

To complete the loan process with Southern Michigan Bank and Trust for our Coldwater Branch Elevator Modernization Project, the bank requires a roll-call resolution giving Erica Ewers and Marilyn Johnson authorization to execute the loan documents and to allow Southern to share details of the loan transactions with the BDL Bookkeeper and our accountants. The proposed resolution follows this report. The resolution references a commitment letter dated July 29, 2015. This is the same commitment letter dated June 29, 2015 that the Board approved last month. It was reissued to be addressed to me following Evette Atkin's departure. This document also follows this report.

We would also request a motion by the Board for our internal use specifically detailing that loan funds should be deposited into the Coldwater Capital Fund and that bills related to the Elevator modernization be paid from this same fund. A roll-call vote is not required for this motion.

Submitted by John Rucker



www.BranchDistrictLibrary.org

COLDWATER BRANCH
(Main Library)
10 E. Chicago St.
Coldwater MI 49036
(517) 278-2341
Fax (517) 279-7134

ALGANSEE BRANCH
580-B S. Ray-Quincy Rd.
Quincy MI 49082
(517) 639-9830

BRONSON BRANCH
207 N. Matteson St.
Bronson MI 49028
(517) 369-3785

QUINCY BRANCH
11 N. Main St.
Quincy MI 49082
(517) 639-4001

SHERWOOD BRANCH
118 Sherman St.
Sherwood MI 49089
(517) 741-7976

LUCILLE E. DEARTH
UNION TWP. BRANCH
195 N. Broadway St.
Union City MI 49094
(517) 741-5061

RESOLUTION OF THE BRANCH DISTRICT LIBRARY

On this day of August 17, 2015, the Branch District Library (BDL) hereby resolves to accept the loan proposal, dated July 29, 2015, from Southern Michigan Bank and Trust for \$80,000. Branch District Library authorizes and designates BDL Board Secretary, Marilyn Johnson, and BDL Board President, Erica Ewers, as Trustees to execute all documents necessary to effectuate and obligate Branch District Library for the sum of the loan.

The Branch District Library further authorizes Southern Michigan Bank and Trust to honor requests for information regarding the loan and specifically to disclose all such information about this loan to Darlene Curtis, BDL bookkeeper, and to Taylor, Plant, and Watkins, P.C., accountants for BDL, so long as sums remain due from BDL throughout the term of the loan.

Roll call vote:

Daniel Gordon: _____
Benjamin Jewell: _____
Marilyn Johnson: _____
Susan Smith: _____
Lewis Uhrig: _____
Martha Watson: _____
Erica Ewers: _____

The above resolution was adopted by the Branch District Library Board of Trustees at its regularly scheduled monthly meeting on August 17, 2015.

Marilyn Johnson, Secretary Branch District Library Board of Trustees



51 West Pearl Street • P.O. Box 309 • Coldwater, Michigan • 49036

July 30, 2015

John Rucker
Acting Director
Branch District Library
10 East Chicago Street
Coldwater, MI 49036

Dear Evette:

I am pleased to confirm Southern Michigan Bank & Trust's willingness to offer the following credit facility to the Branch District Library:

Borrower: Branch District Library

Amount: \$80,000

Purpose: To refurbish the elevator.

Interest Rate: 1.39% Fixed

Fee: \$200

Repayment: The loan would be written on a five year/fully amortizing loan calling for quarterly payments of approximately \$4,148. This payment includes principal and interest.

Collateral: Unsecured

Other Terms

- & Conditions:
1. The project would be completed by November 30, 2015.
 2. Board minutes would be received authorizing this loan transaction with the bank and also indicating who will be authorized to execute the loan documents.
 3. There will be no prepayment penalty.

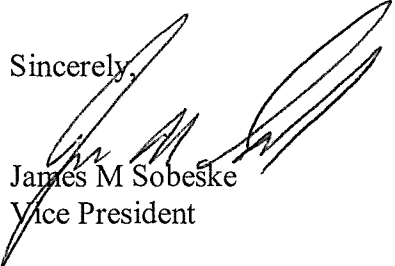
Servicing

Requirements: Continuation of this facility is contingent upon the ongoing satisfaction of the financial affairs of the borrower, to monitor this situation we request the timely submission of the year end audited financial statements.

We appreciate the opportunity to again partner with the Branch District Library and appreciate the services you provide for all of the citizens of Branch County. Do not hesitate to contact me with any questions or concerns that you might have regarding this proposal.

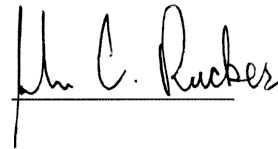
If this is acceptable, please sign this letter and return it to me no later than July 31, 2015, at which time this commitment expires.

Sincerely,


James M Sobeske
Vice President

Branch District Library

Accepted:



Date:

July 30, 2015