

**MICHIGAN STRATEGIC FUND
APPROVED MEETING MINUTES
October 27, 2020**

Members joined remotely

Britany L. Affolter-Caine, participating from Lansing, MI
Ronald W. Beebe, participating from Bay City, MI
Mark Burton, participating from Meridian Township, MI
Susan Corbin, participating from Petoskey, MI
September Hargrove, participating from Detroit, MI
Michael B. Kapp (on behalf of Director Ajegba), participating from Wheatfield Township, MI
Andrew Lockwood (on behalf of Treasurer Eubanks), participating from Grand Ledge, MI
Charles P. Rothstein, participating from Franklin, MI
Susan Tellier, participating from Grand Rapids, MI
Cindy Warner, participating from Palm Springs, CA

Member absent

Paul Gentilozzi

I. CALL TO ORDER & ROLL CALL

Mr. Burton called the meeting to order at 9:02 a.m. The meeting was held virtually via Microsoft Teams due to the COVID-19 pandemic. He noted the meeting was moved to an earlier time due to a lengthy agenda.

Mr. Burton introduced Katelyn Wilcox, MSF Board Liaison, who informed Board members that the roll call process has changed due to the recent passage of legislation that amended the Open Meetings Act. Public Act 228 of 2020 allows meetings of a public body to be held electronically or with remote participation under certain circumstances. The Act further requires members of a public body attending meetings remotely to identify their physical location by stating the county, city, township, or village and state from which he or she is attending the meeting remotely. Ms. Wilcox then conducted the attendance roll call.

Mr. Burton announced this is the last meeting for Mark Morante who is retiring effective October 31. He congratulated him on his retirement and thanked him for his long-time service as MSF Fund Manager. Mr. Burton summarized the positions Mr. Morante has held under several administrations during his 42 years of state service and noted his expertise will be missed.

II. PUBLIC COMMENTS

Katelyn Wilcox explained the process for members of the public to participate. Birgit Klohs, President & CEO of The Right Place, Inc., thanked Mark Morante for his service to the state and wished him well in his retirement.

III. COMMUNICATIONS

Katelyn Wilcox advised Board members that the Quarterly Report of the Chief Compliance Officer was provided to them in the briefing packet. She also advised Board members that an email message was received from Representative David LaGrand in support of the Perrigo Company project in Grand Rapids; the email was shared electronically with Board members and is attached to the minutes.

IV. CONSENT AGENDA

Resolution 2020-125 Approval of Consent Agenda Items

Mr. Burton asked if there were any questions from the Board regarding items under the Consent Agenda. There being none, Michael B. Kapp motioned for the approval of the following:

- a. Proposed Meeting Minutes: September 22, 2020
- b. HyCAL Corp.: MBDP Other Economic Assistance Amendment – **2020-126**
- c. The Corner Lender, LLC: MCRP Loan Amendment – **2020-127**
- d. ANC Holdings, LLC: MCRP Grant Amendment – **2020-128**
- e. Sweetwater Development Partners, LLC: MCRP Loan Participation Amendment – **2020-129**
- f. 2021 MSF Board Meeting Dates

Andrew Lockwood seconded the motion. **The motion carried: 10 ayes; 0 nays; 0 recused.**

ROLL CALL VOTE: Ayes: Britany L. Affolter-Caine, Ronald W. Beebe, Mark Burton, Susan Corbin, September Hargrove, Michael B. Kapp (on behalf of Director Ajegba, designation attached), Andrew Lockwood (on behalf of Treasurer Eubanks, designation attached), Charles P. Rothstein, Susan Tellier, Cindy Warner; Nays: None; Recused: None

Britany L. Affolter-Caine, recused from the next item, temporarily disconnected from the meeting; a recusal letter is attached to the minutes.

