



July 30, 2014

Daniel Grego, Ph.D.
Trans Center for Youth, Inc.
1749 N. 16th Street
Milwaukee, WI 53205

Dear Dr. Grego;

This letter serves as confirmation that Trans Center for Youth, Inc. has been approved by Securant Bank & Trust for a Line of Credit of \$250,000. All documentation for the loan will be provided by Securant Bank & Trust (Securant) and in a form acceptable to Securant and its counsel.

This commitment for financing is confidential and the information contained therein should not be shared with other financial institutions.

Terms and Conditions:

- Borrower:*** Trans Center for Youth, Inc.
- Amount and Nature of Loan:*** \$250,000 operating line of credit.
- Purpose:*** Line of Credit for Trans Center for Youth, Inc. to be used in the operation of its 5 existing schools and any additional schools opened.
- Maturity:*** One year from date of closing.
- Payment of Loan/Interest:*** The interest rate will be the Securant Bank and Trust Reference Rate (currently 4.00%), floating, plus 0.50%, with a floor interest rate of 4.75%. Interest on the outstanding balance will be due and payable monthly during the term of the note.
- Fees and Expenses:*** \$250 loan origination fee. In addition, you agree to pay all out-of-pocket expenses incurred by Securant to complete the transaction, whether or not this transaction is consummated. All expenses incurred prior to closing will be payable at the closing; any additional expenses thereafter are payable upon your receipt of an invoice from Securant.
- Prepayment Penalty:*** None



W178 N8358 Water Tower Place
Menomonee Falls, WI 53051
262.532.6100
800.980.9277

Security Arrangements:

The Line of Credit will be secured by a General Business Security Agreement on all business assets. In addition, as an abundance of caution, Securant will file a mortgage in the amount of \$250,000 against the Real Estate located at 1749 N. 16th St, Milwaukee, WI 53205.

Guaranty:

No personal guaranties required.

Conditions to Lending:

The Line of Credit is contingent upon Securant receiving and approving the following:

1. Proper Authorization from Board of Directors of Trans Center for Youth, Inc. to enter into a borrowing and depository relationship with Securant Bank & Trust.
2. All operating accounts of Trans Center for Youth, Inc. to be opened and maintained at Securant Bank & Trust for the term of the Revolving Line Agreement;
3. Insurance on the above mentioned building naming Securant Bank & Trust, ISAOA, as mortgagee and insurance on all assets of Trans Center for Youth, Inc. naming Securant Bank & Trust, ISAOA as loss payee.
4. Annual Audited financial statements for Trans Center for Youth, Inc.

Thank you for giving Securant the opportunity to provide you with the necessary funding to continue to successfully expand your valuable work with educating at-risk youth in Milwaukee.

I look forward to working with you and your staff. Please call me with any questions you may have.

Sincerely,



Sherry A. Saiki
VP Commercial Banking
Securant Bank & Trust
W178 N9358 Water Tower Place
Menomonee Falls, WI 53051
262-532-6114