

SMALL BUSINESS LOAN FUND CORPORATION

MINUTES OF THE BOARD OF DIRECTORS

NOVEMBER 19, 2009

A monthly meeting of the Board of Directors (the "Board") of the Small Business Loan Fund Corporation (the "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 November 19, 2009 at approximately 9:30 a.m., pursuant to notice of the meeting to all Directors, and public notice of the meeting as required by the By-Laws of the Corporation and by Rhode Island General Law 42-46-6.

The following Directors were present and participated throughout the meeting: Mr. Raymond Fogarty (Chair), Mr. William Parsons, Mr. Thomas Stocker and Mr. Richard DeMerchant. Ms. Leslie Taito joined the meeting at approximately 9:40 a.m. and participated through the remainder of the meeting.

The following Director(s) were absent: None.

Also present were: Earl F. Queenan, Jr., Corporation Administrator; Sean W. Esten, Corporation Administrator; Anthony J. Scolavino, Special Consultant; Thomas V. Moses, Legal Counsel; Carol J. Anguilla, Moses & Afonso, Ltd and Susan Morgan, Director of Accounting for Rhode Island Economic Development Corporation.

Mr. Fogarty presided over the meeting.

1. **Call to Order**

Mr. Fogarty called the meeting to order at 9:30 a.m.

2. **Approval of the Minutes of the Meeting Held on October 30, 2009**

The first item to come before the Board was approval of the Public Session Minutes and the Executive Session Minutes of the Board meeting held on October 30, 2009. Upon motion duly made by Mr. Stocker and seconded by Mr. DeMerchant, the motion to approve the Public Session Minutes and the Executive Session Minutes of the meeting held on October 30, 2009 was duly adopted.

The following Directors voted in favor of the foregoing: Mr. Fogarty, Mr. Parsons, Mr. Stocker and Mr. DeMerchant.

The following Directors voted against the foregoing: None.

The following Directors were absent for the foregoing vote: Ms. Taito

3. Maintain the Executive Minutes of October 30, 2009 Confidential

The next item to come before the Board was a vote to maintain the confidentiality of the Executive Session Minutes of the Board meeting held on October 30, 2009. Upon motion duly made by Mr. Parsons and seconded by Mr. DeMerchant, the motion to maintain the confidentiality of the Executive Session Minutes of the Board meeting held on October 30, 2009 was duly adopted.

The following Directors voted in favor of the foregoing: Mr. Fogarty, Mr. Parsons, Mr. Stocker and Mr. DeMerchant.

The following Directors voted against the foregoing: None.

The following Directors were absent for the foregoing vote: Ms. Taito.

4. Report of Cash Position as of October 31, 2009

Mr. Scolavino presented the report of Cash Position as of October 31, 2009. Mr. Scolavino noted that approximately \$1.6 million remained available in the fund.

5. Report of Portfolio Activity, Delinquency Loans and Loan Forbearances as of October 31, 2009

Mr. Scolavino presented the report of Portfolio Activity, Loan Delinquency Report and Loan Forbearance Report as of October 31, 2009.

6. Other Business

Corporation staff confirmed that there were no other matters to be discussed during this portion of the public meeting.

7. Executive Session

Mr. Fogarty suggested that the Board move into executive session. Upon motion duly made by Mr. Parsons and seconded by Mr. Stocker, the motion to move the meeting into executive session pursuant to Rhode Island Open Meetings Law 42-46-5(a)(6) of the General Laws of the State of Rhode Island, as amended, was duly adopted.

The following Directors voted in favor of the foregoing: Mr. Fogarty, Mr. Parsons, Mr. Stocker and Mr. DeMerchant.

The following Directors voted against the foregoing: None.

The following Directors were absent for the foregoing vote: Ms. Taito

Public session concluded, Ms. Morgan left the meeting room, and executive session began at 9:35 a.m.

8. Return to Public Session

Upon a motion duly made by Mr. DeMerchant and seconded by Mr. Stocker, the motion to conclude executive session and return to public session was duly adopted.

The following Directors voted in favor of the foregoing: Mr. Fogarty, Mr. Parsons, Mr. Stocker, Mr. DeMerchant and Ms. Taito.

The following Directors voted against the foregoing: None.

Executive session concluded and public session began at 9:55 a.m.

9. Executive Session Vote Ratification

Mr. Fogarty called for ratification of the votes adopted during executive session. Upon motion duly made by Mr. Stocker and seconded by Ms. Taito, the following votes were ratified:

To approve the application of Sunshine Oil Co., Inc. for a term loan in the principal amount of \$250,000.00.

The following Directors voted in favor of the foregoing: Mr. Fogarty, Mr. Parsons, Mr. Stocker, Mr. DeMerchant and Ms. Taito.

The following Directors voted against the foregoing: None.

There being no further business to come before the Board, upon motion duly made by Mr. Parsons and seconded by Ms. Taito the meeting was adjourned at 9:58 a.m.

Respectfully submitted,

Earl F. Queenan, Jr.
Administrator

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