V. ANNUAL FUNDING ALLOCATIONS

a. Resolution 2020-130 FY2021 MSF Annual Funding Allocations

Amanda Bright-McClanahan, Chief Operating Officer, provided the Board with information regarding this action item. The action involves authorization of FY2021 funding allocations for MSF programs and activities. Following discussion, September Hargrove motioned for the approval of Resolution 2020-130. Charles P. Rothstein seconded the motion. **The motion carried: 9 ayes; 0 nays; 1 recused.**

ROLL CALL VOTE: Ayes: Ronald W. Beebe, Mark Burton, Susan Corbin, September Hargrove, Michael B. Kapp (on behalf of Director Ajegba, designation attached), Andrew Lockwood (on behalf of Treasurer Eubanks, designation attached), Charles P. Rothstein, Susan Tellier, Cindy Warner; Nays: None; Recused: Britany L. Affolter-Caine

Britany L. Affolter-Caine rejoined the meeting.

VI. CAPITAL ACCESS

a. Resolution 2020-131 Gerdau Macsteel, Inc.: Bond Inducement Amendment

Chris Cook, Director of Capital Access, provided the Board with information regarding this action item. The action involves adoption of a resolution to authorize increasing the size of a previous inducement from \$80,000,000 to \$110,000,000 for a project in the City of Monroe. Following discussion, Andrew Lockwood motioned for the approval of Resolution 2020-131. Susan Corbin seconded the motion. **The motion carried: 10 ayes; 0 nays; 0 recused.**

ROLL CALL VOTE: Ayes: Britany L. Affolter-Caine, Ronald W. Beebe, Mark Burton, Susan Corbin, September Hargrove, Michael B. Kapp (on behalf of Director Ajegba, designation attached), Andrew Lockwood (on behalf of Treasurer Eubanks, designation attached), Charles P. Rothstein, Susan Tellier, Cindy Warner; Nays: None; Recused: None

VII. BUSINESS INVESTMENT

a. Resolution 2020-132 L. Perrigo Company: Michigan Business Development Program Grant

Julia Veale, Business Development Project Manager, provided the Board with information regarding this action item. The action involves approval of a \$2,000,000 Michigan Business Development Program performance-based grant. The project is expected to result in the creation of 170 new jobs and a capital investment of up to \$44,782,094 in the City of Grand Rapids. Following discussion, Britany L. Affolter-Caine motioned for the approval of Resolution 2020-132. Susan Tellier seconded the motion. **The motion carried: 10 ayes; 0 nays; 0 recused.**

ROLL CALL VOTE: Ayes: Britany L. Affolter-Caine, Ronald W. Beebe, Mark Burton, Susan Corbin, September Hargrove, Michael B. Kapp (on behalf of Director Ajegba, designation attached), Andrew Lockwood (on behalf of Treasurer Eubanks, designation attached), Charles P. Rothstein, Susan Tellier, Cindy Warner; Nays: None; Recused: None

b. Resolution 2020-133 Kroger Fulfillment Network, LLC: Michigan Business Development Program Grant

Matt Chasnis, Business Development Project Manager, provided the Board with information regarding this action item. The action involves approval of a \$1,600,000 Michigan Business Development Program performance-based grant. The project is expected to result in the creation of 270 new jobs and a capital investment of up to \$94,000,000 in the City of Romulus. Following discussion, Britany L. Affolter-Caine motioned for the approval of Resolution 2020-133. Ronald W. Beebe seconded the motion. **The motion carried: 10 ayes; 0 nays; 0 recused.**

ROLL CALL VOTE: Ayes: Britany L. Affolter-Caine, Ronald W. Beebe, Mark Burton, Susan Corbin, September Hargrove, Michael B. Kapp (on behalf of Director Ajegba, designation attached), Andrew Lockwood (on behalf of Treasurer Eubanks, designation attached), Charles P. Rothstein, Susan Tellier, Cindy Warner; Nays: None; Recused: None

Susan Tellier disconnected from the meeting at 10:00 a.m.

VIII. COMMUNITY VITALITY

a. Resolutions 2020-134 & 2020-135 Commongrounds Cooperative and Commongrounds LLC / Grand Traverse County Brownfield Redevelopment Authority: Michigan Community Revitalization Program Grant and Brownfield Act 381 Work Plan (Eighth and Boardman Redevelopment Project)

Dan Leonard, Senior Community Assistance Team Specialist, provided the Board with information regarding these action items. The actions involve approval of a \$1,500,000 Michigan Community Revitalization Program performance-based grant and state tax capture for Act 381 eligible activities capped at \$440,693 to support a community development project in the City of Traverse City. The project is expected to result in a capital investment of up to \$15,959,773. Following discussion, Cindy Warner motioned for the approval of Resolution 2020-134. Susan Corbin seconded the motion. **The motion carried: 9 ayes; 0 nays; 0 recused.**

