

**QUONSET DEVELOPMENT CORPORATION
MEETING OF BOARD OF DIRECTORS**

**EXECUTIVE SESSION
MINUTES**

September 19, 2005

A meeting of the Board of Directors of the Quonset Development Corporation (the "Corporation") was held at 5:00 p.m. on Monday, September 19, 2005, at the offices of the Corporation located at 30 Enterprise Drive, North Kingstown, Rhode Island pursuant to notice to all members of the Board of Directors and public notice of the meeting, as required by the Bylaws of the Corporation and applicable Rhode Island law.

The following Directors, constituting a quorum, were present and participated throughout the meeting as indicated: Robert Crowley, Thomas Hazlehurst, Barbara Jackson, Michael E. McMahon, Anthony F. Miccolis, Jr., John A. Patterson, Sav Rebecchi and M. Paul Sams.

Also in attendance at the Executive Session were the following staff members of the Corporation: Karen LaChance, Steven King, Evan Matthews, Jack Sprengel, Mary Lake and Geoffrey Grout. Also in attendance was legal counsel, E. Jerome Batty.

Prior to adjournment to Executive Session, the Board:

VOTED: To adjourn to executive session to consider and take appropriate action on such matters as permitted by subsection (5) (acquisition or lease of real estate for public purposes or disposition of publicly held property) and subsection (7) (investment of public funds) of Rhode Island General Laws, Section 42-46-5(a) (the Open Meeting Law).

Voting in favor were: Mr. Crowley, Mr. Hazlehurst, Ms. Jackson, Mr. Miccolis, Mr. Patterson, Mr. Rebecchi and Mr. Sams.

Voting against were: none.

Unanimously Approved.

1. Effect of Rent Projection on FY 07 Operating Budget.

Mr. McMahon noted that the proposed budget for fiscal '07 does not reflect income from SENESCO since he has been advised that SENESCO has been experiencing financial difficulties and may need a substantial infusion of funds in order to remain viable. SENESCO is currently exploring a number of ways to address its financial issues but it is still unknown whether the company will be able to remedy the situation.

Mr. Rebecchi inquired as to what the value of the property leased by SENESCO would be if SENESCO were to cease operations. Mr. Grout responded that the property could be worth as much as \$300,000 per acre.

The Board also discussed the possibility of using bond funds to improve the property provided such expenditures would add value in the event that SENESCO ceased operations.

Mr. McMahon stressed the impact which the loss of the SENESCO rent would have on the budget and wanted all the members of the Board to be aware of the current situation and the manner in which it impacts the budget.

There being no further business to come before the Executive Session:

Upon motion by Mr. Miccolis and seconded by Mr. Patterson, the Board:

VOTED: To adjourn to public session.

Voting in favor were: Mr. Crowley, Mr. Hazlehurst, Ms. Jackson, Mr. Miccolis, Mr. Patterson, Mr. Rebecchi and Mr. Sams.

Voting against were: none.

Unanimously Approved.

The Executive Session was adjourned at 6:30 p.m.

Respectfully submitted,

By:_____

E. Jerome Batty, Secretary