

COUNTY COUNCIL OF PRINCE GEORGE'S COUNTY, MARYLAND

2004 Legislative Session

Resolution No. CR-74-2004
 Proposed by The Chairman (by request – County Executive)
 Introduced by Council Members Dernoga and Dean
 Co-Sponsors _____
 Date of Introduction November 1, 2004

RESOLUTION

1 A RESOLUTION concerning

2 Loans to Internosis, Inc. (“Internosis”) from the Maryland Economic Development Assistance
 3 Fund (“MEDAF”) and Prince George’s County, Maryland (the “County”)

4 For the purpose of endorsing a loan not to exceed \$200,000 to Internosis from MEDAF and
 5 authorizing a loan by the County to Internosis not to exceed \$20,000 to acquire a leasehold and
 6 leasehold improvements and equipment in the County.

7 WHEREAS, the Maryland Department of Business and Economic Development has
 8 entered into a conditional letter of commitment with Internosis dated June 8, 2004, copy attached
 9 as Exhibit “A” and incorporated herein by reference, to provide a loan from MEDAF in an
 10 amount not to exceed \$200,000 (the “MEDAF Loan”); and

11 WHEREAS, the MEDAF Loan is authorized under the Maryland Economic Development
 12 Assistance Authority and Fund statute set forth in Section 5-1401 through 5-1411 of Article 83A
 13 of the Annotated Code of Maryland, as amended (the “Act”); and

14 WHEREAS, the proceeds of the MEDAF Loan will be used to reimburse Internosis for
 15 eligible costs of relocating its present business operations to the County consisting of the
 16 following activities: (1) negotiation and execution of a five-year lease for approximately 16,000
 17 square feet of space in the County; (2) acquisition and installation of leasehold improvements
 18 and equipment and (3) relocation and consolidation of operations from Arlington, Virginia; and

19 WHEREAS, Project costs will total approximately \$800,000 which will be funded by (1)
 20 the MEDAF Loan; (2) a County loan not to exceed \$20,000 (10% of the MEDAF Loan as
 21 required under Section 5-1405(f)(2)(ii) of the Act) from the County’s Incentive Leverage Fund,
 22 managed by the Prince George’s County Economic Development Corporation (the “County

1 Loan”); and (3) approximately \$580,000 from Internosis; and

2 WHEREAS, the term of the MEDAF Loan to Internosis will be for five (5) years at an
3 annual rate of three percent (3%) with payments of principal and accrued interest from the date
4 of disbursement until December 31, 2009, which payments may be deferred or forgiven if
5 Internosis (1) employs at least 250 permanent, full-time employees at the Facility by December
6 31, 2006; (2) retains these employees through December 31, 2009; and (3) maintains its
7 corporate headquarters at the Facility through December 31, 2009; and

8 WHEREAS, under Sections 5-1405(f)(1) and (2)(ii) of the Act, a formal resolution of the
9 governing body of the County is required to endorse the MEDAF Loan, and to authorize the
10 County Loan; and

11 WHEREAS, the County Council and County Executive have determined, based upon the
12 findings and determinations set forth herein, that it is in the best interests of the citizens and
13 residents of the County that the County Council and County Executive endorse the MEDAF
14 Loan and authorize the County Loan, as set forth in the attached Letter of Commitment.

15 NOW, THEREFORE, BE IT RESOLVED by the County Council and the County
16 Executive of Prince George's County, Maryland, that the recitals in the WHEREAS clauses to
17 this resolution are hereby incorporated herein by reference and deemed a substantive part of this
18 resolution.

19 BE IT FURTHER RESOLVED that the loan from the Maryland Economic Development
20 Assistance Fund to Internosis, Inc., in an amount not to exceed \$200,000 as set forth in the
21 attached Letter of Commitment (the “MEDAF Loan”), is hereby endorsed by the County Council
22 and County Executive.

23 BE IT FURTHER RESOLVED that a loan from the County to Internosis, Inc., in an
24 amount not to exceed \$20,000 from the County’s Incentive Leverage Fund, managed by the
25 Prince George’s County Economic Development Corporation, on substantially the same terms
26 and conditions of the MEDAF Loan (the “County Loan”), is hereby approved.

27 BE IT FURTHER RESOLVED that the County Executive and/or other appropriate officials
28 of the County are hereby authorized and empowered to execute on behalf of the County such
29 documents, instruments and certificates as are necessary or appropriate to consummate the
30 MEDAF Loan and the County Loan.

BE IT FURTHER RESOLVED that this resolution shall become effective as of the date of its adoption.

Adopted this 16th day of November, 2004.

COUNTY COUNCIL OF PRINCE
GEORGE'S COUNTY, MARYLAND

BY: _____
Tony Knotts
Chairman

ATTEST:

Redis C. Floyd
Clerk of the Council

APPROVED:

DATE: _____ BY: _____
Jack B. Johnson
County Executive

Exhibit A available in hard copy only