that once the Moody's information comes out she will advise the Board.

She then stated that the Stormwater bonds closed earlier in the month. She then deferred to Hans Steck, Bingham Greenbaum Doll, who stated that the closing went well.

There being no further questions, Charles asked for a motion to adjourn. Jett made the motion, seconded by Carter. All voted in favor and the motion passed.