

MINUTES OF THE MEETING OF THE ECONOMIC POLICY COMMITTEE OF THE
BOARD OF DIRECTORS OF THE INDIANA ECONOMIC DEVELOPMENT
CORPORATION
JUNE 26, 2008

The Economic Policy Committee ("Committee") of the Board of Directors of the Indiana Economic Development Corporation (the "Corporation") met on June 26, 2008 at Steel Dynamics Inc., Structural and Rail Division, 2601 County Road 700 East, Administration Building Room 2, Columbia City, Indiana. Present at the meeting were Committee Members John Mutz, Kip Tom, Robert Koch, and Bruce White. Representing the Corporation were Nathan J. Feltman, Chad J. Sweeney, Shawn Peterson, and Ryan Asberry.

John Mutz, as chairman of the Committee, called the meeting to order. Mr. Mutz noted that a sufficient number of the members of the Committee were present to constitute a quorum.

Mr. Mutz also recognized that the meeting of the Committee was being held in full compliance with the open door laws of the State of Indiana and noted that all postings and other related requirements were observed.

Mr. Mutz then reviewed and presented for approval the minutes from the previous meeting of the Economic Policy Committee, held on December 13, 2007 in Indianapolis, Indiana. Upon motion duly made and seconded, the minutes from the prior meeting were unanimously adopted.

Mr. Mutz then called upon Chad Sweeney and Shawn Peterson to present the IEDC policy regarding the expansion of Tax Increment Finance (TIF) areas. Mr. Sweeney explained that property tax matters, including TIF areas, were a prominent issue throughout the 2008 session of the Indiana General Assembly. Mr. Sweeney stated that, pursuant to legislation effective July 1, 2008, all proposals to expand an existing TIF area must be approved by the IEDC and that the IEDC has established a policy for consideration of such requests. Mr. Sweeney then asked Mr. Peterson to explain the policy to the Committee. Mr. Peterson explained the criteria the IEDC would use to evaluate requests to expand an existing TIF area and then solicited questions and discussion from the Committee. Mr. Mutz commented that the policy as presented achieves a good balance between promoting fiscal responsibility and enabling local communities to remain competitive for economic development opportunities. After further discussion on the new policy, a motion was made to approve the new policy. The motion to approve the new policy was seconded and unanimously approved by all Committee members present.

Mr. Mutz then called upon Ryan Asberry to present an enterprise zone renewal application submitted by the Bedford Urban Enterprise Zone ("BUEZ"). Mr. Asberry summarized the Committee's policy for consideration of enterprise zone renewal applications and indicated that the BUEZ has submitted an application for their final five-

year renewal period. Mr. Asberry then summarized the BUEZ renewal application and asked for questions from the Committee. The Committee requested that the IEDC staff conduct further research on certain matters related to the BUEZ application. A motion was made to grant the BUEZ a temporary extension until the next Committee meeting to allow the IEDC staff time to conduct the requested research. The motion was seconded and approved by all Committee members present.

Mr. Mutz then called upon Mr. Asberry and Mr. Sweeney to present projects for approval. Mr. Asberry and Mr. Sweeney summarized four economic development projects for consideration and approval by the Committee. The following incentives for each of the projects were recommended to the Committee for approval:

Medco Health Solutions, Inc.

\$6,400,000 in Economic Development for a Growing Economy (EDGE) Tax Credits
\$11,850,000 in Hoosier Business Investment (HBI) Tax Credits

Mr. Sweeney then presented documentation of a bond purchase agreement whereby the IEDC will make a \$5,200,000 Industrial Development Grant Fund award that will be repaid by the proceeds of a Tax Increment Finance area established in support of the project. Mr. Sweeney explained that this agreement was a key component of the incentive package necessary to win the Medco project.

Mr. Mutz opened up the floor for questions on the project. Following discussion on the project, a motion was made to approve the project. The motion to approve the project was seconded and unanimously approved by all Committee members present.

SMC Corporation of America D/B/A SMC

\$3,000,000 in Economic Development for a Growing Economy (EDGE) Tax Credits

Nestle USA, Inc.

\$3,550,000 in Economic Development for a Growing Economy (EDGE) Tax Credits
\$3,550,000 in Hoosier Business Investment (HBI) Tax Credits

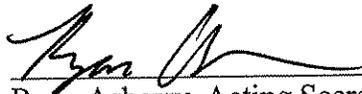
Defender Security Company

\$5,840,000 in Economic Development for a Growing Economy (EDGE) Tax Credits

Mr. Mutz opened up the floor for questions on the projects. Following discussion on the projects, a motion was made to approve the projects. The motion to approve the projects was seconded and unanimously approved by all Committee members present.

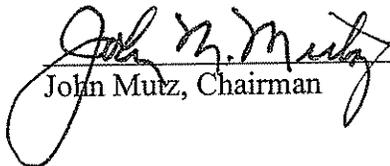
There being no more business to come before the Committee, Mr. Mutz concluded the public portion of the meeting.

Respectively submitted,



Ryan Asberry, Acting Secretary

Approved:



John Mutz, Chairman

Attachments:

1. Public Notice of meeting
2. Meeting Agenda dated June 26, 2008

**NOTICE OF A MEETING OF THE
ECONOMIC POLICY COMMITTEE
OF THE BOARD OF DIRECTORS OF
THE INDIANA ECONOMIC DEVELOPMENT CORPORATION**

Notice is hereby given that the Economic Policy Committee of the Board of Directors of the Indiana Economic Development Corporation will hold a public meeting on June 26, 2008, at 9:30 a.m., at Steel Dynamics, Inc., 2601 County Road 700 East, Administration Building Room 2, Columbia City, IN.

[Prior to 9:30 am (EST) on June 24, 2008, this notice shall be posted at the entrance of the principal office of the IEDC and transmitted to all media who have requested notice of IEDC meetings by January 1 of this year.]

**Economic Policy Committee Meeting of the
Indiana Economic Development Corporation
Board of Directors**

**June 26, 2008 (9:30 a.m.)
Steel Dynamics Inc.
Structural and Rail Division
2601 County Road 700 East
Administration Building Room 2
Columbia City, Indiana**

- I. Welcome Board Members and Guests
 - Recognition of Quorum
 - Recognition of Compliance with Open Door Law
 - Approval of Minutes from December 13, 2007 Meeting

- II. Projects for Consideration
 - **Nestle USA, Inc.**
 - **Defender Security Company**
 - **SMC Corporation of America**
 - **Medco Health Solutions, Inc.**

- III. Enterprise Zone Renewal – Bedford Urban Enterprise Zone

- IV. Tax Increment Finance Areas Policy