

**MICHIGAN STRATEGIC FUND
FINAL MEETING MINUTES
September 27, 2016**

Members Present

Steve Arwood
Paul Anderson
Shelly Edgerton
Larry Koops
Andrew Lockwood (on behalf of Treasurer Khouri)
Jody DePree Vanderwel
Shaun Wilson
Wayne Wood

Members Absent

Dan Boge
Terri Jo Umlor

Mr. Arwood called the meeting to order at 10:00 am.

Public Comment: Mr. Arwood asked that any attendees wishing to address the Board come forward at this time. No public comment.

Mr. Arwood recognized the following legislators in attendance: Senator Rick Jones and Representative Ben Glardon speaking in support of the Cargill, Inc. project in Owosso under Business Growth on the agenda and the Chamber Support Corporation project in Owosso under Community Vitality on the agenda; Representative Vanessa Guerra speaking in support of the SVRC Industries, Inc. project in Saginaw under Community Vitality on the agenda.

Communications: No communications.

A. CONSENT AGENDA

Resolution 2016-150 Approval of Consent Agenda Items

Mr. Arwood asked if there were any questions from the Board regarding the items under the Consent Agenda. There being none, Larry Koops motioned for approval of the following:

Proposed Meeting Minutes – **August 23, 2016**

Zeeland Bio-Based Products, LLC – Loan Settlement – **2016-151**

Focus Mold & Machining, Inc. – Tool & Die Recovery Zone Revocation – **2016-152**

CNC Precision Machining, LLC – Tool & Die Recovery Zone Revocation – **2016-153**

Plas-Tech Mold & Design, Inc. – Tool & Die Recovery Zone Revocation – **2016-154**

Downtown Albion Hotel/City of Albion – MCRP/Act 381 Work Plan Re-approval – **2016-155 & 2016-156**

618 South Main LLC/City of Ann Arbor – MCRP Amendment – **2016-157**

River Parc Place II, LLC/City of Manistee – MCRP Amendment – **2016-158**

MSF/MSHDA/MEDC – MOU Amendment – **2016-159**

Carhartt, Inc. – MBDP Grant Amendment – **2016-160**

Suniva – MBDP Grant Amendment – **2016-161**

Inteva – MBDP Amendment – **2016-162**

FEV North America, Inc. – MBDP Grant Amendment – **2016-163**

FY17 Allocation of Funds & Administrative Services MOU Renewal – **2016-164 & 2016-165**

Michigan Translational Research and Commercialization - Allocation of Funds – **2016-166**
International Trade & STEP Grant – Allocation & Federal Grant Acceptance – **2016-167**
Procurement Technical Assistance Center – FY17 Grant Allocations – **2016-168**

Jody DePree Vanderwel seconded the motion. **The motion carried: 8 ayes; 0 nays; 0 recused.**

B. ADMINISTRATIVE

Resolution 2016-169 Tool & Die Recovery Zone Policy

Christin Armstrong, Vice President Compliance, Contracts & Grants and Josh Hundt, Vice President Business Development Projects, provided the Board with information regarding this action item. Following brief discussion, Larry Koops motioned for the approval of Resolution 2016-169. Paul Anderson seconded the motion. **The motion carried: 8 ayes; 0 nays; 0 recused.**

Resolution 2016-170 MBDP Program Guidelines Expansion

Josh Hundt, Vice President Business Development Projects, provided the Board with information regarding this action item. Following brief discussion, Larry Koops motioned for the approval of Resolution 2016-170. Paul Anderson seconded the motion. **The motion carried: 8 ayes; 0 nays; 0 recused.**

Resolution 2016-171 Next Michigan Development Corporation Policy Recommendations

Andrea Robach, Contracts Manager, provided the Board with information regarding this action item. Following brief discussion, Larry Koops motioned for the approval of Resolution 2016-171. Shaun Wilson seconded the motion. **The motion carried: 8 ayes; 0 nays; 0 recused.**

