

**RESOLUTION NO. 4991**

**A RESOLUTION COMMITTING FUNDS FROM THE REVOLVING LOAN FUND OF THE CITY OF KEWANEE TO MIDWEST TRAILER MANUFACTURING, AND DECLARING THAT THIS RESOLUTION SHALL BE IN FULL FORCE IMMEDIATELY.**

- WHEREAS,** The City of Kewanee has previously established a revolving loan fund; and
- WHEREAS,** The Loan Committee of the Kewanee Economic Development Corp. (KEDC) met and reviewed the loan application submitted by Midwest Trailer Manufacturing regarding a the start up of their new company, including the purchase of equipment, working capital for inventory and payroll, marketing, and other business expenses, and a 2004 Grove RT 760E serial #223820 crane pledged as security (worth \$170,000 to \$200,000). The Loan Committee forwarded a recommendation to the KEDC Board regarding an amount and terms for a loan to Midwest Trailer Manufacturing; and
- WHEREAS,** The KEDC Board considered the recommendation of the Loan Committee; accepted the terms and amount established by the Loan Committee; and further voted unanimously to recommend such loan be made to Midwest Trailer Manufacturing by the City Council of Kewanee at a meeting held on July 13, 2016; and
- WHEREAS,** The City Council concurs with the recommendations of the Loan Committee, and the unanimous approval of KEDC Board; and,
- WHEREAS,** Midwest Trailer Manufacturing has agreed to the terms of the loan as recommended by the Loan Committee and the KEDC Board; and,
- WHEREAS,** The proposed new loan from the Revolving Loan Fund to Midwest Trailer Manufacturing is in the amount of One Hundred Fifty Thousand Dollars (\$150,000).

**NOW, THEREFORE BE IT RESOLVED, BY THE CITY COUNCIL OF KEWANEE THAT:**

- Section 1** The City Council of the City of Kewanee accepts the recommendation of the Loan Committee and KEDC Board to issue a loan and finds that the loan of said funds is in the best interests of the City of Kewanee and would promote industrial development; protect current levels of employment, and create new job opportunities in the City of Kewanee.
- Section 2** The Mayor, City Attorney, City Manager, and City Clerk are hereby authorized and directed to execute any and all documents necessary to bind the City and to make said loan to Midwest Trailer Manufacturing, as perfected and approved by the City Attorney.
- Section 3** Said loan, is expressly conditioned upon Midwest Trailer Manufacturing complying with:
- A. All terms and conditions of said Revolving Loan Fund program and said Midwest Trailer Manufacturing providing the City with adequate written documentation of compliance with said terms and conditions, including, but not limited to, the specific retention and creation of jobs.

B. Funds loaned shall be used exclusively for the purposes stated in the application filed by Midwest Trailer Manufacturing and as approved by this resolution.

**Section 4** The note documenting said loan shall be for the amount of \$150,000 repayable in sixty (60) monthly installments, with interest at 3.5% percent per annum and shall be secured by:

- A. Title to a 2004 Grove RT760E Crane serial #223820.
- B. Personal guaranty by Macon GC, LLC limited to 55% of the loan at any given time.
- C. Personal guaranty by James A. Hunt limited to 17.5%.
- D. Personal guaranty by Larry L. Garner limited to 17.5%.
- E. Personal guaranty by Russell O. Spencer limited to 10%.

**Section 5** Repayment schedule shall be as shown on the attached table, with 60 monthly payments of \$2,728.76. Late fees shall be 5% of the monthly payment, or \$136.43.

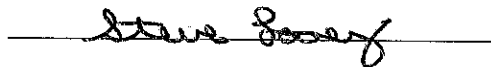
**Section 6** This Resolution shall be in full force and effect immediately upon its passage and approval as provided by law.

Adopted by the Council of the City of Kewanee, Illinois this 25<sup>th</sup> day of July, 2016.

ATTEST:



Melinda Edwards, City Clerk



Steve Looney, Mayor

RECORD OF THE VOTE	Yes	No	Abstain	Absent
Mayor Steve Looney	X			
Council Member Deann Schweitzer	X			
Council Member Andrew Koehler	X			
Council Member Kellie Wallace – McKenna	X			
Council Member Michael Yaklich	X			

