



City of Chicago

Office of the City Clerk Document Tracking Sheet



O2014-7884(V1)

Meeting Date:	9/10/2014
Sponsor(s):	Emanuel (Mayor)
Type:	Ordinance
Title:	Approval of Amendment No. 3 to redevelopment plan for Bronzeville Redevelopment Project Area
Committee(s) Assignment:	Committee on Finance

FIN.



OFFICE OF THE MAYOR
CITY OF CHICAGO

RAHM EMANUEL
MAYOR

September 10, 2014

TO THE HONORABLE, THE CITY COUNCIL
OF THE CITY OF CHICAGO

Ladies and Gentlemen:

At the request of the Commissioner of Planning and Development, I transmit herewith three ordinances authorizing an amendment to the Bronzeville TIF District.

Your favorable consideration of these ordinances will be appreciated.

Very truly yours,

A handwritten signature in cursive script that reads "Rahm Emanuel".

Mayor

**AN ORDINANCE OF THE CITY OF CHICAGO, ILLINOIS
APPROVING
AMENDMENT #3 TO THE
REDEVELOPMENT PLAN FOR THE
BRONZEVILLE REDEVELOPMENT PROJECT AREA**

WHEREAS, the City of Chicago (the "City"), by an ordinance adopted by the City Council of the City (the "City Council") on November 4, 1998, approved an initial redevelopment plan which was subsequently amended pursuant to an ordinance adopted on July 29, 2003 and further amended on December 7, 2005 (the "Original Plan") for a portion of the City known as the Bronzeville Redevelopment Project Area (the "Original Redevelopment Project Area") for the purpose of implementing tax increment allocation financing ("Tax Increment Allocation Financing") pursuant to the Illinois Tax Increment Allocation Redevelopment Act, 65 ILCS 5/11-74.4-1 et. seq., as amended (the "Act"); and

WHEREAS, the City Council adopted an ordinance on November 4, 1998 designating the Original Redevelopment Project Area as a redevelopment project area pursuant to the Act which ordinance was amended on July 29, 2003 and December 7, 2005; and

WHEREAS, the City Council adopted an ordinance on November 4, 1998 adopting Tax Increment Allocation Financing for the Original Redevelopment Project Area pursuant to the Act which ordinance was amended on July 29, 2003 and December 7, 2005; and

WHEREAS, it is desirable and in the best interests of the citizens of the City for the City to encourage development of areas located adjacent to the Original Redevelopment Project Area by expanding the boundaries of the Original Redevelopment Project Area and designating such expanded project area as a redevelopment project area under the Act to be known as the Bronzeville Redevelopment Project Area Amendment #3 (the "Expanded Area"); and

WHEREAS, the City desires further to supplement and amend the Original Plan for the Original Redevelopment Project Area to provide for the redevelopment of the Expanded Area; and

WHEREAS, the City has caused to be prepared an eligibility study entitled "Bronzeville Tax Increment Financing Program – Redevelopment Plan and Project Amendment No. 3 – Added Area Eligibility Report" (the "Eligibility Study") of the proposed additional portions ("Added Area") of the Expanded Area, which Eligibility Study confirms the existence within the Added Area of various eligibility factors as set forth in the Act and supports a finding of eligibility of the Added Area for designation as a redevelopment area under the Act; and

WHEREAS, it is desirable and in the best interest of the citizens of the City for the City to implement Tax Increment Allocation Financing pursuant to the Act for the Expanded Area described in Section 2 of this ordinance, to be redeveloped pursuant to a proposed redevelopment plan and project attached hereto as Exhibit A (the "Amended Plan"); and

WHEREAS, the Community Development Commission (the "Commission") of the City has heretofore been appointed by the Mayor of the City with the approval of its City Council (the City Council, referred to herein collectively with the Mayor as the "Corporate Authorities") (as

codified in Section 2-124 of the City's Municipal Code) pursuant to Section 5/11-74.4-4(k) of the Act; and