Resolution 2016-172 Election of Officers

Mark Morante, Senior Advisor and MSF Fund Manager, provided the Board with information regarding this action item. Following brief discussion, Larry Koops motioned for the approval of Resolution 2016-172. Andrew Lockwood seconded the motion. **The motion carried: 8 ayes; 0 nays; 0 recused.**

C. BUSINESS INVESTMENT

C1. Entrepreneurship

Resolution 2016-173 MidMichigan Innovation Center – Business Incubator Grant Assignment

Fred Molnar, Vice President Entrepreneurship & Innovation, provided the Board with information regarding this action item. Following brief discussion, Jody DePree Vanderwel motioned for the approval of Resolution 2016-173. Paul Anderson seconded the motion. **The motion carried: 8 ayes; 0 nays; 0 recused.**

Resolutions 2016-174 & 2016-175 University Early Stage “Proof of Concept” Fund – Request to Issue RFP

Fred Molnar, Vice President Entrepreneurship & Innovation, provided the Board with information regarding these action items. Following brief discussion, Larry Koops motioned for the approval of Resolutions 2016-174 & 2016-175. Jody DePree Vanderwel seconded the motion. **The motion carried: 8 ayes; 0 nays; 0 recused.**

Resolutions 2016-176 & 2016-177 Angel Capital Development Fund – Request to Issue RFP

Fred Molnar, Vice President Entrepreneurship & Innovation, provided the Board with information regarding these action items. Following brief discussion, Larry Koops motioned for the approval of Resolutions 2016-176 & 2016-177. Shelly Edgerton seconded the motion. **The motion carried: 8 ayes; 0 nays; 0 recused.**

Resolutions 2016-178 & 2016-179 First Capital Fund – Request to Issue RFP

Fred Molnar, Vice President Entrepreneurship & Innovation, provided the Board with information regarding these action items. Following brief discussion, Shelly Edgerton motioned for the approval of Resolutions 2016-178 & 2016-179. Larry Koops seconded the motion. **The motion carried: 8 ayes; 0 nays; 0 recused.**

Resolution 2016-180 FY2017 Grant Amendments – Invest Detroit

Fred Molnar, Vice President Entrepreneurship & Innovation, provided the Board with information regarding this action item. Following brief discussion, Jody DePree Vanderwel motioned for the approval of Resolution 2016-180. Shaun Wilson seconded the motion. **The motion carried: 8 ayes; 0 nays; 0 recused.**

Resolution 2016-181 FY2017 Grant Amendments – Michigan Venture Capital Association

Fred Molnar, Vice President Entrepreneurship & Innovation, provided the Board with information regarding this action item. Following brief discussion, Jody DePree Vanderwel motioned for the approval of Resolution 2016-181. Larry Koops seconded the motion. **The motion carried: 8 ayes; 0 nays; 0 recused.**

Resolution 2016-182 FY2017 Grant Amendments – University of Michigan College of Engineering Center for Entrepreneurship

Fred Molnar, Vice President Entrepreneurship & Innovation, provided the Board with information regarding this action item. Following brief discussion, Larry Koops motioned for the approval of Resolution 2016-182. Shaun Wilson seconded the motion. **The motion carried: 8 ayes; 0 nays; 0 recused.**

C2. Business Growth

Resolution 2016-183 Cargill, Inc./City of Owosso – Act 381 Work Plan

Jeremy Webb, Business Development Project Manager, provided the Board with information regarding this action item. Following brief discussion, Larry Koops motioned for the approval of Resolution 2016-183. Paul Anderson seconded the motion. **The motion carried: 8 ayes; 0 nays; 0 recused.**

Paul Anderson leaves the room.

Resolution 2016-184 Fiat Chrysler Automobiles – MBDP Grant

Marcia Gebarowski, Business Development Project Manager, provided the Board with information regarding this action item. Following brief discussion, Larry Koops motioned for the approval of Resolution 2016-184. Andrew Lockwood seconded the motion. **The motion carried: 7 ayes; 0 nays; 0 recused.**

Paul Anderson rejoined the meeting.

