

## **RESOLUTION NO. 5015**

### **A RESOLUTION COMMITTING FUNDS FROM THE REVOLVING LOAN FUND OF THE CITY OF KEWANEE TO BROKEN CHIMNEY, 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 Broken Chimney regarding a third position mortgage on commercial property located at 319 Main Street in Peoria, IL. The Loan Committee forwarded a recommendation to the KEDC Board regarding an amount and terms for a loan to Broken Chimney; 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 Broken Chimney by the City Council of Kewanee at a meeting held on November 9, 2016; and
- WHEREAS,** The City Council concurs with the recommendations of the Loan Committee, and the unanimous approval of the KEDC Board; and,
- WHEREAS,** Broken Chimney 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 Broken Chimney is in the amount of Sixty-two thousand, five hundred dollars (\$62,500).

### **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 economic 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 Broken Chimney, as perfected and approved by the City Attorney.
- Section 3** Said loan, is expressly conditioned upon Broken Chimney complying with:
- A. All terms and conditions of said Revolving Loan Fund program and said Broken Chimney 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 Broken Chimney and as approved by this resolution.

Section 4 The note documenting said loan shall be for the amount of \$62,500 repayable in sixty (60) monthly installments, with interest at 3.5% per annum and shall be secured by:

- A. Third position mortgage on commercial property located at 319 Main Street, Peoria, IL.
- B. Personal guaranty by Andrew Speck.
- C. Personal guaranty by Rita Speck

Section 5 Repayment schedule shall be as shown on the attached table, with 60 monthly payments of \$1,136.98. Late fees shall be 5% of the monthly payment, or \$56.85.

Section 6 This Resolution shall be in full force and effect upon its passage.

Adopted by the City Council of Kewanee this 14<sup>th</sup> day of November 2016.

ATTEST:

