

MINUTES OF
THE INDIANAPOLIS LOCAL PUBLIC IMPROVEMENT BOND BANK

Minutes of the Regular Meeting of the Board of Directors

May 21, 2012

MEMBERS PRESENT: Briane House
Sahara Williams
Fred Miller

MEMBER(S) ABSENT: Jim Carr
Claudia Cummings

BOND BANK PRESENT:

Deron Kintner	Kyle Willis
Kris Butler	Laurie Canatsey
Monica Durrett	

OTHERS PRESENT:

Jim Merten, City Securities	Dennis Otten, Bose McKinney
Nancy Dorsa, JPMC	Kim Wilson, UMB
Sharon Karst, BNY Mellon	Pam Cole, U.S. Bank
Jeff Qualkinbush, Barnes & Thornburg	Julia Watson, IDI
Eric Green, Backstrom McCarly	Sue Beesley, BGD

A Regular Meeting of the Indianapolis Local Public Improvement Bond Bank (“Bond Bank”) convened at 12:05 p.m., Monday, May 21, 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. Mr. House after determining that a quorum was present called the meeting to order.

Mr. House asked for approval of the minutes of March 5, 2012. Mr. Miller made the motion to approve, seconded by Ms. Williams. All voted in favor and the motion passed.

Mr. Kintner first discussed Resolution No. 3 - 2004B Amended Standby Bond Purchase Agreement. He stated that the purpose of the amendment is to extend the expiration date of the agreement from June 30, 2012 to December 31, 2012. This is needed in order to allow more time to analyze the debt and see if the current debt structure is satisfactory, or whether restructuring is necessary. He then gave a brief

background stating that the 2004B bonds were a variable-rate debt on the Conrad Hotel project, along with a fixed-rate debt component. There is currently \$9 million outstanding, and due to short-term rates being at an all-time low, they are trading quite well. However, interest rates will increase at some point in the near future. He then explained what a standby bond purchase agreement is. He then stated that the purpose of the term extension request with PNC Bank is to determine what do to long-term. Mr. House asked Mr. Kintner about the current rate. Mr. Kintner stated that the bonds are trading at about \$1.75%.

There being no further questions. Mr. House asked for a motion to approve Resolution No. 3. Mr. Miller made the motion, seconded by Ms. Williams. All voted in favor and the motion passed.

Mr. Kintner then discussed upcoming projects for the Bond Bank. He stated that there will be some refundings and future economic development projects. He then stated that the audit will be presented to the Board for the June 2012 meeting with anticipated final approval for the July meeting. Mr. Kintner then explained to the Board about the City-County Council request for TIF (Tax Increment Financing) studies. Mr. House then commented, stating that in his personal perspective the TIF in the City of Indianapolis has been critical in development in the downtown area.

There were no other questions. Mr. House asked for a motion to adjourn. Mr. Williams made the motion, seconded by Mr. Miller. All voted in favor and the meeting was adjourned at 12:15 p.m.