

**MICHIGAN STRATEGIC FUND
APPROVED MEETING MINUTES
February 22, 2022**

Member Present

Quentin L. Messer, Jr.

Members joined remotely

Britany L. Affolter-Caine

Ronald W. Beebe

Susan Corbin

Michael B. Kapp (on behalf of Director Ajegba)

Andrew Lockwood (on behalf of Treasurer Eubanks)

Susan Tellier

Cindy Warner

Members Absent

Paul Gentilozzi

Charles P. Rothstein

I. CALL TO ORDER & ROLL CALL

Mr. Messer called the meeting to order at 10:01 a.m. The meeting was held in person in the Lake Michigan Conference Room at the MEDC headquarters building in Lansing with an option to participate virtually via Microsoft Teams.

Mr. Messer introduced Katelyn Wilcox Surmann, MSF Board Liaison, who conducted the attendance roll call.

II. PUBLIC COMMENTS

Ms. Wilcox Surmann explained the process for members of the public to participate. Mark Abbo, Northville Township Supervisor, who serves as vice chair of the Michigan International Technology Center (MITC) Redevelopment Authority Board, thanked MSF Board members for considering the Parcel 13 Brownfield Redevelopment Project and encouraged their support. The MITC Redevelopment Area encompasses approximately 800 acres and when completed in totality will increase property values by hundreds of millions of dollars and create several thousand jobs.

III. COMMUNICATIONS

Ms. Wilcox Surmann informed Board members that no communications were received.

MSF Subcommittee Reports

Ronald W. Beebe, chair of the MSF Finance and Investment Subcommittee, said two meetings have been held since the last MSF Board meeting. The subcommittee discussed the SSBCI 2.0 program (specifically venture capital ideas) and Community Revitalization financial performance reporting enhancements.

Cindy Warner, chair of the MSF Policy and Planning Subcommittee, said the subcommittee recently did a deep dive into the state's broadband initiative. She indicated it was very helpful and would recommend the entire board receive such a briefing.

Britany L. Affolter-Caine, recused from the next item, disconnected from the meeting. (Recusal letter attached to the minutes has been modified to reflect the correct meeting date.)

IV. CONSENT AGENDA

Resolution 2022-021 Approval of Consent Agenda Items

Mr. Messer asked if there were any questions from Board members regarding items under the Consent Agenda. There being none, Ronald W. Beebe motioned for the approval of the following:

- a. Proposed Meeting Minutes: January 25, 2022
- b. Michigan State University: MTRAC Ag-Bio Innovation Hub Grant Amendment – **2022-022**
- c. Business Incubator Program: Gateway Representative Awards Amendments – **2022-023, 2022-024, 2022-025 & 2022-026**
- d. Ann Arbor SPARK: STEM Internships and Startups Program Grant Amendment – **2022-027**
- e. City of Three Rivers/American Axle & Manufacturing Inc. Project: CDBG Amendment – **2022-028**
- f. Revitalization and Placemaking Program Guidelines Amendment – **2022-029**

Cindy Warner seconded the motion. **The motion carried: 7 ayes; 0 nays; 1 recused.**

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

Britany L. Affolter-Caine rejoined the meeting.

V. COMMUNITY VITALITY

- a. **Resolutions 2022-030 & 2022-031 Gemini Capital Management XIII, LLC / Saginaw County Brownfield Redevelopment Authority: Michigan Community Revitalization Program Loan Participation Award and Brownfield Act 381 Work Plan (235 W. Saginaw Street Redevelopment Project)**

Joe Frost, Community Assistance Team Specialist, provided the Board with information regarding these action items. The actions involve approval of a \$1,920,000 Michigan Community Revitalization Program performance-based loan participation award with Isabella Bank and state tax capture for Act 381 eligible activities capped at \$130,060 to support a community development project in the Village of Merrill. The project is expected to result in total capital investment of \$4,065,759. Following discussion, Andrew Lockwood motioned for the approval of Resolution 2022-030. Ronald W. Beebe seconded the motion. **The motion carried: 8 ayes; 0 nays; 0 recused.**

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

Cindy Warner then motioned for the approval of Resolution 2022-031. Susan Corbin seconded the motion. **The motion carried: 8 ayes; 0 nays; 0 recused.**

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

b. **Resolution 2022-032 Community Development Block Grant (CDBG) Program: Broadband Infrastructure Audit & Validation Project**

Chris Whitz, CDBG Director, provided the Board with information regarding this action item. The action involves approval of up to \$5,200,000 from CDBG Coronavirus Aid, Relief and Economic Security (CARES) funds to Connected Nation Michigan for the Broadband Infrastructure Audit & Validation Project. Following discussion, Susan Tellier motioned for the approval of Resolution 2022-032. Britany L. Affolter-Caine seconded the motion. **The motion carried: 8 ayes; 0 nays; 0 recused.**

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

c. **Resolution 2022-033 Bagley Development Group, LLC: Michigan Community Revitalization Program Loan Participation Award Amendment (United Artist Building Project)**

