

A meeting of the Economic Development Corporation was held on Tuesday, September 22, 1992 in the Conference Room C at City Hall. The meeting was called to order by Chairman Ronald H. Mansell at 7:00 P.M.

PRESENT: Ronald H. Mansell, Chairman

Kenneth L. Courtney  
Robert S. Gigliotti  
Laurence G. Keisling  
Michael Parker  
Ernest Reschke  
Nelson Ritner (Arr. 7:10 p.m.)  
Douglas J. Schroeder

ABSENT: Charles Salgat

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#### MINUTES

Resolution #92-1  
Moved by Gigliotti  
Supported by Keisling

RESOLVED, That the Minutes of the meeting of June 26, 1990 be approved.

Yeas: Courtney, Gigliotti, Keisling, Mansell, Parker, Reschke,  
Schroeder  
Absent: Ritner, Salgat

#### APPROVAL OF PROJECT PLAN AMENDMENT FOR DRURY INN-TROY PROJECT

Resolution #92-2  
Moved by Ritner  
Supported by Gigliotti

WHEREAS, There exists in the City of Troy, County of Oakland, Michigan (the "City") the need for certain programs to alleviate and prevent conditions of unemployment, to revitalize the City's economy, to assist industrial and commercial enterprises, and to encourage the location, expansion or retention of industrial and commercial enterprises, to provide needed services and facilities to the City and its residents and to retain employment opportunities in the City; and

WHEREAS, a program to alleviate the aforesaid conditions has been initiated by the Corporation; and

WHEREAS, in 1982 the Corporation and the City Council of the City in conformity with Act No. 338, Public Acts of Michigan, 1974, as amended ("Act 338"), and the Internal Revenue Code of 1954, as amended (the "Code"), approved a project plan (the "Project Plan"), providing all information and requirements necessary for a project to be undertaken for the benefit of Drury Inn-Troy (the "Project"), including the issuance of revenue bonds by the Corporation;

WHEREAS, pursuant to Act 338 and the Project Plan the Corporation issued its \$6,200,000 Economic Development Revenue Bonds (Drury Inn-Troy Project) Series A, dated December 1, 1982 (the "Bonds"); and

WHEREAS, Drury Inn-Troy has requested that the Issuer issue refunding bonds to pay the outstanding principal amount of and interest on the Bonds; and

WHEREAS, The Corporation has prepared an amendment to the Project Plan attached hereto as Exhibit A (the "Attachment") to include the issuance of refunding bonds to refund the Bonds; and

NOW, THEREFORE, BE IT RESOLVED:

1. The Amendment, as attached hereto as Exhibit A and made a part hereof, meet the requirements set forth in Section 8(4) of Act No. 338, and are hereby adopted and approved.
2. The proposed methods of financing the Project as outlined in the Project Plan, as amended, are feasible and this Corporation has the ability to arrange, or cause to be arranged, the financing.
3. Based upon the information submitted and obtained, the Project Plan, as amended, and the Project to which it relates served to alleviate and prevent conditions of unemployment and strengthen and revitalize the city's economy and, therefore, constitutes a vital and necessary public purpose.
4. The Secretary of this Board be and is hereby authorized to convey this resolution and the Amendment to the legislative body of the City for their review.
5. All resolutions and parts of resolutions insofar as they conflict with the provisions of this resolution be and the same hereby are rescinded.

Yeas: Courtney, Gigliotti, Keisling, Mansell, Parker, Reschke, Ritner,  
Schroeder

Absent: Salgat

#### Next MEETING

The next meeting was scheduled for Tuesday, October 13, 1992 in Conference Room C at City Hall.

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The meeting was adjourned at 7:15 p.m.

## AMENDMENT TO PROJECT PLAN

Exhibit C to the Project Plan for the Drury Inn-Troy Project shall be deleted in its entirety and replaced with the following:

### EXHIBIT ~~A~~

1. Issuer: The Economic Development Corporation of the City of Troy.
2. Applicant (for the benefit of whom/which the bonds are issued): Drury Inn-Troy
3. Total principal amount of the bonds to be issued with respect to the Project: Not to exceed \$15,000,000.  
Estimated principal amount of each series of bonds (if more than one series expected to be issued):  
  
First Series: \$6,200,000.  
Second Series: \$6,200,000.  
Third Series: \$\_\_\_\_\_.  
  
4. Interest rate(s): (choose one)
  - a. 9.75% per annum for the First Series.  
The Second Series will be at a fixed rate.
  - b. \_\_\_\_\_% of the prime rate of \_\_\_\_\_, adjusted \_\_\_\_\_.
  - c. to be established at time of sale of the bonds; estimated to be between \_\_\_\_\_% and \_\_\_\_\_%.
  - d. [other] The rate will be reset daily based on 65% of the Prime Rate of Morgan Guaranty Trust Company.
5. Maturity schedule:  
  
The First Series of bonds will consist of a term bond which will mature on December 1, 2012.  
  
The Second Series of bonds will consist of serial bonds which will mature on October 1st in the years 1993 through 2000 and a term bond which will mature on October 1, 2012.
6. Purchase price of both series of bonds (expressed as percentage of principal of amount of the bonds): 100%.

7. Purchaser(s) or Underwriter:

First Series: Stifel, Nicolaus & Company, Incorporated  
Second Series; A.G. Edwards & Sons, Inc.

8. Method of Sale: (choose one)

- a. private placement \_\_\_\_\_.
- b. public offering both Series.

9. Additional security: [describe here any guaranty or letter of credit arrangement]

The First Series of Bonds will be secured by a first mortgage on the Project and guarantee by Lincoln National Corporation.

The Second Series of Bonds will be secured by a guarantee by Lincoln National Corporation.

10. Additional bonds in an amount not to exceed \$-0- may also be issued to finance additional costs of the Project (but only with respect to the Project described in this Project Plan) or the costs of improvements to the Project (but only to the extent that such improvements do not materially alter the scope and character of the facilities that constitute the Project or of which the Project is a part).