

OFFICE OF THE MAYOR
CITY HALL

ROLLAND W. LEWIS



CITY OF MT. VERNON
CITY HALL
MT. VERNON, ILLINOIS 62864

618/242-5000

April 25, 1986

Mr. Israel Rothman
Concept Development Association
4707 Theater Drive
Evansville, Indiana 47715

Dear Mr. Rothman:

The City of Mt. Vernon, Illinois is prepared to offer IXL Aircraft Corporation certain incentives involving the use of CDAP funds that are currently being repaid to the City of Mt. Vernon from loans made to other local projects. This proposal is conditioned upon the creation of thirty five full time jobs, and on the approval of the Department of Commerce and Community Affairs and other State and Federal agencies as required.

We are prepared to offer IXL Aircraft Corporation between \$1,500.00 and \$2,000.00 per month for an eighteen month period to cover lease payments for a building to be built for IXL Aircraft Corporation by the Mt. Vernon Airport Authority. The lease payments would be made by the City of Mt. Vernon directly to the Mt. Vernon Airport Authority. At the end of the eighteen month period (18 payments), IXL Aircraft Corporation would pay interest only at the rate of 4.0% per annum on the principal amount dispersed. At that time, the City of Mt. Vernon would amortize the principal sum at an agreed to rate of interest (not to exceed 7.0%) over one five year period with monthly payments in the amount necessary to liquidate all outstanding debt.

The loan would be collateralized by the personal guarantees of the parties involved, along with a second to the first mortgage to the Mt. Vernon Airport Authority on all furniture, fixtures and inventory owned by the IXL Aircraft Corporation.