WHEREAS, the Commission is empowered by the Corporate Authorities to exercise certain powers enumerated in Section 5/11-74.4-4(k) of the Act, including the holding of certain public hearings required by the Act; and

WHEREAS, pursuant to Sections 5/11-74.4-4 and 5/11-74.4-5 of the Act, the Commission, by authority of the Corporate Authorities, called a public hearing (the "Hearing") on July 8, 2014, concerning approval of the Amended Plan, designation of the Expanded Area as a redevelopment project area pursuant to the Act and adoption of Tax Increment Allocation Financing within the Expanded Area pursuant to the Act; and

WHEREAS, the Amended Plan (including the Eligibility Study attached thereto as an exhibit) was made available for public inspection and review pursuant to Section 5/11-74.4-5(a) of the Act beginning May 2, 2014, being a date not less than 10 days prior to the adoption by the Commission of Resolution 14-CDC-18 on May 13, 2014, fixing the time and place for the Hearing, at the offices of the City Clerk and the City's Department of Planning and Development; and

WHEREAS, pursuant to Section 5/11-74.4-5(a) of the Act, notice of the availability of the Amended Plan (including the Eligibility Study attached thereto as an exhibit) and of how to obtain the same was sent by mail on May 19, 2014, which is within a reasonable time after the adoption by the Commission of Resolution 14-CDC-18, to: (a) all residential addresses that, after a good faith effort, were determined to be (i) located within the Expanded Area, and (ii) located within 750 feet of the boundaries of the Expanded Area (or, if applicable, were determined to be the 750 residential addresses that were closest to the boundaries of the Expanded Area); and (b) organizations and residents that were registered interested parties for such Expanded Area; and

WHEREAS, due notice of the Hearing was given pursuant to Section 5/11-74.4-6 of the Act, said notice being given to all taxing districts having taxable property within the Expanded Area and to the Department of Commerce and Economic Opportunity of the State of Illinois by certified mail on May 16, 2014, by publication in the Chicago Sun-Times or Chicago Tribune on June 10, 2014, and June 17, 2014, and by certified mail to taxpayers within the Expanded Area on June 10, 2014; and

WHEREAS, a meeting of the joint review board established pursuant to Section 5/11-74.4-5(b) of the Act (the "Board") was convened upon the provision of due notice on June 6, 2014, at 10:00 a.m., to review the matters properly coming before the Board and to allow it to provide its advisory recommendation regarding the approval of the Amended Plan, designation of the Expanded Area as a redevelopment project area pursuant to the Act and adoption of Tax Increment Allocation Financing within the Expanded Area, and other matters, if any, properly before it; and

WHEREAS, the Commission has forwarded to the City Council a copy of its Resolution 14-CDC-26, attached hereto as Exhibit B, adopted on July 8, 2014, recommending to the City Council approval of the Amended Plan, among other related matters; and

WHEREAS, the Corporate Authorities have reviewed the Amended Plan (including the Eligibility Study attached thereto as an exhibit), testimony from the Hearing, if any, the recommendation of the Board, if any, the recommendation of the Commission and such other matters or studies as the Corporate Authorities have deemed necessary or appropriate to make the findings set forth herein, and are generally informed of the conditions existing in the Expanded Area; now therefore,

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF CHICAGO:

Section 1. Recitals. The above recitals are incorporated herein and made a part hereof.

Section 2. The Expanded Area. The Expanded Area is legally described in Exhibit C attached hereto and incorporated herein. The street location (as near as practicable) for the Expanded Area is described in Exhibit D attached hereto and incorporated herein. The map of the Expanded Area is depicted on Exhibit E attached hereto and incorporated herein.

