

MINUTES OF  
THE INDIANAPOLIS LOCAL PUBLIC IMPROVEMENT BOND BANK

Minutes of the Regular Meeting of the Board of Directors

June 17, 2013

MEMBERS PRESENT: Briane House  
Melissa Bailey-Comstock  
Fred Miller  
Sahara Williams

MEMBERS ABSENT: Jim Carr

BOND BANK PRESENT:

Deron Kintner	Kurt Fullbeck
Gregory Clark	Laurie Canatsey
Monica Durrett	Xiao Ou Yuan
Brad Busse	Isaiah Kuch

OTHERS PRESENT:

Sue Beesley, Bingham Greenbaum	Rose Stark, Fifth-Third
Jennifer Budreau, Somerset CPA's	Terry Leffew, Stifel
Nancy Dorsa, JPMC	Emily Loehr, Sycamore Advisors
Steve Wessel, Somerset CPA's	J. Nixon, Benesch Law
Denise Barkdull, Benesch Law	Beau Zoeller, Frost Brown Todd
Sharon Karst, BNYM	Pam Cole, U.S. Bank
Kim Wilson, Huntington Nat'l Bank	Curt Fritsch, CRF Group
Maranda Luja Johnson, Huntington	Maria Quintana, JPMC
Jay Ryals, Fifth-Third Bank	Diana Hamilton, Sycamore Advisors
Mike Schumaker, City Securities	Eric Green, Backstrom McCarley Berry
Dennis Golem, Wells Fargo	

A Regular Meeting of the Indianapolis Local Public Improvement Bond Bank (“Bond Bank”) convened at 12:10 p.m., Monday, June 17, 2013 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. House determined that a quorum was present and called the meeting to order.

House first asked for approval of the May 20, 2013 minutes. Mr. Miller made the motion to approve the minutes, seconded by Ms. Bailey-Comstock. All voted in favor and the motion passed.

Discussed next was Resolution No.10 - 2013 - Union Station Official Intent. Mr. Kintner gave a brief summary of the resolution stating that the request is to offer financial assistance to Union Station due to a wall collapse back in December 2012. The Metropolitan Development Commission has already approved the use of the \$500,000 to cover the cost. He then stated that there is the possibility of more extensive damage. In working with the Department of Metropolitan Development on this, it has been determined that it is likely after the full inspection of the support structure that a bond issue will be needed in order to make the necessary repairs and/or improvements. What this resolution accomplishes, it will allow the Consolidated TIF to be reimbursed from bond proceeds from a future bond issue for expenses being paid now with cash. Mr. Clark further explained the extent of the damage. Miller asked about insurance coverage. Clark stated that the Bond Bank is working with the Office of Corporation Counsel and the Department Metropolitan Development on the insurance policy coverage and what, if anything would be covered by the policy. House stated that the Board was surprised at the initial cost. Kintner stated that the exact cost has not yet been determined, but the approximately \$3.5 million requested in the resolution covers the projected repairs with a small cushion for unforeseen repairs. House asked that the Board remain apprised of the ongoing process.

House asked for a motion to Approve Resolution No. 10 - Union Station. Miller made the motion, seconded by Bailey-Comstock. All voted in favor and the motion passed.

Next discussed was the 2012 Audit Presentation. Steve Wessel, Somerset CPA's, presented. He thanked Laurie Canatsey, Financial Manager and Brad Busse, Trust Account Manager for the Bond Bank. He began by stating that there is a clean audit opinion for the Bond Bank. He then gave an overview of the discussion analysis. Wessel stated that there had been changes to the audit report with a new accounting pronouncement titled GASB #63. He then gave a summary of pages 5 and 8 of the Audit Summary. He stated that the total assets of the Bond Bank total \$5.035 million, with \$5.031 in liabilities. He then explained what assets were due from the Qualified Entities. Mr. Wessel covered several pages of the Audit Report with the Board, highlighting specific financial information for the audit year. House asked if the GASB change was designed to make it easier for the State. Wessel stated that it was part of the reason for the change.

Wessel then explained the Internal Control/Management Letter. He stated that management and staff cooperated willingly and was very helpful. He then discussed the Financial Report, and stated that due to the Bond Bank's small staff it is difficult to segregate duties. He stated that the Bond Bank has no established policy in place for evaluating for allowance of doubtful accounts. He suggested that going forward there should be a formalized plan in place. House asked if there had ever been any "bad" accounts. Kintner stated that in the first year there had been some accounts that had to be written off, and there were a few in the second year. Kintner stated that although there are no formal policies in place there are guidelines that are followed.

Next, Kintner discussed upcoming projects. He stated that there would be the Mass. Ave. Fire Station Redevelopment Project. It will include the construction of the

new fire station, IFD Headquarters, and Indianapolis Firefighter's Credit Union. The projects will be approximately \$35 million.

There being no further questions, House asked for a motion to adjourn. Ms. Williams made the motion, seconded by Mr. Miller. All voted in favor and the meeting was adjourned at 12:25 p.m.