

## ALLONGE TO PROMISSORY NOTE

This Allonge is dated and effective as of \_\_\_\_\_, 2022 and is attached to and made a part of that certain Nursing Home Amended Revenue Note (Elim Homes, Inc. Project), Series 2013 (the "Note"), dated November 26, 2013, issued by the City of Princeton, Minnesota (the "Issuer"), in the original principal amount of \$5,880,841.33 in favor of Bremer Bank, National Association, a national banking association (the "Lender"), the proceeds of which were loaned to Elim Homes, Inc. (the "Borrower").

Due to the unavailability of the five-year LIBOR Swap Rate (as defined in the Note) after June 30, 2023, and as contemplated by the terms of the Note in the event of such unavailability, paragraph 4 of the Note is hereby deleted and replaced in its entirety with the following:

"4. Interest shall accrue as of the date hereof on the unpaid principal balance at the following rates:

- (i) From November 1, 2018 until October 31, 2023, the interest rate on this Note is 4.11% per annum; and
- (ii) from November 1, 2023 until the Final Maturity Date, the interest rate shall be equal to 67% of the sum of (a) the 5 Year FHLB plus (b) 177 basis points; which interest shall be adjusted every five years after the Interest Rate Adjustment Date to reflect changes in the 5 Year FHLB then in effect.

For purposes hereof, "5 Year FHLB" shall mean the interest rate subject to change from time to time based on changes in an independent index which is the 5 Year Federal Home Loan Bank (FHLB) Rate as published by The Federal Home Loan Bank of Des Moines as of the date of determination (the "FHLB Index"). The FHLB Index is not necessarily the lowest rate charged by Lender on its loans. If the FHLB Index becomes unavailable during the term of this loan, Lender may designate a substitute Index after notifying the Issuer and Borrower. Lender will tell the Borrower the current FHLB Index upon Borrower's request. The interest rate change will not occur more often than each five years."

*(signature page to follow)*

*(signature page to Allonge)*

ISSUER:

City of Princeton, Minnesota

By \_\_\_\_\_  
Mayor

By \_\_\_\_\_  
City Administrator

*(signature page to Allonge)*

Agreed to and accepted this \_\_\_\_ day of \_\_\_\_\_, 2022.

LENDER:

Bremer Bank, National Association

By \_\_\_\_\_  
Its \_\_\_\_\_

*(signature page to Allonge)*

BORROWER:

Elim Homes, Inc.

By \_\_\_\_\_  
Its \_\_\_\_\_

1218.49-Allonge to Princeton Bond Note