

**COUNTY COUNCIL OF CECIL COUNTY, MARYLAND  
LEGISLATIVE SESSION 2019-06**

**RESOLUTION NO. 23-2019**

**Title of Resolution:** Approval- Maryland Economic Development Assistance and Authority Fund – Loan for Northrop Grumman Innovation Systems, Inc.

**Synopsis:** A Resolution endorsing a Maryland Economic Development Assistance and Authority Fund Loan pursuant to which the State will contribute \$800,000 and the County will contribute \$80,000 both in the form of conditional loans, and the Borrower will retain existing operations and expand its manufacturing capabilities at 55 Thiokol Road, Elkton, Maryland, including expenditure of approximately \$15 million dollars for construction costs, furniture, fixtures and equipment at the project site, and the hiring of an additional 175 full-time employees by December 31, 2023 for a total employment of 575 permanent full-time employees at the project site.

**Introduced by:** Council President on behalf of the County Executive

**Introduced and order posted on:** March 19, 2019

**Consideration scheduled on:** April 2, 2019

**By:** \_\_\_\_\_  
Council Manager

Notice of time and title of Resolution having been posted by (date) at the County Administrative Building, 200 Chesapeake Blvd, Elkton, and consideration by the County Council of Cecil County, having been scheduled on (date).

**By:** \_\_\_\_\_  
Council Manager

Explanation: CAPITALS INDICATE MATTER ADDED TO EXISTING ORDINANCE.  
~~Strike through~~ indicate matter deleted from existing ordinance.  
Underlining indicates language added by amendment.  
~~Double Strike through~~ indicates language deleted by amendment.

**RESOLUTION NO. 23-2019**  
**Approval – MEDAAF – Loan for Northrop Grumman**

1           **WHEREAS**, the Department of Commerce of the State of Maryland (the “Department”) has  
2 agreed to conditionally loan to Northrop Grumman Innovation Systems, Inc. (the “Borrower”) up to  
3 \$800,000 from the Maryland Economic Development Assistance and Authority Fund (“MEDAAF”) (the  
4 “MEDAAF Loan”); and

5           **WHEREAS**, the MEDAAF Loan proceeds will be loaned to the Borrower to retain existing  
6 operations and expand its manufacturing capabilities at 55 Thiokol Road, Elkton, Maryland (the  
7 “Project”); and

8           **WHEREAS**, the Project plans call for anticipated project costs at project site of approximately  
9 \$15 million dollars for construction costs, furniture, fixtures and equipment at the project site, and the  
10 hiring of an additional 175 full-time employees by December 31, 2023 for a total employment of 575  
11 permanent full-time employees at the project site; and

12           **WHEREAS**, pursuant to the Maryland Economic Development Assistance Fund Sections 5-301  
13 through 5-349 of the Economic Development Article of the Annotated Code of Maryland (the “MEDAAF  
14 Statute”), the County Council of Cecil County, Maryland (the “County”) must endorse the making of the  
15 MEDAAF Loan for the Project; and

16           **WHEREAS**, as required by the MEDAAF Statute, the County will contribute \$80,000 toward the  
17 Project in the form of a conditional loan to the Borrower, which will close and be fully funded by June  
18 1, 2019 under certain terms and conditions to be reduced to writing by and between the County and  
19 the Borrower (the “County Loan”); and

20           **WHEREAS**, the County has determined and expressly finds that it is in the best interest of the  
21 citizens of Cecil County that it endorse the making of the MEDAAF Loan for the Project.

22           **NOW, THEREFORE, BE IT RESOLVED BY THE COUNTY COUNCIL OF CECIL COUNTY, MARYLAND,**  
23 that the County hereby fully endorses the making of the MEDAAF Loan for the Project.

24           **AND, BE IT FURTHER RESOLVED BY THE COUNTY COUNCIL OF CECIL COUNTY, MARYLAND,** the  
25 County Loan of \$80,000 for the Project, upon terms and conditions to be negotiated by the County  
26 Executive, is hereby approved.

27           **AND, BE IT FURTHER RESOLVED** that this Resolution shall be effective upon its adoption in  
28 accordance with applicable law.

29           **AND BE IT FURTHER RESOLVED** that this Resolution shall take effect on the date of its passage  
30 by the County Council of Cecil County, Maryland.

**INTRODUCED:** March 19, 2019

**ADOPTED:** \_\_\_\_\_

\_\_\_\_\_  
President of the Council

ATTEST:

\_\_\_\_\_  
Council Manager