Section 3. Findings. The Corporate Authorities hereby make the following findings as required pursuant to Section 5/11-74.4-3(n) of the Act:

a. The Expanded Area on the whole has not been subject to growth and development through investment by private enterprise and would not reasonably be expected to be developed without the adoption of the Amended Plan;

b. The Amended Plan:

(i) conforms to the comprehensive plan for the development of the City as a whole; or

(ii) either (A) conforms to the strategic economic development or redevelopment plan issued by the Chicago Plan Commission, or (B) includes land uses that have been approved by the Chicago Plan Commission;

c. The Amended Plan meets all of the requirements of a redevelopment plan as defined in the Act and, as set forth in the Amended Plan, the estimated date of completion of the projects described therein and retirement of all obligations issued to finance redevelopment project costs is not later than December 31 of the year in which the payment to the municipal treasurer as provided in subsection (b) of Section 11-74.4-8 of the Act is to be made with respect to ad valorem taxes levied in the twenty-third calendar year after the year in which the ordinance approving the redevelopment project area is adopted, and, as required pursuant to Section 5/11-74.4-7 of the Act, no such obligation shall have a maturity date greater than 20 years;

d. Within the Amended Plan:

(i) as provided in Section 5/11-74.4-3(n)(5) of the Act, the housing impact study: a) includes data on residential unit type, room type, unit occupancy, and racial and ethnic composition of the residents; and b) identifies the number and

location of inhabited residential units in the Area that are to be or may be removed, if any, the City's plans for relocation assistance for those residents in the Area whose residences are to be removed, the availability of replacement housing for such residents and the type, location, and cost of the replacement housing, and the type and extent of relocation assistance to be provided;

(ii) as provided in Section 5/11-74.4-3(n)(7) of the Act, there is a statement that households of low-income and very low-income persons living in residential units that are to be removed from the Area shall be provided affordable housing and relocation assistance not less than that which would be provided under the federal Uniform Relocation Assistance and Real Property Acquisition Policies Act of 1970 and the regulations under that Act, including the eligibility criteria.

Section 4. Approval of the Amended Plan. The City hereby approves the Amended Plan pursuant to Section 5/11-74.4-4 of the Act.

Section 5. Powers of Eminent Domain. In compliance with Section 5/11-74.4-4(c) of the Act and with the Amended Plan, the Corporation Counsel is authorized to negotiate for the acquisition by the City of parcels contained within the Expanded Area. In the event the Corporation Counsel is unable to acquire any of said parcels through negotiation, the Corporation Counsel is authorized to institute eminent domain proceedings to acquire such parcels. Nothing herein shall be in derogation of any proper authority.

Section 6. Invalidity of Any Section. If any provision of this ordinance shall be held to be invalid or unenforceable for any reason, the invalidity or unenforceability of such provision shall not affect any of the remaining provisions of this ordinance.

Section 7. Superseder. All ordinances, resolutions, motions or orders in conflict with this ordinance are hereby repealed to the extent of such conflict.

Section 8. Effective Date. This ordinance shall be in full force and effect immediately upon its passage.

List of Attachments

- Exhibit A: The Amended Plan
- Exhibit B: CDC Resolution recommending to City Council approval of the Amended Plan, designation of the Expanded Area and adoption of tax increment allocation financing
- Exhibit C: Legal description of the Expanded Area
- Exhibit D: Street location of the Expanded Area
- Exhibit E: Map of the Expanded Area

EXHIBIT A

The Amended Plan

SEE ATTACHED

**Bronzeville Tax Increment Finance Program
Redevelopment Project Area
Redevelopment Plan and Project**

**November 4, 1998
Amendment No. 1 – July 29, 2003
Amendment No. 2 – December 7, 2005**

Amendment No. 3 – May 2, 2014

**City of Chicago, Illinois
City of Chicago
Rahm Emanuel, Mayor**

**Eligibility Report Prepared by:
ERS Enterprises, Inc.
100 North LaSalle Street
Suite 1515
Chicago, Illinois 60602**

**Amendments to the Plan Prepared by:
Laube Consulting Group, LLC
200 S. Wacker Dr.
Suite 3100
Chicago, Illinois 60606**

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EXECUTIVE SUMMARY

The City of Chicago (the "City") is dedicated to the continued growth and economic development of the City. The City's ability to stimulate growth and development relies on the creation and implementation of government policies that will allow the City to work with the private sector to eliminate blighted areas and ensure sound growth and development of property. Based upon the City's establishment of a redevelopment project area as described herein, it is understood that the City recognizes the necessity of the relationship between continued community growth and public participation. The blighting of communities impairs the value of private investment and threatens the growth of the community's tax base. Additionally, the City understands the dangers associated with blighting factors and problems arising from blighted conditions. Both of these statements are supported by the City's establishment of a redevelopment project area.

