

# **SMALL BUSINESS LOAN FUND CORPORATION**

## **MINUTES OF THE BOARD OF DIRECTORS**

**AUGUST 30, 2007**

**A monthly meeting of the Board of Directors of the Small Business Loan Fund Corporation was held in public session at the offices of the Rhode Island Economic Development Corporation, 315 Iron Horse Way, Suite 101, Providence, Rhode Island on August 23, 2007 at approximately 9:30 a.m.**

**Present were Board Members: Raymond Fogarty (Chair), Richard DeMerchant, William Parsons and Edward Rendine. Absent was Maurice Paradis. Also present were: Michael Saul, Earl Queenan, Claudine Tikoian and Alicia Pomfret, staff, along with Thomas V. Moses, Legal Counsel.**

**Mr. Fogarty called the meeting to order at 9:43 a.m.**

**Mr. Queenan noted that Mr. DeMerchant was committed to attend another engagement and would be arriving later in the meeting.**

### **Adoption of Minutes**

**The first item to come before the Board was consideration for**

**adoption of the Minutes from the Board Meeting held on July 26, 2007. Mr. Rendine noted that he would recuse from any motion and voting on these Minutes as he was not present at the July 26, 2007 meeting. A review and discussion of the Minutes followed, after which, a motion to approve the Minutes as submitted was made by Mr. Parsons, was seconded by Mr. Fogarty, and was approved in the majority by Messrs. Parsons and Fogarty.**

### **Executive Minutes**

**The second item to come before the Board was the consideration of maintaining the Executive Session Minutes of the July 26, 2007 meeting as confidential. Mr. Parsons motioned, Mr. Fogarty seconded, and the vote was approved in the majority by Messrs. Parsons and Fogarty.**

### **Cash Position / Portfolio Activity / Delinquency Review as of July 31, 2007**

**Mr. Queenan presented the Reports of Cash Position, Portfolio Activity and Delinquency review as of July 31, 2007. During his review of these reports, Mr. Rendine asked for updates on Davin, Inc, and New England Environmental. Mrs. Tikoian and Mr. Queenan reported on the status of these delinquencies. No further questions were presented to staff.**

### **EXECUTIVE SESSION**

**At 9:39 a.m. Mr. Parsons made a motion to move the next portion of the meeting into Executive Session pursuant to the Rhode Island Open Meetings Law 42-46-5(a)(6)**

**of the General Laws of the State of RI 1956 (1988 Reenactment), as amended.**

**Mr. Rendine seconded the motion, which passed unanimously.**

**Upon a motion made by Mr. Parsons and seconded by Mr. DeMerchant, the Board unanimously voted to return to Public Session at 10:52 a.m.**

#### **Executive Session Vote Ratification**

**Mr. Rendine stated for the Public Session of the Meeting that he recused himself from any discussion or voting held during the Executive Session concerning Crissloid Products, Inc. and J.E.C. Realty LLC. After this, a motion was made by Mr. Parsons, was seconded by Mr. DeMerchant, and was unanimously adopted to ratify the Executive Session votes as follows:**

#### **Loan Request -- KC Enterprises LLC -- \$250,000**

**To approve the KC Enterprises LLC loan application for \$250,000, subject to the conditions outlined in the Executive Session approval.**

#### **Loan Request -- Exchange City -- \$150,000**

**To approve the Exchange City loan application for \$150,000, subject to the conditions adopted during the Executive Session vote.**

**Crisloid Proucts, Inc. and J.E.C. Realty LLC (co-borrows)**

**To respectfully decline the loan application that was conditionally approved by the Board on July 26, 2007.**

**Upon a motion made by Mr. Parsons, and seconded by Mr. Rendine, the Board unanimously voted to adjourn. The meeting concluded at 11:08 a.m.**

**Respectfully submitted,**

**Earl F. Queenan, Jr.**

**Director of Accounting & Finance**