

RHODE ISLAND INDUSTRIAL FACILITIES CORPORATION

August 23, 2007

PUBLIC SESSION

A meeting of the Board of Directors of the Rhode Island Industrial Facilities Corporation (“RIIFC”) was held in public session at the offices of Rhode Island Economic Development Corporation, 315 Iron Horse Way, Suite 101, Providence, Rhode Island, on Thursday, August 23, 2007 beginning at approximately 9:00 a.m., pursuant to a notice and agenda duly posted and sent to all members.

Members present and attending the meeting were: Mr. William Parsons,

Mr. Ronald Renaud, Mr. Edward Rendine and Mr. David Piacitelli. Mr. Andrew

Lyon, III was not present. Also present and attending the meeting were Mr. Michael Saul, Managing Director of Finance, Mr. Earl Queenan, Jr., Treasurer of RIIFC,

Mrs. Claudine Tikoian, Loan Portfolio Manager of RIIFC, Ms. Alicia A. Pomfret, Assistant Financial Analyst, Thomas V .Moses, Esquire, Counsel, to RIIFC, his assistant, Geralyn Souvalian, Robert Bromley of the Senate Fiscal Office, Anthony Paolantonio of the House Fiscal Office and Deborah Mitchell, of Braver PC, RIIFC Auditor.

Mr. Rendine called the meeting to order.

ACCEPTANCE OF MINUTES OF JULY 26, 2007 MEETING

The first item to come before the Board was consideration for adoption of the Minutes of the Meeting of the Board of Directors held on July 26, 2007. Mr. Rendine and Mr. David Piacitelli abstained from voting because they were not present at the meeting. Mr. Ronald Renaud made a motion to accept the July 26, 2007 Minutes as presented. Mr. Parsons seconded Mr. Renaud's motion, which was adopted as follows: Mr. Parsons – yes, Mr. Renaud – yes.

The next item was to consider maintaining the Minutes of the Executive Session of July 26, 2007 and to be held as confidential. Mr. Parsons made a motion to approve the Executive Session Minutes and to maintain the confidentiality, Mr. Ronald Renaud seconded Mr. Parson's motion, which was adopted as follows: Mr. Parsons – yes, Mr. Renaud –yes.

DRAFT INTERNALLY PREPARED FINANCIAL STATEMENTS FOR THE MONTH ENDED JULY 31, 2007

Mr. Queenan presented and reviewed with the board the draft financial statements for RIIFC for the month ended July 31, 2007. The Board reviewed the Aged Receivables as of July 31, 2007 and suggested counsel should send a letter to Arpin regarding its past due balance. Mr. William Parsons moved to approve the internally prepared financial statements for the month ended July 31, 2007.

Ronald Renaud seconded

Mr. Parson's motion, which passed as follows: Mr. Parsons – yes, Mr. Piacitelli – yes, Mr. Renaud – yes and Mr. Rendine – yes.

**DRAFT AUDITED FINANCIAL STATEMENTS FOR THE
FISCAL YEAR ENDED JUNE 30, 2007**

Mr. Queenan presented and reviewed with the board the draft financial statements for RIIFC for the year ended June 30, 2007. Debra Mitchell of Braver PC was present for questions on the report. Mr Rendine questioned the REPO-Restricted, \$663,000.00. Mr. Queenan mentioned that was money we are holding on behalf of the Rhode Island Industrial-Recreational Building Authority. After the discussion and approval of the financial statements, Debra Mitchell left the meeting at 9:16 a.m. Mr. William Parsons moved to approve the Draft Audited Financial Statements for the Year Ended June 30, 2007. Ronald Renaud seconded Mr. Parson's motion, which passed as follows: Mr. Parsons – yes, Mr. Piacitelli – yes, Mr. Renaud – yes and Mr. Rendine – yes.

**PROPOSED BUDGET FOR FISCAL YEAR ENDING
JUNE 30, 2009**

The next item was to discuss the proposed budget fiscal year ending June 30, 2009. Mr. Queenan presented and reviewed with the Board the proposed RIIFC budget for fiscal year 2009 and the revised 2008 budget administration change. Discussion ensued concerning the

proposed budget. Following a motion made by David Piacitelli and seconded by Mr. Parsons, a vote to adopt the proposed budget passed as follows:

Mr. Parsons – yes, Mr. Piacitelli – yes, Mr. Renaud – yes and Mr. Rendine – yes.

REQUEST FROM HIGHLAND INDUSTRIAL PARK ON BEHALF OF HANNA INSTRUMENTS OF AMERICA, INC. TO GRANT STORM WATER DRAINAGE SYSTEM EASEMENT AT 222 GOLDSTEIN DRIVE, WOONSOCKET, RI

Mr. Moses informed the Board that Hanna Instrument is expanding their building and as a result the building official in Woonsocket would not give them a building permit until they have a formal drainage easement from RIIFC. Following a motion made by Mr. Parsons and seconded by Mr. Piacitelli, a vote to approve the grant of a storm water drainage system easement was as follows: Mr. Parsons – yes, Mr. Piacitelli – yes, Mr. Renaud – yes and Mr. Rendine – yes.

EXECUTIVE SESSION

Mr. Parsons then made a motion that the meeting be reconvened in Executive Session at 9:21 a.m. pursuant to R.I.Gen. Laws 42-46-5(a)(6) and (7). Mr. Piacitelli seconded Mr. Parson's motion which motion was unanimously adopted as follows:

Mr. Parsons – yes, Mr. Piacitelli – yes, Mr. Renaud – yes and Mr.

Rendine – yes. Messrs. Bromley and Paolantonio exited the meeting.

RETURN TO PUBLIC SESSION

The meeting was reconvened from Executive Session to Public Session at 9:32 a.m. Messrs. Bromley and Paolantonio returned to the meeting. During Executive Session a request of New England Expedition – Providence I, LLP to amend its inducement resolution, has been denied pending submission of updated financial statements.

ADJOURNMENT

Mr. Parsons next made a motion, which motion was duly seconded by

Mr. Piacitelli to adjourn the meeting at 9:34 a.m., which motion was adopted as follows: Mr. Parsons – yes, Mr. Piacitelli– yes, Mr. Renaud – yes and Mr. Rendine – yes.

SECRETARY'S CERTIFICATE

I, Anthony Scolavino, Secretary of the Rhode Island Industrial Facilities Corporation, hereby certify that attached hereto is a true and accurate copy of the minutes of the meeting of the Board of Directors of the Rhode Island Industrial Facilities Corporation held on August 23, 2007. These minutes were approved by the Board of Directors at a meeting held on September 27, 2007.

Anthony Scolavino, Secretary