

**SOUTH BEND REDEVELOPMENT AUTHORITY
REGULAR MEETING**

January 21, 2015
10:30 a.m.

1308 County-City Building
227 West Jefferson Boulevard
South Bend, IN 46601

The meeting was called to order at 10:37 a.m.

1. SWEARING IN OF AUTHORITY MEMBERS

The Mayor has appointed Mr. Richard Klee, Mr. Anthony Fitts, and Ms. Erin Hanig to serve on the Redevelopment Authority for a three year term. Mr. John Voorde conducted the swearing in of the appointees.

2. ROLL CALL

Members Present: Mr. Richard Klee
Ms. Erin Hanig

Members Absent: Mr. Anthony Fitts

Redevelopment Staff: Mr. Scott Ford, Executive Director
Mr. Dave Relos, Associate II
Ms. Tracy Oehler, Recording Secretary

Legal Counsel: Mr. Benjamin Dougherty, Legal Department

Others Present: Mr. John Voorde, City Clerk
Mr. Randy Rompola, Faegre Baker Daniels
Mr. Matthew Arth

3. ELECTION OF OFFICERS

Ms. Hanig nominated Mr. Klee to be President, seconded by Mr. Klee and Mr. Klee nominated Ms. Hanig to be Secretary-Treasurer, seconded by Ms. Hanig. The vote being unanimous, Mr. Klee was elected President and Ms. Hanig Secretary-Treasurer.

Ms. Hanig nominated Mr. Fitts to be Vice President, seconded by Mr. Klee. The vote being unanimous, Mr. Fitts was elected Vice President.

4. NEW BUSINESS

A. Resolution No. 190 Approving a Schedule of Regular Meeting Times for Calendar Year 2015

Upon a motion by Secretary-Treasurer Hanig, seconded by President Klee and unanimously carried, the Authority approved the Resolution No. 190 approving the schedule of regular meeting times for calendar year 2015.

B. Resolution No. 191 – 2015 Infrastructure Bond

Mr. Ford gave an overview of the rationale and process of the 2015 Infrastructure Bond. The bond amount is to be \$25M inclusive of all transaction costs, capitalize interest and debt service reserve fund, netting approximately \$21.4M in proceeds available for projects. The term of the bond is anticipated to be repaid over 20 years, with a maximum lease rental payment of up to \$1.9M per year. The bond sale is scheduled to occur in the third week of March and closing the first to second week of April.

Mr. Rompola discussed the Redevelopment Authority is the agent of the Redevelopment Commission and issuer of the bond. If the Common Council approves the execution of the lease, the Authority and Commission would be able to sign the lease without holding a formal meeting. Additionally, a notice of execution would be published the following February 13, 2015.

A discussion followed between the Board Members and Mr. Rompola regarding the tax backup. Mr. Rompola explained the bonds could be sold in the bond market as pure revenue bonds, which would incur a higher interest rate as it is riskier and the bond rating would be lower. With the tax backup, the bond is a more secure debt and can utilize the City's AA credit rating generating a lower interest rate making the cost of financing cheaper.

Upon a motion by Secretary-Treasurer Hanig, seconded by President Klee and unanimously carried, the Authority approved the Resolution No. 191

5. ADJOURNMENT

President Klee adjourned the meeting at 11:03 a.m.

Richard Klee, President
South Bend Redevelopment Authority

Erin Hanig, Secretary-Treasurer
South Bend Redevelopment Authority