

MINUTES OF
THE INDIANAPOLIS LOCAL PUBLIC IMPROVEMENT BOND BANK

Minutes of the Regular Meeting of the Board of Directors

April 11, 2011

MEMBERS PRESENT: Briane House
Jim Carr
Fred Miller
Milton Thompson
MEMBER(S) ABSENT Sahara Williams

BOND BANK PRESENT:

Deron Kintner	Brad Busse
Kurt Fullbeck	Kyle Willis
Laurie Canatsey	Monica Durrett
Isaiah Kuch	

OTHERS PRESENT:

Pam Cole, U.S. Bank	Sue Beesley, Bingham McHale
Angie Steeno, Crowe Horwath	Dennis Otten, Bose McKinney
Nancy Dorsa, JPMC	Sharon Karst, Bank NY Mellon
Randy Ruhl, City Securities Group	Eric Green, Backstrom McCarley
Molly Williams, IDI	John Countryman, Raymond James
Bob Kocher, BNY Mellon	Terry Leffew, Raymond James
John Kirkwood, Krieg DeVault	Katie Aeschliman, Harris Bank
Tyler Kalachanik, Ice Miller	Chris Carrera, Wells Fargo
Kim Wilson, UMB	Jay Ryals, Fifth-Third Bank
Brenda Horn, Ice Miller	Rose Stafford, Fifth-Third
Dennis Golem, Wells Fargo	Joe Britt, Wells Fargo
Steve Callahan, Wells Fargo	David Girton, Liger Securities
Randy Ruhl, City Securities	Mike Schumaker, City Securities
Pam Cole, U.S. Bank	

A Regular Meeting of the Indianapolis Local Public Improvement Bond Bank (“Bond Bank”) convened at 12:05 p.m., Monday, April 11, 2011 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 then asked for approval of the February 28, 2011 minutes. Mr. Miller made the motion to approve the minutes, seconded by Mr. Thompson. All voted in favor and the motion passed.

First to be discussed was Resolution No. 4 - Department of Waterworks ("DOW") Bonds. Mr. Kintner stated that the resolution authorizes approximately \$60 million in DOW bonds for capital projects earmarked for 2011-2012. He stated that the bond is part of a rate order that was filed in 2009 with the Indiana Utilities Regulatory Commission ("IURC"). The rate order included a requirement that the bond financing be concluded before June 1, 2011. Since the transfer to Citizens Energy Group will not close prior to June 1, 2011, it has to be issued by the City of Indianapolis DOW. He then stated that he is hopeful that the IURC will make a favorable ruling this summer regarding the transfer of the DOW to Citizens Energy Group. If so, the City looks to close within 60-90 days after the decision. The potential bond issue has been a collaborative effort with the City and Citizens. Citizens and the Bond Bank have met with the ratings agencies and anticipate going to the market in the next few weeks in order to meet the timing needs. DOW has typically financed all of its bond projects and the current officers would like to fund more with revenues on hand, therefore, this bond would finance 50% of the projects for 2011-2012.

Mr. House asked for a motion to approve Resolution No. 4. Mr. Carr made the motion, seconded by Mr. Miller. All voted in favor and the motion passed.

Mr. Kintner updated the Board on upcoming financings. He stated that there would be a \$40 million Sanitary District financing with a line-of-credit extended with Wells Fargo. Mr. Thompson asked about the terms. Mr. Joe Britt with Wells Fargo answered the question. Mr. Kintner then stated that there will also be a smaller Stormwater financing that the Bond Bank will most likely place with a local bank. He also stated that there is a possibility of some smaller economic development projects to come before the Board over the next few months.

Mr. Kintner then informed the Board of the projects that were completed or near completion. He stated that the Harding Street bonds priced March 1 and closed March 10 at an all-in interest rate of approximately 3.5%, compared to the former rate of 6%, which resulted in \$20 million savings to the City. He stated that the North of South Project went to the market on March 16 and closed on April 7. Lastly, he stated that the bonds for the CIB Refunding priced March 21 and the closing would be April 19, with an all-in interest rate 3.25% over a 10-year term, resulting in \$3.1 million in savings for the CIB.

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