

RESOLUTION 013001

Declaring the intent of the Cuyahoga County

WHEREAS, LTV Steel and its predecessor companies have been a vital part of the economic landscape of Greater Cleveland and the State of Ohio for generations, and the continuing strength and prosperity of our local communities are inextricably tied to the success of the company.

WHEREAS, the company is now in jeopardy of shutting down its operations forever.

AND, WHEREAS, LTV Steel finds that participation by the State of Ohio, Cuyahoga County and City of Cleveland is necessary to its ability to secure a \$250 million loan guarantee from the Federal Steel Loan Guarantee Program, which is essential to its capacity to obtain private financing and enable the company to continue operations.

NOW, THEREFORE, BE IT RESOLVED that the Cuyahoga County Board of County Commissioners shall adopt a subsequent resolution authorizing a loan and/or loan guarantee in an amount not-to-exceed \$5 million pending 1) the preparation of final documents, acceptable to the County Prosecutor, committing the funds to the proposed uses. 2) the receipt, analysis and acceptance of a "due diligence" report ordered by the Youngstown Bankruptcy Court. 3) "rank and file" approval of the currently proposed labor agreement. 4) LTV's written management analysis of how the company will be competitive after restructuring in a form acceptable to the Cuyahoga County Board of County Commissioners. 5) submission of a loan guarantee application by LTV's private lenders to the Federal Steel Loan Guarantee Board. 6) mutual agreements between Cuyahoga County, the City of Cleveland, the State of Ohio and the Federal Steel Loan Guarantee Board as to form and level of funding assistance to be provided to LTV Steel.

BE IT FURTHER RESOLVED that the Clerk of the Board be, and she is, hereby instructed to transmit a copy of this resolution each to Governor, Robert Taft; Mayor Michael R. White; Council President, Michael D. Polensek; United Steelworkers of America; the LTV Corporation; Steven M. Sims, Director, Department of Development and Sandy Turk, Director, Office of Budget & Management.

On Motion of Commissioner Campbell, seconded by Commissioner McCormack, the foregoing resolution was duly adopted.

Ayes: Campbell, McCormack, Dimora.

Nays: None.

Resolution Adopted.

Marjorie J. Pettus,
Clerk of the Board

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