

ST. LAWRENCE COUNTY INDUSTRIAL DEVELOPMENT AGENCY
LOCAL DEVELOPMENT CORPORATION
Resolution No. LDC-22-09-17
September 23, 2022

AUTHORIZING A LOAN OF UP TO \$260,000 TO CANEXSYS NETWORKS, INC.

WHEREAS, the St. Lawrence County Industrial Development Agency Local Development Corporation (the “SLCIDA-LDC”) was formed by the St. Lawrence County Industrial Development Agency to relieve and reduce unemployment, to promote and to provide for additional and maximum employment, to better and maintain job opportunities, to instruct or train individuals to improve or to develop their capabilities for jobs, to carry on scientific research for the purpose of aiding the community of St. Lawrence County, New York by attracting industry to the community and by encouraging the development of, or retention of, an industry in the community, and to lessen the burdens of government and to act in the public interest, thus performing an essential governmental function, and

WHEREAS, the SLCIDA-LDC entered in an Agreement with the St. Lawrence River Valley Redevelopment Agency (the “RVRDA”), and

WHEREAS, pursuant to Section II (1) NYPA Allocation Agreement, “...nothing herein shall cause the (Corporation) to undertake any act or participate in any portion of the Allocation Program unless approved by the (Corporation).”, and

WHEREAS, Canexsys Networks, Inc. has applied to the SLCIDA-LDC for up to \$260,000 in loan financing to acquire machinery and equipment and for working capital as part of its expansion project at 100 Paterson Street, Ogdensburg, New York, and

WHEREAS, on September 21, 2022, the RVRDA adopted Resolution No. RVR-22-09-12, “Authorizing a Loan of up to \$130,000 to Canexsys Networks, Inc.,” a copy of which is attached to this resolution,

NOW, THEREFORE, BE IT RESOLVED by the St. Lawrence County Industrial Development Agency Local Development Corporation as follows:

1. That the Corporation agrees to lend to Canexsys Networks, Inc. a total of \$260,000, \$130,000 of which shall originate from the funds of the St. Lawrence County IDA Local Development Corporation Revolving Loan Fund and the remaining \$130,000 of which shall originate from the funds of the St. Lawrence River Valley Redevelopment Agency, and
2. That the Chairman or CEO, in accordance with Agency Counsel opinion, is authorized to execute any and all documents necessary to effectuate said loan, and

BE IT FURTHER RESOLVED that said loan of up to \$260,000 shall be subject substantially to the following terms and conditions:

1. Principal	Up to \$260,000
2. Interest Rate	One-half of prime rate plus 1, the actual rate to be determined at closing
3. Term	Eighty-Four (84) Month amortization schedule
4. Security	Co-proportional second lien behind existing public liens of \$900,000 on all machinery & equipment, furniture and fixtures of Canexsys Networks Inc.
5. Other	<ul style="list-style-type: none"> • Unlimited Personal Guarantee of William Fry • Cross Corporate Guaranty of Comtest Networks, Inc. and 1942122 Ontario Limited • Evidence of at least \$640,000 in combined funding from the SLCIDA-LDC, the North Country Economic Development Fund, and the Ogdensburg Growth Fund • The company agrees to retain 14 jobs and create at least 10 FTE new jobs over the next three years

Move:	Reagen			
Second:	McMahon			
VOTE	AYE	NAY	ABSTAIN	ABSENT
Blevins	X			
Hall	X			
LaBaff				X
McMahon	X			
Morrill				X
Reagen	X			
Staples	X			

I HEREBY CERTIFY that I have compared this copy of this Resolution with the original record in this office, and that the same is a correct transcript thereof and of the whole of said original record.

/s/

Lori Sibley

September 23, 2022