Resolution 2016-185 Jackson National Life Insurance Company – MBDP Grant Amendment & CDBG Grant Termination

Trevor Friedeberg, Business Development Project Manager, provided the Board with information regarding this action item. Following brief discussion, Larry Koops motioned for the approval of Resolution 2016-185. Andrew Lockwood seconded the motion. **The motion carried: 8 ayes; 0 nays; 0 recused.**

C3. Access to Capital

Resolution 2016-186 Anderson House Office Building – Bond Refunding Authorization

Chris Cook, Director Capital Programs, provided the Board with information regarding this action item. Following brief discussion, Larry Koops motioned for the approval of Resolution 2016-186. Jody DePree Vanderwel seconded the motion. **The motion carried: 8 ayes; 0 nays; 0 recused.**

ROLL CALL VOTE: Ayes: Steve Arwood, Paul Anderson, Shelly Edgerton, Andrew Lockwood (on behalf of Treasurer Khouri), Larry Koops, Jody DePree Vanderwel, Shaun Wilson, Wayne Wood; Nays: None; Recused: None

Resolution 2016-187 Holland Home – Bond Authorizing

Chris Cook, Director Capital Programs, provided the Board with information regarding this action item. Following brief discussion, Larry Koops motioned for the approval of Resolution 2016-187. Andrew Lockwood seconded the motion. **The motion carried: 8 ayes; 0 nays; 0 recused.**

ROLL CALL VOTE: Ayes: Steve Arwood, Paul Anderson, Shelly Edgerton, Andrew Lockwood (on behalf of Treasurer Khouri), Larry Koops, Jody DePree Vanderwel, Shaun Wilson, Wayne Wood; Nays: None; Recused: None

Resolution 2016-188 Canterbury Health Care, Inc. – Bond Authorizing

Chris Cook, Director Capital Programs, provided the Board with information regarding this action item. Following brief discussion, Jody DePree Vanderwel motioned for the approval of Resolution 2016-188. Larry Koops seconded the motion. **The motion carried: 8 ayes; 0 nays; 0 recused.**

ROLL CALL VOTE: Ayes: Steve Arwood, Paul Anderson, Shelly Edgerton, Andrew Lockwood (on behalf of Treasurer Khouri), Larry Koops, Jody DePree Vanderwel, Shaun Wilson, Wayne Wood; Nays: None; Recused: None

Resolution 2016-189 YMCA of Greater Grand Rapids – Bond Inducement

Chris Cook, Director Capital Programs, provided the Board with information regarding this action item. Following brief discussion, Larry Koops motioned for the approval of Resolution 2016-189. Shelly Edgerton seconded the motion. **The motion carried: 8 ayes; 0 nays; 0 recused.**

Resolution 2016-190 St. Mary’s Cement, Inc. – Bond Inducement

Chris Cook, Director Capital Programs, provided the Board with information regarding this action item. Following brief discussion, Larry Koops motioned for the approval of Resolution 2016-190. Shaun Wilson seconded the motion. **The motion carried: 8 ayes; 0 nays; 0 recused.**

Resolution 2016-191 Flint Parallel Pipe – Jobs for Michigan Investment Fund Investment

Mark Morante, Senior Advisor and MSF Fund Manager, provided the Board with information regarding this action item. Following brief discussion, Larry Koops motioned for the approval of Resolution 2016-191. Shelly Edgerton seconded the motion. **The motion carried: 8 ayes; 0 nays; 0 recused.**

D. COMMUNITY VITALITY

Resolution 2016-192 Infrastructure Capacity Enhancement (ICE) – CDBG Grant Awards

Christine Whitz, Director CDBG, provided the Board with information regarding this action item. Following brief discussion, Larry Koops motioned for the approval of Resolution 2016-192. Andrew Lockwood seconded the motion. **The motion carried: 8 ayes; 0 nays; 0 recused.**

Wayne Wood left the meeting.

