

MINUTES

DUTCHESS COUNTY LOCAL DEVELOPMENT CORPORATION

Board of Directors Meeting

Friday, July 12, 2013

Dutchess County Economic Development Corporation
3 Neptune Road, Poughkeepsie, NY 12601
Large Conference Room

PRESENT: Angela Flesland
Phyllis DiStasi Keenan
Henry Killian
George Stoffers
David Teter

ABSENT: Charles Daniels III
Tim Dean

ALSO PRESENT: Catherine A. Maloney, DCEDC President and CEO
Lynn Heuermann, DCLDC Chief Financial Officer
Don Cappillino, DCLDC Counsel
Jasmin Haylett, DCEDC Office Administrator
Maryann Kepple, Health Quest Systems, Inc.
John Pecchia, Marist College

On Friday, July 12, 2013 the Dutchess County Local Development Corporation [DCLDC] Board of Directors Meeting was called to order at 8:00 a.m. by Vice Chairman Teter. Present were: Angela Flesland, Phyllis DiStasi Keenan, Henry Killian, George Stoffers, and David Teter. Absent were: Charles Daniels III and Tim Dean.

APPROVAL OF MINUTES

Vice Chairman Teter asked if there were any comments, questions, additions, or deletions to the May 14, 2013 Minutes of the Dutchess County Local Development Corporation.

A motion was made by Mr. Stoffers, duly seconded by Mr. Killian to approve the DCLDC Board of Directors Meeting Minutes for May 14, 2013. All voted in favor. Motion carried.

Vice Chairman Teter asked if there were any comments, questions, additions, or deletions to the June 3, 2013 Minutes of the Dutchess County Local Development Corporation.

A motion was made by Mr. Stoffers, duly seconded by Mr. Killian to approve the DCLDC Board of Directors Meeting Minutes for June 3, 2013. All voted in favor. Motion carried.

FINANCIAL REPORT

Ms. Heuermann reported on the 6/30/2013 financials:

- ◆ Cash balance was \$728,788.16
- ◆ Total revenue was \$275,021.79; received an administrative fee of \$236,462.50 from Vassar College
- ◆ Total expenditures were \$20,387.02

A motion was made by Ms. Flesland, duly seconded by Ms. Keenan to approve the June 30, 2013 financial report. All voted in favor. Motion carried.

CONSIDERATION AND APPROVAL OF RESOLUTION(S)

1. For Consideration and Approval of a Preliminary Resolution Authorizing the Issuance of its Tax-Exempt Revenue Bonds for the Health Quest Systems, Inc. Series 2013A Project in an amount presently estimated to be \$56,000,000.00 but not to exceed \$60,000,000.00

Mr. Cappillino told the board that Health Quest Systems, Inc. is submitting an application for both tax exempt and taxable financing for an addition to Northern Dutchess Hospital and for refinancing of 1 Columbia.

Maryann Kepple gave a brief overview of the history and plans for the hospital. Northern Dutchess Hospital has 40 med-surge beds in the building that was built in 1929 that presently does not meet the needs of today's patients. They would like to construct a four-story building that would be attached to the existing hospital. This is phase 2 of the master facility plan which was started in 2005. The med-surge unit will be relocated into a new space on the second floor; the third floor will create space for six new surgical suites, and the bottom floor will be used for medical office space. This project is expected to create 16 additional jobs for the hospital. They received contingent approval from the Department of Health with two minor contingencies and are working with the village planning board in Rhinebeck to move this project along. The second project is for permanent long-term refinancing of the 1 Columbia building that was purchase in December.

Mr. Cappillino mentioned that this is bond is approximately \$56,000,000 and up to \$60,000,000 in order to allow for any additional costs. The split between tax exempt and taxable depends on what the counsel determines can and cannot be tax exempt. The medical office building would not be tax exempt.

A motion was made by Ms. Flesland, duly seconded by Ms. Keenan to approve the Preliminary Resolution Authorizing the Issuance of its Tax-Exempt Revenue Bonds for the Health Quest Systems, Inc. Series 2013A Project in an amount presently estimated to be \$56,000,000.00 but not to exceed \$60,000,000.00. All voted in favor. Motion carried.

2. For Consideration and Approval of a Preliminary Resolution Authorizing the Issuance of its Tax-Exempt Refunding Bonds for the Marist College Series 2013B Project in an amount presently estimated to be \$33,045,000.00 but not to exceed \$40,000,000.00

Mr. Cappillino told the board that this is a refinancing of IDA debt that Marist wants to undertake. The approximate amount of the bond is \$33,045,000 not to exceed to \$40,000,000.

John Pecchia told the board that this debt deals with three separate IDA issues that were under a letter of credit. They decided to combine the three issues into one and make a direct purchase to the bank in order to eliminate any market risks that are involved with a letter of credit. The letter of credit expires in September.

A motion was made by Mr. Stoffers, duly seconded by Mr. Killian to approve the Preliminary Resolution Authorizing the Issuance of its Tax-Exempt Refunding Bonds for the Marist College Series 2013B Project in an amount presently estimated to be \$33,045,000.00 but not to exceed \$40,000,000.00. All voted in favor. Motion carried.

NEW BUSINESS

Ms. Maloney reported that she received two applications that she in the process of reviewing, one from Neptune Commerce Center and the other from Millbrook School.

ADJOURNMENT

There being no further business, Vice Chairman Tetor made a motion to adjourn, duly seconded by Ms. Flesland. All voted in favor. Motion carried. Meeting adjourned at 8:23 a.m.

Respectfully submitted,

Phyllis DiStasi Keenan, Secretary

Date

Meeting	<u>7-12-13</u>
Approved	<u>9-18-13</u>
Certified	<u>9-18-13</u>