Julius Edwards, Senior Commercial Real Estate Investment Manager, provided the Board with information regarding this action item. The action involves approval to amend the existing Michigan Community Revitalization Program loan participation award repayment structure and amend the minimum owner equity requirement to \$2,500,000 for a community development project in the City of Detroit. Following discussion, Quentin L. Messer, Jr. motioned for the approval of Resolution 2022-033. Andrew Lockwood seconded the motion. **The motion carried: 8 ayes; 0 nays; 0 recused.**

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

VI. BUSINESS INVESTMENT

a. **Resolution 2022-034 Michigan International Technology Center Redevelopment Authority: Brownfield Act 381 Work Plan (Parcel 13 Brownfield Redevelopment Project)**

Jeremy Webb, Senior Business Development Project Manager, provided the Board with information regarding this action item. The action involves approval of state tax capture for Act 381 eligible activities capped at \$15,637,752 to support a business development project in the Townships of Plymouth and Northville, Wayne County. The project is expected to result in total capital investment of \$38,729,726 and the creation of an anticipated 300 jobs. Following discussion, Susan Tellier motioned for the approval of Resolution 2022-034. Britany L. Affolter-Caine seconded the motion. **The motion carried: 8 ayes; 0 nays; 0 recused.**

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

b. **Resolution 2022-035 LM Manufacturing, LLC: Michigan Business Development Program Grant**

Jeremy Webb, Senior 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 to support a business development project in the City of Detroit. The project is expected to result in the creation of up to \$18,100,000 in total capital investment and up to 390 jobs. Following discussion, Ronald W. Beebe motioned for the approval of Resolution 2022-035. Britany L. Affolter-Caine seconded the motion. **The motion carried: 8 ayes; 0 nays; 0 recused.**

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

- c. **Resolution 2022-036 Central Innovation District, LLC: FY 2022 Budget Allocation/Grant** *Trevor Pawl, Chief Mobility Officer, provided the Board with information regarding this action item. The action involves approval of a \$7,500,000 grant to Michigan Central Innovation District, LLC for a three-year term with the ability to allocate additional funds. These dollars are from the balance of funding available for Business and Community Development Programs and Activities allocated by the Board in October 2021. The funding will support new programs that accelerate economic development, new technology activation, workforce training, and community engagement in the 30-acre Michigan Central Innovation District in Detroit's Corktown neighborhood. The project is expected to result in the creation of at least 2,500 jobs.* Following discussion, Britany L. Affolter-Caine motioned for the approval of Resolution 2022-036. Ronald W. Beebe seconded the motion. **The motion carried: 8 ayes; 0 nays; 0 recused.**

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

- d. **Resolution 2022-037 Dana Limited: Michigan Business Development Program Grant** *Julia Veale, Senior Business Development Project Manager, provided the Board with information regarding this action item. The action involves approval of a \$1,500,000 Michigan Business Development Program performance-based grant to support a business development project in the City of Novi. The project is expected to result in the creation of up to \$9,000,000 in total capital investment and up to 150 jobs.* Following discussion, Cindy Warner motioned for the approval of Resolution 2022-037. Susan Corbin seconded the motion. **The motion carried: 8 ayes; 0 nays; 0 recused.**

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

VII. CAPITAL ACCESS

- a. **Resolution 2022-038 Cadillac Place Office Building: MSF Refunding Bonds Authorization** *Chris Cook, Director of Capital Access, provided the Board with information regarding this action item. The action involves adoption of a resolution to authorize the issuance of the Series 2022 Bonds in an amount not to exceed \$90,000,000 to refund the Bonds To Be Refunded.* Following discussion, Quentin L. Messer, Jr. motioned for the approval of Resolution 2022-038. Andrew Lockwood seconded the motion. **The motion carried: 8 ayes; 0 nays; 0 recused.**

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

VIII. INFORMATIONAL

Mr. Messer noted the MSF delegated authority report for the period January 1 to January 31, 2022, was included in the meeting packet. He asked if there were any questions from Board members regarding the information; there were none.

Mr. Messer adjourned the meeting at 11:41 a.m.



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,

A handwritten signature in blue ink that reads "Paul C. Ajegba".

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 6, 2022

Quentin Messer, Chairman, Michigan Strategic Fund
Michigan Economic Development Corporation
300 N. Washington Square
Lansing, MI 48913

Re: Michigan Strategic Fund Board Meeting Designee for Treasurer Eubanks

Dear Mr. Messer:

I hereby designate Andrew Lockwood to attend all Michigan Strategic Fund meetings that I am unable to attend in 2022.

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

Sincerely,

A handwritten signature in cursive script that reads "Rachael Eubanks".

Rachael Eubanks
State Treasurer

Cc: Eric Bussis
Andrew Lockwood



February 16, 2022

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~~ February 22, 2022.

- Michigan State University: MTRAC Ag-Bio Innovation Hub Grant Amendment
- Business Incubator Program: Gateway Representative Awards Amendments

The reason for my recusal is that I have a potential conflict of interest with respect to the grantees 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