Resolution 2016-193 SVRC Industries, Inc./City of Saginaw– MCRP

Nate Scramlin, Community Assistance Team, provided the Board with information regarding this action item. Following brief discussion, Larry Koops motioned for the approval of Resolution 2016-193. Andrew Lockwood seconded the motion. **The motion carried: 7 ayes; 0 nays; 0 recused.**

Resolutions 2016-194 & 2016-195 Chamber Support Corporation/City of Owosso – MCRP/Act 381 Work Plan

*James Espinoza, Community Assistance Team, provided the Board with information regarding these action items. Following brief discussion, Larry Koops motioned for the approval of Resolutions 2016-194 & 2016-195. Shaun Wilson seconded the motion. **The motion carried: 7 ayes; 0 nays; 0 recused.***

Resolutions 2016-196 & 2016-197 Diamond Place LLC/City of Grand Rapids – MCRP/Act 381 Work Plan

*Ryan Kilpatrick, Community Assistance Team, provided the Board with information regarding these action items. Following brief discussion, Larry Koops motioned for the approval of Resolutions 2016-196 & 2016-197. Andrew Lockwood seconded the motion. **The motion carried: 7 ayes; 0 nays; 0 recused.***

Resolutions 2016-198 & 2016-199 Third and Grand LLC/City of Detroit – MCRP/Act 381 Work Plan

*Sarah Rainero, Regional Director Community Assistance Team, provided the Board with information regarding these action items. Following brief discussion, Paul Anderson motioned for the approval of Resolutions 2016-198 & 2016-199. Larry Koops seconded the motion. **The motion carried: 7 ayes; 0 nays; 0 recused.***

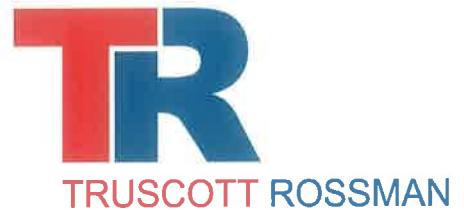
Shaun Wilson recused from next item, leaves the room.

Resolution 2016-200 Trident-Checker, LLC/City of Detroit – MCRP

*Sarah Rainero, Regional Director Community Assistance Team, provided the Board with information regarding this action item. Following brief discussion, Jody DePree Vanderwel motioned for the approval of Resolution 2016-200. Paul Anderson seconded the motion. **The motion carried: 6 ayes; 0 nays; 0 recused.***

Shaun Wilson rejoined the meeting.

Mr. Arwood adjourned the meeting at 12:12 pm.



Tuesday, Sept. 27, 2016

Jennifer Tebedo
Federal Relations Director
Michigan Strategic Fund Administrator
Michigan Economic Development Corporation
300 N. Washington Square
Lansing, MI 48913

Dear Andrea,
Please consider this communication as a letter of recusal for the Trident-Checker, LLC/City of Detroit agenda item listed for the **Tuesday, Sept. 27, 2016** Michigan Strategic Fund board meeting.

I will be recusing myself due to our firm's direct business dealings with Trident-Checker, LLC.

Thank you,

A handwritten signature in black ink that reads 'Shaun W. Wilson'.

Shaun W. Wilson

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STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

RICK SNYDER
GOVERNOR

NICK A. KHOURI
STATE TREASURER

January 22, 2016

Ms. Andrea Robach
Board Relations Liaison
Michigan Strategic Fund Office
300 N. Washington Square
Lansing, MI 48913

Dear Ms. Robach,

I hereby designate Andrew Lockwood to represent me at Michigan Strategic Fund Meetings I am unable to attend.

Sincerely,

A handwritten signature in black ink, appearing to read "N.A. Khouri", with a long horizontal stroke extending to the right.

N.A. Khouri
State Treasurer

Cc: Andrew Lockwood