ROLL CALL VOTE: Ayes: Britany L. Affolter-Caine, Ronald W. Beebe, Mark Burton, Susan Corbin, September Hargrove, Michael B. Kapp (on behalf of Director Ajegba, designation attached), Andrew Lockwood (on behalf of Treasurer Eubanks, designation attached), Charles P. Rothstein, Cindy Warner; Nays: None; Recused: None

Cindy Warner then motioned for the approval of Resolution 2020-135. Andrew Lockwood seconded the motion. **The motion carried: 9 ayes; 0 nays; 0 recused.**

ROLL CALL VOTE: Ayes: Britany L. Affolter-Caine, Ronald W. Beebe, Mark Burton, Susan Corbin, September Hargrove, Michael B. Kapp (on behalf of Director Ajegba, designation attached), Andrew Lockwood (on behalf of Treasurer Eubanks, designation attached), Charles P. Rothstein, Cindy Warner; Nays: None; Recused: None

IX. ADMINISTRATIVE

- a. Resolution 2020-136 Michigan Community Revitalization Program: Amended Guidelines**
Michele Wildman, Senior Vice President of Community Development, provided the Board with information regarding this action item. The action involves approval of amended guidelines for the Michigan Community Revitalization Program. Following discussion, September Hargrove motioned for the approval of Resolution 2020-136. Andrew Lockwood seconded the motion. The motion carried: 9 ayes; 0 nays; 0 recused

ROLL CALL VOTE: Ayes: Britany L. Affolter-Caine, Ronald W. Beebe, Mark Burton, Susan Corbin, September Hargrove, Michael B. Kapp (on behalf of Director Ajegba, designation attached), Andrew Lockwood (on behalf of Treasurer Eubanks, designation attached), Charles P. Rothstein, Cindy Warner; Nays: None; Recused: None

- b. Resolutions 2020-137 & 2020-138 Convention Center COVID-19 Relief Program: Approval of Guidelines and Delegation of Authority**
Amanda Bright-McClanahan, Chief Operating Officer, provided the Board with information regarding these action items. The actions involve approval of guidelines and delegation of authority for the MSF Fund Manager and MSF President to approve awards under the Convention Center COVID-19 Relief Program. Following discussion, Andrew Lockwood motioned for the approval of Resolution 2020-137. Charles P. Rothstein seconded the motion. The motion carried: 9 ayes; 0 nays; 0 recused

ROLL CALL VOTE: Ayes: Britany L. Affolter-Caine, Ronald W. Beebe, Mark Burton, Susan Corbin, September Hargrove, Michael B. Kapp (on behalf of Director Ajegba, designation attached), Andrew Lockwood (on behalf of Treasurer Eubanks, designation attached), Charles P. Rothstein, Cindy Warner; Nays: None; Recused: None

Andrew Lockwood then motioned for the approval of Resolution 2020-138. Britany L. Affolter-Caine seconded the motion. **The motion carried: 9 ayes; 0 nays; 0 recused.**

ROLL CALL VOTE: Ayes: Britany L. Affolter-Caine, Ronald W. Beebe, Mark Burton, Susan Corbin, September Hargrove, Michael B. Kapp (on behalf of Director Ajegba, designation attached), Andrew Lockwood (on behalf of Treasurer Eubanks, designation attached), Charles P. Rothstein, Cindy Warner; Nays: None; Recused: None

- c. Resolution 2020-139 Coronavirus Relief Grants, Delegation of Authority and Background Review Policy Waiver**
Amanda Bright-McClanahan, Chief Operating Officer, provided the Board with information regarding this action item. The action involves authorization of new grants to eight organizations to provide Coronavirus Relief Grants as required in Public Act 166 of 2020, approval of delegation of authority and approval to waive application of the Background Review Policy for these grantees. Following discussion, Susan Corbin motioned for the approval of Resolution 2020-139. Andrew Lockwood seconded the motion. The motion carried: 8 ayes; 1 nay; 0 recused.