The Illinois General Assembly passed the Tax Increment Allocation Redevelopment Act (65 ILCS 5/11-74.4-1 *et. seq.*) (the "Act") to address the growing number of blighted areas in many Illinois municipalities. The blighting of communities impairs the value of private investment and threatens the growth of the community's tax base. The Act declares that in order to promote the public health, safety, morals, and welfare, blighting conditions must be eliminated.

Therefore, to induce redevelopment pursuant to the Act, the City Council adopted three ordinances on November 4, 1998 approving the Bronzeville Tax Increment Finance Program Redevelopment Project and Plan (the "Original Plan"), designating the Bronzeville Redevelopment Project Area (the "Redevelopment Project Area") as a "redevelopment project area", and adopting Tax Increment Allocation Financing for the Redevelopment Project Area. Subsequently, the City amended the Original Plan on July 29, 2003 ("Amendment No. 1") and on December 7, 2005 ("Amendment No. 2", and together with the Original Plan and Amendment No. 1, "the Plan").

The Plan is being amended to extend the boundaries of the Redevelopment Project Area, amend the eligible cost budget, and bring the Plan up to current City ordinance and policy standards. Additionally, due to a scrivener's error in Amendment 2, four Property Index Numbers ("PINs") 17-27-204-010-0000, 17-27-203-018-0000, 17-34-400-005-0000, 17-27-501-006-0000 were inadvertently excluded from the Redevelopment Project Area. These PINs were in the original TIF and inadvertently excluded per a scrivener's error from the legal description used in Amendment No. 2; no other change is needed, as these PINs were in the original TIF plan Redevelopment Project Area legal description and are part of the original base EAV. The amendments to the Plan are outlined below and follow the format of the Original Plan.

The Redevelopment Project Area as amended is generally bounded by 25th Street to the north, Cottage Grove and Lake Shore Drive on the east, the Dan Ryan Expressway and State Street to the West, and 40th Street to the South. This area is represented by the following PINs:

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	PIN
1	17-34-123-051-0000
2	17-34-123-055-0000
3	17-34-216-043-0000
4	17-34-216-044-0000
5	17-34-216-045-0000
6	17-34-319-019-0000
7	17-34-402-003-0000
8	17-34-402-004-0000
9	17-34-402-032-0000
10	17-34-402-033-0000
11	17-34-402-034-0000
12	17-34-402-035-0000
13	17-34-402-036-0000
14	17-34-402-041-0000
15	17-34-402-061-0000
16	17-34-402-067-0000
17	17-34-402-068-0000
18	17-34-402-069-0000
19	17-34-402-070-0000
20	17-34-402-071-0000
21	17-34-402-072-0000
22	17-34-402-073-0000
23	17-34-402-074-0000
24	17-34-402-075-0000
25	17-34-402-076-0000
26	17-34-402-077-0000
27	17-34-405-032-0000
28	17-34-411-011-0000
29	17-34-412-013-0000
30	17-34-412-014-0000
31	17-34-319-003-0000
32	17-34-319-004-0000
33	17-34-319-005-0000
34	17-34-319-006-0000
35	17-34-319-012-0000
36	17-34-319-013-0000
37	17-34-319-014-0000
38	17-34-319-015-0000
39	17-34-319-016-0000
40	17-34-319-017-0000
41	17-34-319-018-0000
42	17-34-319-021-1001
43	17-34-319-021-1002
44	17-34-319-021-1003
45	17-34-319-021-1004

The boundaries of the Redevelopment Project Area are shown on Amended Map 1, Boundary Map. The area to be added is hereinafter referred to as the "Added Area."

