

## Term Sheet for Cooperation Agreement

### Tax Incremental District No. 53 (Menomonee Valley Business Park)

**Project:** The project is set forth in the Project Plan for Tax Incremental District No. 53 (Menomonee Valley Business Park)

**Parties:** City of Milwaukee (“City”); and, Redevelopment Authority of the City Milwaukee (“RACM”).

**Project Implementation:** RACM shall implement the Project Plan as agent for the City.

**Project Borrowing:** RACM to issue up to \$16,000,000 of Redevelopment Authority variable rate revenue bonds (“Bonds”), plus amounts necessary for capitalized interest, insurance premium, debt service reserve and issuance costs, to finance the project costs as set forth in the Project Plan. As interim financing, for a period of not more than two years, RACM may borrow up to \$10 million, pursuant to the Section 108 Loan Program, of the Community Development Block Grant Program (“108 Loan”).

#### Tax Increment

**Revenue:** As long as the Bonds and/or the 108 Loan shall remain outstanding, City shall assign to RACM, or the bond trustee or paying agent for the obligations, all incremental revenue generated by the District for the purpose of making debt service payments on the obligations.

#### Moral

**Obligation:** City shall provide its moral obligation to appropriate sufficient funds to make payments, when due, on the Bonds should the tax increment revenue be insufficient to meet annual debt service thereon.