



MINUTES

VIRGINIA SMALL BUSINESS FINANCING AUTHORITY

BOARD OF DIRECTORS MEETING

March 8, 2022, 12:00 P.M.

101 N. 14th Street, 11th Floor Board Room

Richmond, Virginia 23219

By Public Teleconference

(866) 845-1266, 65069804#

- I. Chairman Holeman called the meeting to order 12:02 p.m. and welcomed the Board and guests.
 - A. Board Directors present: Chairman Corey Holeman, Vice Chairman Linh Hoang, and Messrs. Ronald Hobson, Matthew James, Ronnie Johnson, Michael Joyce, Jay Mahone and William Smith
 - B. Board Directors absent: Mses. Manju Ganeriwala and Susana Marino, and Messrs. John Dane, and Sanjay Puri
 - C. VSBA Staff present: Mses. Cheryl Bostick, Todd Boyle, Robin Foster, Bonnie Hite, Anna Mackley, Angela Reese, Linda Tackett and Karen White and Messrs. Donald Jacubec, Howard Pisons, and Terrence Rogers
- II. Others present: Ms. Anne Curtis Saunders (Associate, McGuireWoods) and Messrs. Don Ferguson (Senior Assistant Attorney General), Eric Herbert (President, TFR@Chesapeake), Mark Holmstedt (Managing Director, Piper Sandler & Co.), and Douglas Lamb (Partner, McGuireWoods)
- III. Approval of Minutes

On a motion made by Mr. Smith and seconded by Mr. Hoang, the February 8, 2022 Board of Directors Meeting Minutes were unanimously approved. Voting aye: Messrs. Hoang, Hobson, Holeman, James, Johnson, Joyce, Mahone, and Smith. Voting nay: None
- IV. Tax-Exempt Bond Project

Total Fiber Recovery @ Chesapeake, LLC – Chesapeake VA – Inducement Resolution for \$65,000,000 tax-exempt bond to construct and acquire a recycled pulp facility

Prior to the bond being discussed it was noted that the agenda is erroneous as no public hearing is necessary for this bond inducement resolution.

Ms. Anna Mackley presented a bond inducement resolution, followed by a presentation from Ms. Sanders and Messrs. Herbert, Holmstedt, and Lamb.

Total Fiber Recovery @ Chesapeake, LLC d/b/a Total Fiber Recovery Chesapeake, is requesting an inducement resolution for a \$65,000,000 tax-exempt bond to (i) finance and refinance the cost to develop, acquire, equip, improve and construct a recycled pulp facility designed to pulp post-

consumer mixed waste paper and old corrugated card board into clean recycled pulp for use in the manufacture of recycled paper products; and (ii) finance certain costs of issuance of the bonds.

The facility will be located on approximately two acres at 1447 Precon Drive, Chesapeake, Virginia and is expected to operate 24 hours a day, 360 days a year, resulting in the creation of 35 full-time jobs.

Pursuant to presentations made by Ms. Sanders and Messrs. Herbert, Holmstedt, and Lamb, Chairman Holeman called for the motion to approve the inducement resolution. Mr. Johnson motioned for approval which was seconded by Mr. Joyce and approved unanimously by the Board. Voting aye: Messrs. Hoang, Hobson, Holeman, James, Johnson, Joyce, Mahone, and Smith. Voting nay: None

V. Board Review and Ratification

Ms. Anna Mackley presented one (1) Child Care Financing Program approval, one (1) Microloan Program Approval by management for ratification.

Chairman Holeman called for the motion to ratify the loans approved by management. Mr. Smith motioned for ratification which was seconded by Mr. Hobson and ratified unanimously by the Board. Voting aye: Messrs. Hoang, Hobson, Holeman, James, Johnson, Joyce, Mahone, and Smith. Voting nay: None

VI. Other Business

A. *SSBCI 2.0 Update* – Ms. Bostick updated the board on SSBCI 2.0, generally discussing the applications received for “sub-grantee” consideration, program criteria, program management software, publicity/outreach, and reporting. Ms. Bostick reported that we will also apply for the “technical support” grant as soon as US Treasury publishes the program guidelines.

B. *Software Updates* – Ms. Hite updated the board on the status of implementing the new general ledger software by AccuFund, and the loan/credit support software platform by CommonGoals TEA, that will replace LaPro.

C. *Executive Director Request* – Mr. Pisons requested time for a discussion about moral obligations at the next scheduled board meeting, presumably in April. Mr. Holeman asked the board to submit questions, suggestions or comments regarding this topic, if any, to Mr. Pisons prior to the meeting so that everything may be addressed.

D. Mr. Holeman requested management provide update reports for the \$395 million Rebuild! VA Grant Fund and \$230 million SSBCI 2.0 program.

VII. Having no further business the meeting was adjourned at 1:32 pm.