I. INTRODUCTION

1st Paragraph- Delete the second and third sentence and replace it with the following:

The Added Area comprises 45 new PIN numbers. The Redevelopment Project Area is generally bounded by 25th St. to the north, Cottage Grove and Lake Shore Drive on the east, the Dan Ryan Expressway and State St. to the West, and 40th St. to the South. The boundaries of the Redevelopment Project Area are shown on Amended Map 1, Boundary Map.

8th Paragraph- Add the following sentence at the end:

The Added Area is generally characterized by the fact that it qualifies as a conservation area due to the presence of 23 of 23 buildings (i.e., 100% of the buildings in the Added Area) being 35-years or older, the presence of extensive deterioration, inadequate utilities and declining equalized assessed value. Please see the accompanying Eligibility Report in the Appendix for a full description of the blighting factors present.

A. Area History – No changes

B. Historically Significant Features – No changes

C. Existing Land Uses and Current Conditions

Insert this paragraph after the first full paragraph.

The Added Area generally consists of retail, institutional, parks, recreation, residential and vacant land. The retail sections are generally bounded by 33rd Place to the north, 35th Street to the south, Martin Luther King, Jr. Drive to the west, and Rhodes Avenue to the east. The institutional sections are generally bounded by 35th Street to the south, Rhodes Avenue to the west, Cottage Grove Avenue to the east, and Browning Avenue and 36th Street to the south. The residential sections are generally bounded by 37th Street to the north, 38th Street to the south, Martin Luther King, Jr. Drive to the east and Calumet Avenue to the west. The vacant land sections are generally bounded by 37th Street to the north, Pershing Road to the south, Rhodes Avenue to the east, and Martin Luther King, Jr. Drive to the west.

D. Urban Renewal – Slum and Blighted Area – No changes

E. Zoning Characteristics

Insert the following paragraph at the end of the section:

The Added Area includes PD 1169, PD 236, and includes land that is zoned RM-5, RT-4, and POS-1. Any change to the underlying zoning does not necessitate or warrant a change to the Plan.

II. REDEVELOPMENT PROJECT AREA AND LEGAL DESCRIPTION

This entire section is deleted and replaced with the following:

The Redevelopment Project Area is located on the south side of the City approximately two miles south of Chicago's Loop. The Redevelopment Project Area, as amended, is comprised of approximately 581.2 acres.

The boundaries of the Redevelopment Project Area are shown on Amended Map 1, the boundary map.

The legal description of the Redevelopment Project Area is attached to this Plan as Amended Exhibit 1 – Legal Description.

III. REDEVELOPMENT PROJECT AREA GOALS AND OBJECTIVES

A. General Goals

Insert this bullet point after the 3rd bullet point:

- Provide for recreational amenities for neighborhood residents.

B. Redevelopment Objectives

Add the following bullet point after the 8th bullet point:

- Provide for a community center for neighborhood residents.

C. Design Objectives – No changes

IV. BLIGHTED AREA CONDITIONS EXISTING IN THE REDEVLEOPMENT PROJECT AREA

This section is being added at the end of the last paragraph.

The Added Area qualifies as a conservation area as characterized by the following:

- Twenty Three (23) of twenty three (23), or 100% of the buildings in the Added Area, are age Thirty Five (35) or greater.
- It exhibits deterioration throughout the Added Area. Deteriorating conditions were recorded on all (100%) of the 23 buildings in the Added Area. Buildings with some major or minor defects (e.g., damaged door frames, broken window frames and munnions, dented or damaged metal siding, gutters and downspouts damaged, weathered fascia materials, cracks in masonry walls, spalling masonry surfaces, etc.) were observed in the Added Area. In addition, site improvements like roadways and off-street parking

areas also evidenced deterioration such as cracking on paved surfaces, potholes, depressions, loose paving materials and weeds protruding through the surface.

