



Commonwealth Financing Authority
Harrisburg PA, 17120

Board Meeting Minutes

January 21, 2010

The Commonwealth Financing Authority (CFA) board meeting was held on January 21, 2010. Proper notice was given pursuant to the terms of the Act of July 3, 1986 (the "Sunshine Act"). The meeting was held at the Dixon University Center, 2986 North Second Street Harrisburg, Pennsylvania.

In addition to Chairman Cornelius the following Board members were present: the Honorable Steven Kaplan, Austin Burke, Barbara McNees and Jerry Pappert. Michael Karp participated via telephone.

DCED staff members present were: Scott Dunkelberger, Brian Eckert, Theresa Elliot, Shereé Fagan, Matthew Karnell, John Sider and Chief Counsel Steven Fishman.

Members of the public in attendance were: the Honorable John Hanger, David Washburn, Cathy Washburn, David Atkinson, Randy Albright, Tony LePore, Lisa Taglang, Steven Kniley, Julian Gaudion, Dan Griffiths, Phillip Sanchez II, Neena Agarwal, Patrick Castellani and Doc Taliafbine.

Chairman Cornelius called the meeting to order at 10:38 a.m.

Chairman Cornelius acknowledged the presence of a quorum of the Board and welcomed the guests.

On a motion by Mr. Burke and seconded by Mr. Pappert, the December 17, 2009 minutes were unanimously approved.

On a motion by Mr. Burke and seconded by Mr. Kaplan, the Board unanimously approved payment of CFA expenses in the amount of \$287,171.13.

Mr. Dunkelberger presented the following for the Board's consideration:

Alternative and Clean Energy Program:

Biofuels Projects

On a motion by Ms. McNees and seconded by Mr. Pappert, the following Biofuels Projects were unanimously approved:

<u>Applicant</u>	<u>Project</u>	<u>Loan</u>	<u>Grant</u>	<u>Loan Guarantee</u>
Energex American, Inc.	Wood Pellet Fuel Expansion	\$525,000	\$150,000	
KBI Industries, Inc.	Keystone BioDiesel		\$2,000,000	\$1,000,000

Manufacturing Project

On a motion by Mr. Karp and seconded by Mr. Kaplan, the Board unanimously approved a grant in the amount of \$494,574 for CeeLite Technologies, LLC.

Alternative Energy Production Project

On a motion by Mr. Burke and seconded by Mr. Pappert, the Board unanimously approved a loan in the amount of \$4,989,293 for IntelliWatt Renewable Energy LLC.

Geothermal Energy Projects:

On a motion by Ms. McNees and seconded by Mr. Pappert, the following Geothermal Energy Projects were unanimously approved:

<u>Applicant</u>	<u>Project</u>	<u>Program</u>	<u>Loan Amount</u>
Borough of Huntingdon	Municipal Building Geothermal System Installation	REP	\$25,000
Big Spring School District	Elementary School Geothermal System Installation	ACE	\$180,000
Jeff Fanok	Residence Geothermal System Purchase and Installation	REP	\$16,782

Ratifications:

On a motion by Ms. McNees and seconded by Mr. Pappert, the following special requests and First Industries loan were ratified.

First Industries Loan

Small Business First Loan

<u>Applicant</u>	<u>Project</u>	<u>Loan</u>
SEDA – Council of Governments	Bald Eagle Truck Stop, Inc.	\$150,000

Special Requests

Request of Chester County Economic Development Council that the CFA approve an extension to provide evidence of all other funding sources by February 15, 2010 and

Building PA financing of one office building (M-6/R-6) and three retail buildings (R-2, R-3, and R-9).

Request of Randal L. Hollinger that the CFA approve six month no payment period and a six month extension on the term of the loan.

Request of Fischer's Windy Ridge Farm and Windy Ridge Dairy, Inc. that the CFA approve financing the construction of an agricultural building instead of a commercial building.

Request of Glenn D. Gorell that the CFA approve a twelve month principal repayment moratorium on the SBF loan retroactive to October 1, 2009.

Request of Keystone T Ventures that the CFA approve an increase in the Senior Lender 1st mortgage from \$1,500,000 to \$2,000,000 and the addition of a subordinate third mortgage lien in the amount of \$500,000.

Request of Mason Dixon Farms, Inc. that the CFA approve an increase of \$500,000 in the amount of the two priority mortgages held by M&T Bank.

Request of Tallman Family Farms, LLC that the CFA subordinate to additional financing in the amount of \$19,740 through Mid Atlantic Bank. The borrower is also requesting inclusion of Nathan W. Tallman as a guarantor as he has assumed his father's 20% ownership interest in the company. William R. Tallman will remain a guarantor on the loan.

There being no further business to come before the Board, the meeting was adjourned at 10:53 p.m.