

VILLAGE OF BRADLEY

RESOLUTION NO. R-6-15-2

**A RESOLUTION AUTHORIZING A MORTGAGE SUBORDINATION
AGREEMENT BETWEEN THE VILLAGE OF BRADLEY, COMMERCE
STATE BANK, AND BRADLEY HOTEL CORPORATION**

ADOPTED BY THE
BOARD OF TRUSTEES
VILLAGE OF BRADLEY

This 22 day of JUNE, 2015

Published in pamphlet form by authority of the Board of Trustees of the Village of
Bradley, Kankakee County, Illinois, this 22 day of JUNE,
2015.

CERTIFICATE:

Michael J. LaGesce
Michael J. LaGesce, Village Clerk

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A RESOLUTION AUTHORIZING A MORTGAGE SUBORDINATION AGREEMENT BETWEEN THE VILLAGE OF BRADLEY, COMMERCE STATE BANK, AND BRADLEY HOTEL CORPORATION

WHEREAS, the Village of Bradley ("Village") previously extended a note ("Note") to Bradley Hotel Corporation ("Hotel") in the amount of \$431,978.11 as part of the Village's revolving loan fund. Said note was recorded with the Kankakee County Recorder of Deeds as document no. 200509523; and

WHEREAS, the Hotel wishes to secure financing in the amount of \$3,060,000.00 from Commerce State Bank ("Bank") for purposes of remodeling and new construction upon the premises against which the Note is recorded, to wit the Quality Inn on IL State Route 50 in Bradley, Illinois. However, the subordination agreement *does* contain a provision that allows the Hotel to potentially expend loan funds "for purposes other than improvement of the land"; and

WHEREAS, the Bank and Hotel are requesting that, as a condition of the Hotel securing the aforesaid financing, the Village agree to subordinate its Note, thus making Commerce State Bank's loan superior to the Village's Note. A copy of the Hotel's proposed Subordination Agreement is attached hereto as *Exh. A*.

NOW THEREFORE, BE IT RESOLVED by the President and Board of Trustees of the Village of Bradley, as follows:


Section 1. **Approval of Authority to Execute the Subordination Agreement.** The President and Board of Trustees of the Village of Bradley approve the subordination agreement and agree to subordinate the Village's Note to Commerce State Bank's loan. The Village President and Village Clerk are hereby authorized to execute any and all documents as may be necessary to effect said Agreement.

Section 2. **Effective Date.** This Resolution shall be in full force and effect upon its passage and approval.

TRUSTEES:

Jerry Balthazor:	AYE - <u> </u>	NAY - <u> </u>	ABSENT - <u> ✓ </u>
Robert Redmond:	AYE - <u> ✓ </u>	NAY - <u> </u>	ABSENT - <u> </u>
Lori Gadbois:	AYE - <u> </u>	NAY - <u> </u>	ABSENT - <u> </u> ABSTAIN <u> ✓ </u>
Eric Cyr:	AYE - <u> ✓ </u>	NAY - <u> </u>	ABSENT - <u> </u>
Melissa Carrico:	AYE - <u> ✓ </u>	NAY - <u> </u>	ABSENT - <u> </u>
Michael Watson:	AYE - <u> ✓ </u>	NAY - <u> </u>	ABSENT - <u> </u>
Bruce Adams:	AYE - <u> </u>	NAY - <u> </u>	ABSENT - <u> </u>
TOTALS:	AYE - <u> 4 </u>	NAY - <u> </u>	ABSENT - <u> 1 </u> ABSTAIN <u> 1 </u>

NOT APPROVED / APPROVED this 22 day of JUNE, 2015


Bruce Adams, President of the Board of
Trustees of the Village of Bradley

ATTEST:


Michael J. Lagesse, Village Clerk