Pmt	Principal	Interest	Cum Prin	Cum Int	Prin Bal
1	2,291.26	437.50	2,291.26	437.50	147,708.74
2	2,297.94	430.82	4,589.20	868.32	145,410.80
3	2,304.65	424.11	6,893.85	1,292.43	143,106.15
4	2,311.37	417.39	9,205.22	1,709.82	140,794.78
5	2,318.11	410.65	11,523.33	2,120.47	138,476.67
6	2,324.87	403.89	13,848.20	2,524.36	136,151.80
7	2,331.65	397.11	16,179.85	2,921.47	133,820.15
8	2,338.45	390.31	18,518.30	3,311.78	131,481.70
9	2,345.27	383.49	20,863.57	3,695.27	129,136.43
10	2,352.11	376.65	23,215.68	4,071.92	126,784.32
11	2,358.97	369.79	25,574.65	4,441.71	124,425.35
12	2,365.85	362.91	27,940.50	4,804.62	122,059.50
13	2,372.75	356.01	30,313.25	5,160.63	119,686.75
14	2,379.67	349.09	32,692.92	5,509.72	117,307.08
15	2,386.61	342.15	35,079.53	5,851.87	114,920.47
16	2,393.58	335.18	37,473.11	6,187.05	112,526.89
17	2,400.56	328.20	39,873.67	6,515.25	110,126.33
18	2,407.56	321.20	42,281.23	6,836.45	107,718.77
19	2,414.58	314.18	44,695.81	7,150.63	105,304.19
20	2,421.62	307.14	47,117.43	7,457.77	102,882.57
21	2,428.69	300.07	49,546.12	7,757.84	100,453.88
22	2,435.77	292.99	51,981.89	8,050.83	98,018.11
23	2,442.87	285.89	54,424.76	8,336.72	95,575.24
24	2,450.00	278.76	56,874.76	8,615.48	93,125.24
25	2,457.14	271.62	59,331.90	8,887.10	90,668.10
26	2,464.31	264.45	61,796.21	9,151.55	88,203.79
27	2,471.50	257.26	64,267.71	9,408.81	85,732.29
28	2,478.71	250.05	66,746.42	9,658.86	83,253.58
29	2,485.94	242.82	69,232.36	9,901.68	80,767.64
30	2,493.19	235.57	71,725.55	10,137.25	78,274.45
31	2,500.46	228.30	74,226.01	10,365.55	75,773.99
32	2,507.75	221.01	76,733.76	10,586.56	73,266.24
33	2,515.07	213.69	79,248.83	10,800.25	70,751.17
34	2,522.40	206.36	81,771.23	11,006.61	68,228.77
35	2,529.76	199.00	84,300.99	11,205.61	65,699.01
36	2,537.14	191.62	86,838.13	11,397.23	63,161.87
37	2,544.54	184.22	89,382.67	11,581.45	60,617.33
38	2,551.96	176.80	91,934.63	11,758.25	58,065.37
39	2,559.40	169.36	94,494.03	11,927.61	55,505.97
40	2,566.87	161.89	97,060.90	12,089.50	52,939.10
41	2,574.35	154.41	99,635.25	12,243.91	50,364.75
42	2,581.86	146.90	102,217.11	12,390.81	47,782.89
43	2,589.39	139.37	104,806.50	12,530.18	45,193.50
44	2,596.95	131.81	107,403.45	12,661.99	42,596.55
45	2,604.52	124.24	110,007.97	12,786.23	39,992.03
46	2,612.12	116.64	112,620.09	12,902.87	37,379.91
47	2,619.74	109.02	115,239.83	13,011.89	34,760.17
48	2,627.38	101.38	117,867.21	13,113.27	32,132.79
49	2,635.04	93.72	120,502.25	13,206.99	29,497.75
50	2,642.72	86.04	123,144.97	13,293.03	26,855.03
51	2,650.43	78.33	125,795.40	13,371.36	24,204.60
52	2,658.16	70.60	128,453.56	13,441.96	21,546.44
53	2,665.92	62.84	131,119.48	13,504.80	18,880.52
54	2,673.69	55.07	133,793.17	13,559.87	16,206.83
55	2,681.49	47.27	136,474.66	13,607.14	13,525.34
56	2,689.31	39.45	139,163.97	13,646.59	10,836.03
57	2,697.15	31.61	141,861.12	13,678.20	8,138.88

Page 4

Resolution No. \_\_\_\_\_, July 25, 2016

Revolving Loan to MTM

Pmt	Principal	Interest	Cum Prin	Cum Int	Prin Bal
58	2,705.02	23.74	144,566.14	13,701.94	5,433.86
59	2,712.91	15.85	147,279.05	13,717.79	2,720.95
60	2,720.82	7.94	149,999.87	13,725.73	0.13
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61	*0.13	0.00	150,000.00	13,725.73	0.00

\*The final payment has been adjusted to account for payments having been rounded to the nearest cent.