ROLL CALL VOTE: Ayes: Britany L. Affolter-Caine, Mark Burton, Susan Corbin, September Hargrove, Michael B. Kapp (on behalf of Director Ajegba, designation attached), Andrew Lockwood (on behalf of Treasurer Eubanks, designation attached), Charles P. Rothstein, Cindy Warner; Nays: Ronald W. Beebe; Recused: None

X. INFORMATIONAL

Mr. Burton noted the fourth quarter report for MSF delegated authority activity was included in the meeting packet. He asked if there were any questions from the Board regarding the information; there were none.

Mr. Burton said a point of clarification was needed concerning Charles P. Rothstein's presence when the Consent Agenda item was considered. Mr. Rothstein confirmed his presence, but was unable to vote due to a technical issue; he stated his support for the item.

Mr. Burton adjourned the meeting at 10:36 a.m.

From: Rep. David LaGrand (District 75)
Sent: Monday, October 26, 2020 11:34 AM
Subject: RE: October 27 MSF Board Meeting: Perrigo Company, Grand Rapids

Mr. Burton,

Today the Michigan Strategic Fund board will be voting on a \$2 million Michigan Business Development Program grant to assist Perrigo in the establishment of its North American Corporate Headquarters in Grand Rapids. This business expansion of Perrigo is welcome news for our city, as the project is expected to generate \$44.7 million in private investment and create 170 well-paying jobs. Furthermore, this expansion will also provide entry level positions with high chances of mobility, tuition reimbursement programs, and other incentives. I am happy to support this expansion, as Perrigo's commitment to Grand Rapids will be a welcome part of our city's development as a growing leader of innovation and excellence. This decision is a perfect example of how government and business can come together to support and elevate the people of this great city. I look forward to seeing this expansion come to fruition and the social and economic good that will come from it.

Best,

Rep. David LaGrand

State House District 75 (Grand Rapids)



STATE OF MICHIGAN
DEPARTMENT OF TRANSPORTATION
LANSING

GRETCHEN WHITMER
GOVERNOR

PAUL AJEGBA
DIRECTOR

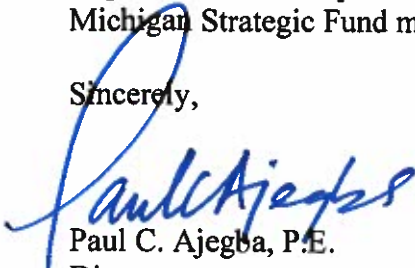
February 3, 2020

Ms. Rhonda Bishop
Board Relations Liaison
Michigan Strategic Fund Office
300 N. Washington Square
Lansing, Michigan 48913

Dear Ms. Bishop:

I hereby confirm and ratify my designation of Michael B. Kapp, Administrator, Michigan Department of Transportation, as the person authorized and empowered to act in my stead for Michigan Strategic Fund meetings that I am unable to attend.

Sincerely,



Paul C. Ajegba, P.E.
Director

cc: M. Kapp
Executive File



STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

GRETCHEN WHITMER
GOVERNOR

RACHAEL EUBANKS
STATE TREASURER

January 16, 2020

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

Re: Michigan Strategic Fund Board Meeting Designee for Treasurer Eubanks

Dear Ms. Bishop:

I hereby designate Andrew Lockwood to attend all Michigan Strategic Fund meetings that I am unable to attend in 2020.

If you need anything additional, please contact Kara Kabia at (517) 241-2624.

Sincerely,

A handwritten signature in blue ink that reads "Rachael Eubanks".

Rachael Eubanks
State Treasurer

Cc: Eric Bussis
Andrew Lockwood



October 27, 2020

MSF Fund Manager
MEDC
300 N. Washington Square
Lansing, Michigan

Dear Fund Manager,

This is to advise that I am recusing myself from voting and excuse myself during the discussion of the following items on the Michigan Strategic Fund Board Meeting Agenda on Tuesday, October 27, 2020.

- Annual Funding Allocations

The reason for my recusal is that I have a potential conflict of interest with respect to the grantees of associated with my employment – Michigan State University, the University of Michigan and Wayne State University.

Sincerely,

A handwritten signature in cursive script that reads 'Britany Affolter-Caine'.

Britany Affolter-Caine
Executive Director
Michigan's University Research Corridor