

LOAN COMMITTEE
Connecticut Innovations, Incorporated
Minutes – Regular Meeting
Thursday, April 18, 2019

A regular meeting of the **Loan Committee of Connecticut Innovations, Incorporated** (the “Loan Committee”) was held on April 18, 2019 at the office of Connecticut Innovations, Inc., 865 Brook Street, Rocky Hill, CT.

1. Call to Order:

Richard Mulready (by phone), Chairperson of the Loan Committee noting the presence of a quorum, called the meeting to order at 9:02 a.m. Loan Committee members present: John Olsen (by phone) and Michael Cantor, Chairperson of the CI Board (by phone).

Staff present: Karin Lawrence, Ted Murphy, Phil Siuta, Colin Tedeschi (by phone) and Lisa Day

2. Approval of Minutes:

Mr. Mulready asked the Loan Committee members to consider the minutes from the February 5, 2019 regular meeting.

Upon a motion made by Mr. Olsen, seconded by Mr. Cantor, the Loan Committee members voted unanimously in favor of adopting the minutes of the regular meeting on February 5, 2019 as presented.

3. Connecticut Sales & Use Tax Relief Program:

Ms. Lawrence reviewed the recommendations for approval of a Sales & Use Tax Exemption in an Amount not to Exceed \$700,000 to benefit Fabcon Precast, LLC for the purchase of capital equipment and materials in Windsor, CT. Said tax exemption shall not exceed \$700,000 over a period not to exceed 3 years and will be subject to the terms and conditions recommended by staff.

Ms. Lawrence provided an overview of the company and a discussion ensued.

- Approval of a Connecticut Sales & Use Tax Relief Program of an Exemption in an Amount Not to Exceed \$700,000 to benefit Fabcon Precast, LLC for the purchase of capital equipment and materials at 903 Day Hill Road in Windsor, CT or 68 Newberry Road in East Windsor, CT.

Upon a motion made by Mr. Cantor, seconded by Mr. Olsen, the Loan Committee members voted unanimously in favor of approving the following resolution regarding approval of a Connecticut Sales & Use Tax Relief Program to Fabcon Precast, LLC in Windsor, CT

RESOLVED:

1) that Connecticut Innovations, Inc. ("CI") approves a sales and use tax relief, authorized under Section 32-23h of the Connecticut General Statutes, as amended, for Fabcon Precast, LLC for the purchase of capital equipment and materials in Windsor, CT in an amount not to exceed SEVEN HUNDRED THOUSAND DOLLARS (\$700,000) over a period not to exceed 3 years, and 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.

4. Connecticut Sales & Use Tax Relief Program:

Ms. Lawrence reviewed the recommendations for approval of a Sales & Use Tax Exemption in an Amount not to Exceed \$4,000,000 to benefit Cigna Health and Life Insurance Company for the purchase of capital equipment and materials in Bloomfield, CT. Said tax exemption shall not exceed \$4,000,000 over a period not to exceed 3 years and will be subject to the terms and conditions recommended by staff.

Ms. Lawrence provided an overview of the company and a discussion ensued.

- Approval of a Connecticut Sales & Use Tax Relief Program of an Exemption in an Amount Not to Exceed \$4,000,000 to benefit Cigna Health and Life Insurance Company for the purchase of capital equipment and materials in Bloomfield, CT.

Upon a motion made by Mr. Olsen, seconded by Mr. Cantor, the Loan Committee members voted unanimously in favor of approving the following resolution regarding approval of a Connecticut Sales & Use Tax Relief Program to Cigna Health and Life Insurance Company in Bloomfield, CT

RESOLVED:

4) that Connecticut Innovations, Inc. ("CI") approves a sales and use tax relief, authorized under Section 32-23h of the Connecticut General Statutes, as amended, for Cigna Health and Life Insurance Company for the purchase of capital equipment and materials in Bloomfield, CT in an amount not to exceed FOUR MILLION DOLLARS (\$4,000,000) over a period not to exceed 3 years, and will be subject to the terms and conditions recommended by staff;

5) 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

6) 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. Connecticut Works Fund Program:

Mr. Tedeschi reviewed the recommendations for approval of a Direct Loan payment modification extension for the Benefit of Science Park Development Corporation in New Haven, CT

- Approval of a Connecticut Works Fund for the modification of the monthly payments for two years in connection with the direct loan as amended, in the original principal amount of \$5,150,000 for the purpose of providing working capital for the benefit of Science Park Development Corporation in New Haven, CT with the terms and conditions recommended by staff.

Upon a motion made by Mr. Cantor, seconded by Mr. Olsen, the Loan Committee members voted unanimously in favor of approving the following modification extension for the Benefit of Science Park Development Corporation in New Haven, CT

RESOLVED:

(1) that Connecticut Innovations, Inc. ("CI") approves a direct loan payment modification from the Connecticut Works Fund, authorized under Section 32-23ii of the Connecticut General Statutes, as amended, for the purpose of providing a modification of the monthly payments for two years in connection with the direct loan, as amended, in the original principal amount of FIVE MILLION AND ONE HUNDRED AND FIFTY THOUSAND DOLLARS (\$5,150,000) for the purpose of providing working capital, for the benefit of Science Park Development Corporation with 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.

6. Addition to the Agenda:

Upon a motion made by Mr. Mulready, seconded by Mr. Olsen, the Loan Committee voted unanimously to allow this addition to the agenda.

Mr. Siuta reviewed the recommendations for approval of a modification of the previously approved Direct Loan in an amount not to exceed \$635,000 for the benefit of Luxy, Inc. (formerly One Way Limo.com, Inc.), Shelton, CT

- Approval of a Connecticut Works Fund for the modification of the previously approved direct loan, as amended, in an amount not to exceed \$635,000 for the purpose of providing new working capital up to \$500,000 and refinancing the existing CI indebtedness of \$135,000, and a term not to exceed 5 years, for the benefit of Luxy, Inc., with the terms and conditions recommended by staff.

Upon a motion made by Mr. Olsen, seconded by Mr. Cantor, the Loan Committee members voted unanimously in favor of approving the following modification of the previously approved direct loan for the Benefit of Luxy, Inc. in Shelton, CT

(1) that Connecticut Innovations, Inc. ("CI") approves a direct loan modification of the previously approved direct loan from the Connecticut Works Fund, authorized under Section 32-23ii of the Connecticut General Statutes, as amended, in an amount not to exceed SIX HUNDRED AND THIRTY FIVE THOUSAND DOLLARS (\$635,000) for the purpose of providing new working capital up to FIVE HUNDRED THOUSAND DOLLARS (\$500,000) and refinancing the existing CI indebtedness of ONE HUNDRED AND THIRTY FIVE THOUSAND DOLLARS (\$135,000) and for a term not to exceed 5 years for the benefit of Luxy, Inc., with 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.

7. Adjournment:

Upon a motion made by Mr. Olsen, seconded by Mr. Cantor, the Loan Committee members voted unanimously to adjourn the April 18, 2019, regular meeting at 9:20 a.m.

Respectfully submitted,



Richard Mulready
Chairperson of the Loan Committee