

City of Litchfield

TIFA Special Meeting Minutes

July 29, 2019

Call to order

Chairman Ed Smith called to order the special meeting of the Litchfield TIFA at 6:00 p.m. on July 29, 2019 in Litchfield City Hall.

Chairman Smith conducted a roll call. The following persons were present: Bill Nobles, Ed Smith, O.R. Smith, Don Failing, Brendan Sanger, and Matt Wolfinger

Absent: Mike Warren

Others Present: Mike Flint, Ron Taylor, Billie Taylor, and Doug Terry, TIFA Administrator

- I. NexSolutions Mortgage Discussion: Mike Flint explained the process of the wind-down at NexSolutions that was mandated by Comerica Bank. Mike stated that in early July, Comerica Bank ordered the wind-down and liquidation of NexSolutions. He stated that DWH of Grand Rapids would be overseeing the liquidation process. However, Mike stated that he found a purchaser of the property and some of the equipment. Mike Flint then introduced Mr. Ron Taylor of Precision Prototype a fabricator company of Eaton Rapids. Mr. Taylor said he was introduced to NexSolutions by a customer who needed parts immediately that NexSolutions manufactured. Upon learning of the situation he decided to talk to both Mr. Flint and Mr. Grossman. Mr. Taylor explained that it was his plan to buy the building and some equipment. In order to make the transaction possible, he would need a release of lien from TIFA on the mortgage with Comerica. As part of the acquirement of the NexSolutions property, Mr. Taylor would pay TIFA \$20,000 as a reimbursement for release of lien and also pay TIFA for the four fork-lift trucks on site at NexSolutions. Mr. Taylor explained his approach in developing the Litchfield

campus. He felt that retaining some of the current staff was an excellent way of resuming production that serve customers for Precision Prototype. After some brief discussion a motion was made by O.R. Smith and seconded by Bill Nobles to release the second position in mortgage for the NexSolutions property so that Precision Prototype Inc. could proceed with the sale of the NexSolutions pending Comerica's approval. Motion passed unanimously. Discussion then ensued concerning the fork-lift purchase. A motion was made by O.R. Smith and seconded by Matt Wolfinger to sell Precision Prototype Inc. two (2) fork-lifts for \$12,000. Motion passed unanimously.

Adjournment: A motion was made by O.R. Smith and seconded by Matt Wolfinger to adjourn the July 29, 2019 special TIFA meeting at 7:10 p.m. Motion passed unanimously.

Attested: Douglas K. Terry, TIFA Administrator, July 29, 2019