

It was moved by Ms. Reindl-Johnson and seconded by Mr. Bolton that the following resolution be adopted:

RESOLUTION NO. 2016-07

A RESOLUTION (I) APPROVING AND AUTHORIZING A TRANSACTION CONCERNING THE ACQUISITION, CONSTRUCTION, AND IMPROVEMENT OF REAL AND PERSONAL PROPERTY FOR A MANUFACTURING AND WAREHOUSE FACILITY CONSTITUTING A "PORT AUTHORITY FACILITY"; (II) APPROVING THE EXECUTION AND DELIVERY OF A GROUND LEASE, A PROJECT LEASE, AND ONE OR MORE RECOGNITION AND ATTORNMENT AGREEMENTS AND ACKNOWLEDGMENTS OF MORTGAGE IN CONNECTION WITH THE TRANSACTIONS; AND (III) APPROVING THE PROVISION OF OHIO SALES AND USE TAX EXEMPTION CERTIFICATES FOR THE PURCHASE OF BUILDING AND CONSTRUCTION MATERIALS INCORPORATED INTO THE MANUFACTURING AND WAREHOUSE FACILITY.

WHEREAS, the Warren County Port Authority (the "Authority"), by virtue of the laws of the State of Ohio, particularly Ohio Revised Code Sections 4582.21 through 4582.59 (the "Act") and the authorities therein mentioned, is authorized (i) to acquire a leasehold interest in certain real property located in the City of Lebanon, Ohio at 1093 Mane Way (the "Project Site") by operation of a Ground Lease (the "Ground Lease") between Mane, Inc. (collectively, with its affiliates, subsidiaries, and related entities, the "Developer"), as ground lessor, and the Authority, as ground lessee; (ii) to acquire title to a structure and other site improvements to be located on the Project Site consisting primarily of an approximately seventy-five thousand (75,000) square foot manufacturing and warehouse facility together with necessary appurtenances thereto (collectively, the "Project") and to lease the Project and the Project Site to the Developer by operation of a Project Lease (the "Project Lease") between the Authority, as lessor, and the Developer, as lessee; and (iii) to provide one or more Recognition and Attornment Agreements and Acknowledgments of Mortgage (collectively, the "Recognition Agreement") or other covenants with respect to the mortgage on Project Site and the Project between the Authority and the lender providing financing for the Project, if any (collectively, items (i) through (iii) above are referred to herein as the "Proposed Transaction"); and

WHEREAS, attached to this Resolution as Exhibit A is a draft of the Ground Lease; and

WHEREAS, attached to this Resolution as Exhibit B is a draft of the Project Lease; and

WHEREAS, the Developer, who is under contract to own the Project Site, has begun soliciting contracts for construction of the Project and has requested that the Authority provide certificates evidencing the exemption from State of Ohio sales and use taxes of purchases of building and construction materials for incorporation into the Project, and the Authority is willing to provide such certificates upon acquisition by the Authority of a leasehold interest in

the Project Site, an agreement by the Developer to convey ownership of the Project upon its completion, and other necessary agreements by the Developer; and

WHEREAS, the Project is expected (i) to create jobs and employment opportunities and thereby to enhance the economic welfare of the people of Warren County and the Authority and (ii) to enhance, foster, aid, provide, or promote economic development within Warren County.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Warren County Port Authority that:

Section 1. This Board does hereby find and determine, based upon the representations of the Developer, that:

(a) The Project is a "port authority facility" within the meaning of that term as defined in Ohio Revised Code Section 4582.21; and

(b) The Project is consistent with the purposes of both (i) Ohio Constitution, Article VIII, Section 13, to create or preserve jobs and employment opportunities and to improve the economic welfare of the people of the State of Ohio, and (ii) Ohio Revised Code Section 4582.21(B)(1), to enhance, foster, aid, provide, or promote economic development within Warren County.

Section 2. This Board hereby approves the participation of the Authority in the Proposed Transaction, substantially on the terms set forth in the Ground Lease and Project Lease currently on file with the Board.

Section 3. This Board hereby approves the Ground Lease, substantially in the form currently on file with the Board, with such changes as shall not be materially adverse to the Authority and as may be approved by the officer or officers of the Authority executing the same. The Chairperson of the Authority, the Executive Director of the Authority, or the Fiscal Officer of the Authority, or any of them, are hereby authorized and directed to execute and deliver, for and in the name and on behalf of the Authority the Ground Lease, with such changes thereto as shall not be materially adverse to the Authority. The execution of the Ground Lease by a duly authorized officer or officers of the Authority shall evidence conclusively that any such changes are not materially adverse to the Authority and that any conditions to its execution and delivery have been satisfied.

