

Kelly M. Mitchell
Chair, Indiana Bond Bank
Treasurer of State

Ronald L. Mangus
Executive Director

Patrick F. Carr
Vice-Chair



BOARD OF DIRECTORS

David O. Mann
Cynthia B. Walsh
Marjorie H. O'Laughlin
Dan Huge

DATE: January 3, 2017
TO: 2017 Special Notes, Series A Participant
FROM: Matt Zimmerman, Program & Marketing Director
RE: 2017 Special Notes, Series A Closing Memorandum

SETTLEMENT AND INTEREST CALCULATIONS

I have enclosed for your review a schedule that shows the principal and interest due for the tax anticipation warrants purchased by the Bond Bank on January 3, 2017. Please retain this schedule for your records. The calculations were done on the following basis:

- June 30, 2017 (flexible) Maturities: Warrant Amount x 2.77% x 177/360 **
- December 29, 2017 Maturities: Warrant Amount 2.77% x 356/360

This information is being provided at this time to allow you the opportunity to review the projected interest expense and verify that the necessary appropriations will be available on the maturity date(s).

** Entities that have a June 30, 2017 (flexible) maturity must make the appropriate payment when your entity receives a partial or full settlement from the county auditor. Entities must contact the Bond Bank prior to you receiving your spring settlement. Repayment of your Spring (flexible) warrants will be due within 4 business days upon receipt of your spring settlement but no later than December 29, 2017. The Bond Bank will provide an invoice with wiring instructions when notified of the June distribution.

An invoice will be sent to you 30-45 days prior to the due date and will include the appropriate payment instructions. All payments must be wired and received on or before the due date.

TRUSTEE

The Bond Bank will send an invoice with wiring instructions for your June 30th (flexible) & December 29th payments. **Please note there is a new trustee for the 2017 program, it is Bank of New York Mellon.**

MID-YEAR WARRANT PROGRAM

The Bond Bank will also be issuing another series of tax warrants for those participants who might require additional cash flow assistance for the second half of the year. Those participants who are eligible to issue additional warrants (based on the initial 2017 cash flow projections) will receive the information pertaining to the mid-year program in late March. The Bond Bank currently anticipates making the mid-year program funds available in June or earlier if necessary.

SUMMARY

The Bond Bank appreciates the opportunity to provide a program that makes the process of issuing tax anticipation warrants more efficient and effective. As always, if you should have any questions or need additional information, please do not hesitate to call.

Enclosure

**Indiana Bond Bank
2017 Advance Funding Program - Principal and Interest Schedule (Series A Special)**

Entity: City of Beech Grove

FUND	PRINCIPAL 6/30/2017	INTEREST(1) 6/30/2017	PRINCIPAL 12/29/2017	INTEREST (2) 12/29/2017	DISTRIBUTED 1/3/2017		AMOUNT (4) DISTRIBUTED 1/3/2017
					INTERIM 1/3/2017	INTERIM INTEREST(3)	
General	\$ 647,500.00	\$8,818.41	\$ 647,500.00	\$ 17,736.46	\$ 0.00	\$ 0.00	\$ 1,295,000.00

(1) Interest for June Warrants - $2.77\% \times 177 / 360$ (flexible warrants only if there is a delay in June tax distribution due to reassessment.)

(2) Interest for December Warrants $-2.77\% \times 356 / 360$

(3) Interim Interest $-0.00\% \times 0/360$ -- Interim amount plus interest was withheld from your 1/3/2017 distribution.

(4) [June Principal] + [December Principal] - [Interim] - [Interim Interest]

Please retain this schedule for your records.