

LOAN COMMITTEE
of Connecticut Innovations, Incorporated
Minutes – Regular Meeting
Monday, June 23, 2014

A regular meeting of the **Loan Committee of Connecticut Innovations, Incorporated** (the “Loan Committee”) was held on June 23, 2014, at the office of Connecticut Innovations, Inc., 865 Brook Street, Rocky Hill, CT.

1. **Call to Order:** Richard Mulready, Chairperson of the Loan Committee noting the presence of a quorum, called the meeting to order at 12:21 p.m. immediately following the CI Board Meeting. Loan Committee members present: Richard Mulready; Michael Cantor; John Olsen (by phone); David Siegel, Jonathan Roth and Catherine Smith, Commissioner of the Department of Economic and Community Development.

Staff present: John Beir, Lisa Day, Carolyn Hawkins, Claire Leonardi, James McGuinness, Ted Murphy, Megana Patel, Glendowlyn Thames, and Linda Wieleba

2. **Approval of Minutes:**

Mr. Mulready asked the Loan Committee members to consider the minutes from the June 4, 2014 meeting.

Upon a motion made by Ms. Smith, seconded by Mr. Siegel, the Loan Committee members voted in favor of adopting the minutes of the June 4, 2014 meeting as presented

3. **Small Business Innovation Program:**

No Activity

4. **Connecticut Works Fund:**

- Approval of a Direct Loan in an Amount Not to Exceed \$1,180,000 for the Benefit of Mystic River Residential Realty, Inc., Mystic, CT

Mr. Murphy discussed the request for a direct loan in an amount not to exceed \$1,180,000 from the Connecticut Works Fund for the benefit of Mystic River Residential Realty, Inc. in Mystic. He provided an overview of the company and reviewed the terms and conditions of the loan.

Upon a motion made by Mr. Olsen, seconded by Mr. Roth, the Loan Committee members voted unanimously in favor of approving the following resolution regarding a direct loan not to exceed \$1,180,000 from the Connecticut Works Fund for the benefit of Mystic River Residential Realty, Inc., Mystic, CT (Ms. Smith was not present for the vote)

RESOLVED:

(1) that Connecticut Innovations, Inc. ("CI") approves a direct loan from the Connecticut Works Fund, authorized under Section 32-23ii of the Connecticut General Statutes, as amended, for the purpose of an expansion of the borrower's facility, in an amount not to exceed ONE MILLION, ONE HUNDRED AND EIGHTY THOUSAND DOLLARS (\$1,180,000) over a period not to exceed 21.5 years and which will be subject to the terms and conditions recommended by staff;

(2) that the proper officers be and are hereby authorized to execute and deliver for and on behalf of CI such agreements and related documents to cause such exemption to be effected; and (b) contain such terms and conditions as the Signatory shall deem to be in the best interests of CI, the Signatory's approval thereof as hereby authorized to be conclusively evidenced by the execution and delivery of the agreements; and

(3) that the proper officers be and hereby are severally authorized and empowered to do any and all acts and execute and deliver any and all other documents as they shall deem necessary and desirable to effectuate the above mentioned agreements.

-
- Approval of a modification to a Direct Loan in an Amount Not to Exceed \$608,000 for the Benefit of The Gilman Brothers Company, Gilman, CT. Reallocating from Growth Fund to Works Fund

Upon a motion made by Mr. Roth, seconded by Mr. Cantor, the Loan Committee members voted unanimously in favor of approving the following resolution regarding a modification to a direct loan not to exceed \$608,000 reallocated from the Connecticut Growth Fund to the Connecticut Works Fund for the benefit of The Gilman Brothers Company, Gilman, CT (Ms. Smith was not present for the vote)

RESOLVED:

(1) that Connecticut Innovations, Inc. ("CI") approves a direct loan reallocated from the Connecticut Growth Fund to the Connecticut Works Fund, authorized under Section 32-23ii of the Connecticut General Statutes, as amended, for the purpose of a commercial mortgage, in an amount not to exceed SIX HUNDRED AND EIGHT THOUSAND DOLLARS (\$608,000) over a period not to exceed 5-1/2 years and which will be subject to the terms and conditions recommended by staff;

(2) that the proper officers be and are hereby authorized to execute and deliver for and on behalf of CI such agreements and related documents to cause such exemption to be effected; and (b) contain such terms and conditions as the Signatory shall deem to be in the best interests of CI, the Signatory's approval thereof as hereby authorized to be conclusively evidenced by the execution and delivery of the agreements; and

(3) that the proper officers be and hereby are severally authorized and empowered to do any and all acts and execute and deliver any and all other documents as they shall deem necessary and desirable to effectuate the above mentioned agreements.

5. Credit Administration

- Approval to Charge-off \$348,460 on Captain's Cove Marina, Inc., Bridgeport, CT

Mr. Murphy reviewed the request to approve the charge-off of \$348,460 on Captain's Cove Marina, Inc., Bridgeport, CT. It was noted that the \$348,460 loan balance had been fully reserved as of September 30, 2008.

Upon a motion made by Mr. Siegel, seconded by Mr. Roth, the Loan Committee members voted unanimously in favor of approving the following resolution regarding a charge-off in the amount of \$348,460 for the benefit of Captain's Cove Marina, Inc., Bridgeport, CT (Ms. Smith was not present for the vote).

RESOLVED:

(1) effective as of June 23, 2014, Connecticut Innovations, Inc., ("CI") approves the charge off of \$348,460 on Captain's Cover Marina, Inc., Bridgeport, CT under the terms and conditions recommended by staff; and

(2) that the proper officers be and are hereby authorized to execute and deliver for and on behalf of CI such agreements and related documents to cause such charge off to be effected; and (b) contain such terms and conditions as the Signatory shall deem to be in the best interests of CI, the Signatory's approval thereof as hereby authorized to be conclusively evidenced by the execution and delivery of the agreements; and

(3) that the proper officers be and hereby are severally authorized and empowered to do any and all acts and execute and deliver any and all other documents as they shall deem necessary and desirable to effectuate the above mentioned agreements.

7. Date of Next Meeting: July 9, 2014

8. Adjournment:

There being no further business to discuss, the meeting was adjourned at 12:57 p.m.

Respectfully submitted,

Richard Mulready
Chairman of the Loan Committee