Section 4. This Board hereby approves the Project Lease, substantially in the form currently on file with the Board, with such changes as shall not be materially adverse to the Authority and as may be approved by the officer or officers of the Authority executing the same. The Chairperson of the Authority, the Executive Director of the Authority, or the Fiscal Officer of the Authority, or any of them, are hereby authorized and directed to execute and deliver, for and in the name and on behalf of the Authority the Project Lease, with such changes thereto as shall not be materially adverse to the Authority. The execution of the Project Lease by a duly authorized officer or officers of the Authority shall evidence conclusively that any such changes

are not materially adverse to the Authority and that any conditions to its execution and delivery have been satisfied.

Section 5. This Board hereby approves the negotiation, execution, and delivery of a Recognition Agreement, with such terms as shall not be materially adverse to the Authority, and in such form, as may be approved by the officer or officers of the Authority executing the same. The Chairperson of the Authority, the Executive Director of the Authority, or the Fiscal Officer of the Authority, or any of them, are hereby authorized and directed to execute and deliver, for and in the name and on behalf of the Authority the Recognition Agreement with such terms as shall not be materially adverse to the Authority. The execution of the Recognition Agreement by a duly authorized officer or officers of the Authority shall evidence conclusively that any such changes are not materially adverse to the Authority and that any conditions to its execution and delivery have been satisfied.

Section 6. The Chairperson of the Authority, the Executive Director of the Authority, or the Fiscal Officer of the Authority, or any of them, are each authorized and directed to take such further actions and execute any certifications, financing statements, assignments, agreements, instruments, and other documents that are necessary or appropriate to consummate the Proposed Transaction in accordance with this Resolution. The Authority shall, at any and all times, cause to be done all such further acts and things and cause to be executed and delivered all such further instruments as may be necessary or appropriate to consummate the Proposed Transaction in accordance with this Resolution or as may be required by the Act and shall comply with all requirements of law applicable to the Proposed Transaction.

Section 7. This Board hereby authorizes the Chairperson of the Authority, the Executive Director of the Authority, or the Fiscal Officer of the Authority, or any of them, upon the execution of the Ground Lease, the Project Lease, and the Recognition Agreement by the parties thereto, to provide the Developer or its nominees with appropriate certificates ("Exemption Certificates") to support the claim of an exemption from Ohio sales and uses taxes that might otherwise apply with respect to the purchase of building and construction materials incorporated into structures or improvements to real property, within the meaning of Ohio Revised Code Section 5739.02(B)(13), that constitute Project improvements.

Section 8. This Board further hereby authorizes the Executive Director to issue such additional Exemption Certificates for additional real property improvements located at the Project Site in addition to the improvements authorized as part of the Proposed Transaction but consistent with the economic development and job creation purposes and provisions of this Resolution (the "Additional Projects"); provided, however, that no such Exemption Certificates shall be issued unless and until (i) the Executive Director shall have received such project information as he may determine is necessary to conclude that the Additional Projects are consistent with the Act and the purposes and provisions of this Resolution; (ii) the Authority shall have received from the Developer an additional transaction inducement fee with respect to the Additional Projects in an amount equal to 1.0125% of the cost of building and construction materials to be incorporated in the Additional Projects, as certified by the Developer; and (iii) the Developer shall have complied with such other requirements as the Executive Director may

deem necessary to ensure that the Additional Projects are consistent with the purposes and provisions of this Resolution.

Section 9. This Board finds and determines that all formal actions of this Board concerning and relating to the adoption of this Resolution were taken in an open meeting of this Board and that all deliberations of this Board and of any committees that resulted in those formal actions were in meetings open to the public in full compliance with applicable legal requirements.

Section 10. This Resolution shall be in full force and effect upon its adoption.

The foregoing motion having been put to vote, the result of the roll call was as follows:

Voting Aye: **Mr. Bolton, Mr. Gully, Ms. Laine, Ms. Reindl-Johnson, Mr. Sample**

Voting Nay: **None**

The undersigned, Secretary of the Board of Directors of the Warren County Port Authority, does hereby certify that the foregoing is a true and correct copy of a resolution of the Warren County Port Authority, duly adopted June 20, 2016, and appearing upon the official records of that Board.

Adopted: June 20, 2016

Dated: June 20, 2016

Attest: _____



Secretary, Board of Directors
Warren County Port Authority

EXHIBIT A
GROUND LEASE

EXHIBIT B
PROJECT LEASE