  
Melinda Edwards, City Clerk

  
Steve Looney, Mayor

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



Payment Schedule

| Nbr | Payment    | Principal  | Interest | Ending Principal Balance |
|-----|------------|------------|----------|--------------------------|
|     |            |            |          | \$62,500.00              |
| 1   | \$1,136.98 | \$954.69   | \$182.29 | \$61,545.31              |
| 2   | \$1,136.98 | \$957.47   | \$179.51 | \$60,587.84              |
| 3   | \$1,136.98 | \$960.27   | \$176.71 | \$59,627.57              |
| 4   | \$1,136.98 | \$963.07   | \$173.91 | \$58,664.50              |
| 5   | \$1,136.98 | \$965.88   | \$171.10 | \$57,698.62              |
| 6   | \$1,136.98 | \$968.69   | \$168.29 | \$56,729.93              |
| 7   | \$1,136.98 | \$971.52   | \$165.46 | \$55,758.41              |
| 8   | \$1,136.98 | \$974.35   | \$162.63 | \$54,784.06              |
| 9   | \$1,136.98 | \$977.19   | \$159.79 | \$53,806.87              |
| 10  | \$1,136.98 | \$980.04   | \$156.94 | \$52,826.83              |
| 11  | \$1,136.98 | \$982.90   | \$154.08 | \$51,843.93              |
| 12  | \$1,136.98 | \$985.77   | \$151.21 | \$50,858.16              |
| 13  | \$1,136.98 | \$988.64   | \$148.34 | \$49,869.52              |
| 14  | \$1,136.98 | \$991.53   | \$145.45 | \$48,877.99              |
| 15  | \$1,136.98 | \$994.42   | \$142.56 | \$47,883.57              |
| 16  | \$1,136.98 | \$997.32   | \$139.66 | \$46,886.25              |
| 17  | \$1,136.98 | \$1,000.23 | \$136.75 | \$45,886.02              |
| 18  | \$1,136.98 | \$1,003.15 | \$133.83 | \$44,882.87              |
| 19  | \$1,136.98 | \$1,006.07 | \$130.91 | \$43,876.80              |
| 20  | \$1,136.98 | \$1,009.01 | \$127.97 | \$42,867.79              |
| 21  | \$1,136.98 | \$1,011.95 | \$125.03 | \$41,855.84              |
| 22  | \$1,136.98 | \$1,014.90 | \$122.08 | \$40,840.94              |
| 23  | \$1,136.98 | \$1,017.86 | \$119.12 | \$39,823.08              |
| 24  | \$1,136.98 | \$1,020.83 | \$116.15 | \$38,802.25              |
| 25  | \$1,136.98 | \$1,023.81 | \$113.17 | \$37,778.44              |
| 26  | \$1,136.98 | \$1,026.79 | \$110.19 | \$36,751.65              |
| 27  | \$1,136.98 | \$1,029.79 | \$107.19 | \$35,721.86              |
| 28  | \$1,136.98 | \$1,032.79 | \$104.19 | \$34,689.07              |
| 29  | \$1,136.98 | \$1,035.80 | \$101.18 | \$33,653.27              |
| 30  | \$1,136.98 | \$1,038.82 | \$98.16  | \$32,614.45              |
| 31  | \$1,136.98 | \$1,041.85 | \$95.13  | \$31,572.60              |
| 32  | \$1,136.98 | \$1,044.89 | \$92.09  | \$30,527.71              |
| 33  | \$1,136.98 | \$1,047.94 | \$89.04  | \$29,479.77              |
| 34  | \$1,136.98 | \$1,051.00 | \$85.98  | \$28,428.77              |
| 35  | \$1,136.98 | \$1,054.06 | \$82.92  | \$27,374.71              |
| 36  | \$1,136.98 | \$1,057.14 | \$79.84  | \$26,317.57              |
| 37  | \$1,136.98 | \$1,060.22 | \$76.76  | \$25,257.35              |
| 38  | \$1,136.98 | \$1,063.31 | \$73.67  | \$24,194.04              |
| 39  | \$1,136.98 | \$1,066.41 | \$70.57  | \$23,127.63              |
| 40  | \$1,136.98 | \$1,069.52 | \$67.46  | \$22,058.11              |
| 41  | \$1,136.98 | \$1,072.64 | \$64.34  | \$20,985.47              |
| 42  | \$1,136.98 | \$1,075.77 | \$61.21  | \$19,909.70              |
| 43  | \$1,136.98 | \$1,078.91 | \$58.07  | \$18,830.79              |
| 44  | \$1,136.98 | \$1,082.06 | \$54.92  | \$17,748.73              |
| 45  | \$1,136.98 | \$1,085.21 | \$51.77  | \$16,663.52              |
| 46  | \$1,136.98 | \$1,088.38 | \$48.60  | \$15,575.14              |
| 47  | \$1,136.98 | \$1,091.55 | \$45.43  | \$14,483.59              |
| 48  | \$1,136.98 | \$1,094.74 | \$42.24  | \$13,388.85              |

|    |            |            |         |             |
|----|------------|------------|---------|-------------|
| 49 | \$1,136.98 | \$1,097.93 | \$39.05 | \$12,290.92 |
| 50 | \$1,136.98 | \$1,101.13 | \$35.85 | \$11,189.79 |
| 51 | \$1,136.98 | \$1,104.34 | \$32.64 | \$10,085.45 |
| 52 | \$1,136.98 | \$1,107.56 | \$29.42 | \$8,977.89  |
| 53 | \$1,136.98 | \$1,110.79 | \$26.19 | \$7,867.10  |
| 54 | \$1,136.98 | \$1,114.03 | \$22.95 | \$6,753.07  |
| 55 | \$1,136.98 | \$1,117.28 | \$19.70 | \$5,635.79  |
| 56 | \$1,136.98 | \$1,120.54 | \$16.44 | \$4,515.25  |
| 57 | \$1,136.98 | \$1,123.81 | \$13.17 | \$3,391.44  |
| 58 | \$1,136.98 | \$1,127.09 | \$9.89  | \$2,264.35  |
| 59 | \$1,136.98 | \$1,130.38 | \$6.60  | \$1,133.97  |
| 60 | \$1,137.28 | \$1,133.97 | \$3.31  | \$0.00      |