

**SOUTH BEND REDEVELOPMENT AUTHORITY  
REGULAR MEETING**

January 21, 2015  
10:30 a.m.  
Presiding: Richard Klee, President

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 Resolution No. 190 approving a 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.

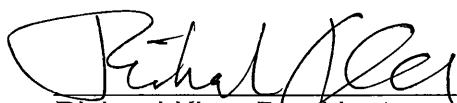
Mr. Rompola discussed how the Redevelopment Authority is the agent of the Redevelopment Commission and is the issuer of the bond. If the Common Council approves the execution of the lease, the Authority and Commission would be able to sign the lease without holding a formal meeting. Additionally, a notice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

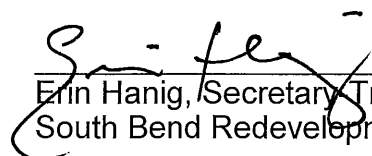
A discussion followed between the Board Members and Mr. Rompola regarding the tax backup. Mr. Rompola explained the bonds could be sold in the bond market as pure revenue bonds, incurring a higher interest rate as it is riskier and with a lower bond rating. With the alternative tax backup, the bond is a more secure debt and the City's AA credit rating can be used generating a lower interest rate and making the cost of financing cheaper. It was clarified that once the financing is complete, the lease would be amended so the Commission's annual lease payments would match the debt service payments paid out of the account by the bond trustee.

Upon a motion by Secretary-Treasurer Hanig, seconded by President Klee and unanimously carried, the Authority approved Resolution No. 191 approving a proposed lease for certain local public improvements between the South Bend Redevelopment Authority, as lessor, and the South Bend Redevelopment Commission, as lessee, approving preliminary plans, specifications and cost estimates, and other related matters.

**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