- The Added Area exhibits inadequate utilities. The Bureau of Engineering Services in the City's Department of Water Management provided the consultant with data on the condition of sanitary sewer mains and water lines in the Added Area. Many of the water mains serving the Added Area are deficient in terms of age. The projected service life of water mains is 100 years. Some sections of water line in the Added Area are more than 100 years old, while others are only 47 years old. Sanitary sewer data was also reviewed by the Consultant. Many sections of sewer line also exceed 100 years of age. On the whole, the majority of the Added Area is served by sewer lines that exceed their expected service life.
- The Added Area exhibits declining EAV. The EAV of the Added Area has declined in three (3) of the past five (5) years.

V. BRONZEVILLE REDEVELOPMENT PLAN AND PROJECT

A. General Land Use Plan

Delete first two paragraphs and replace with the following:

The existing land uses for the Redevelopment Project Area are outlined on Amended Map 2. The Amended Land Use Plan, Amended Map 3, identifies the proposed land uses that will be in effect upon adoption of this Amendment No. 3 to the Plan.

The major categories of land uses include residential, commercial, institutional, industrial, mixed-use, rail, expressways, recreational, and park and open space. These types of land uses reflect the uses allowed under the current zoning regulations as adopted by City Council.

B. Redevelopment Plan and Project – No Changes

C. Estimated Redevelopment Project Activities and Costs – *Delete the entire section and replace with the following:*

Redevelopment project costs include the sum total of all reasonable or necessary costs incurred, estimated to be incurred, or incidental to this Plan pursuant to the Act. Such costs may include, without limitation, the following:

- a) Costs of studies, surveys, development of plans and specifications, implementation and administration of the Plan including but not limited to, staff and professional service costs for architectural, engineering, legal, financial, planning or other services (excluding lobbying expenses), provided that no charges for professional services are based on a percentage of the tax increment collected;
- b) The costs of marketing sites within the Redevelopment Project Area to prospective businesses, developers and investors;

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- c) Property assembly costs, including but not limited to, acquisition of land and other property, real or personal, or rights or interests therein, demolition of buildings, site preparation, site improvements that serve as an engineered barrier addressing ground level or below ground environmental contamination, including, but not limited to parking lots and other concrete or asphalt barriers, and the clearing and grading of land;
- d) Costs of rehabilitation, reconstruction or repair or remodeling of existing public or private buildings, fixtures, and leasehold improvements; and the costs of replacing an existing public building if pursuant to the implementation of a redevelopment project the existing public building is to be demolished to use the site for private investment or devoted to a different use requiring private investment; including any direct or indirect costs relating to Green Globes or LEED certified construction elements or construction elements with an equivalent certification;
- e) Costs of the construction of public works or improvements, including any direct or indirect costs relating to Green Globes or LEED certified construction elements or construction elements with an equivalent certification subject to the limitations in Section 11-74.4-3(q)(4) of the Act;
- f) Costs of job training and retraining projects including the cost of welfare to work programs implemented by businesses located within the Redevelopment Project Area;

Financing costs including, but not limited to, all necessary and incidental expenses of the City related to the issuance of obligations and which may include payment of interest on any obligations issued thereunder including interest accruing during the estimated period of construction of any redevelopment project for which such City obligations are issued and for a period not exceeding 36 months following completion and including reasonable reserves related thereto;

- g) To the extent the City by written agreement accepts and approves the same, all or a portion of a taxing district's capital costs resulting from the redevelopment project necessarily incurred or to be incurred within a taxing district in furtherance of the objectives of the Redevelopment Plan.
-
- h) An elementary, secondary, or unit school district's increased costs attributable to assisted housing units will be reimbursed as provided in the Act;
 - i) Relocation costs to the extent that the City determines that relocation costs shall be paid or is required to make payment of relocation costs by federal or state law or by Section 74.4-3(n)(7) of the Act (see "Relocation" section);
 - j) Payment in lieu of taxes, as defined in the Act;
 - k) Costs of job training, retraining, advanced vocational education or career education, including but not limited to, courses in occupational, semi-technical or technical fields leading directly to employment, incurred by one or more taxing districts, provided that such costs; (i) are related to the establishment and maintenance of additional job training, advanced vocational education or career education programs for persons

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employed or to be employed by employers located in the Redevelopment Project Area; and (ii) when incurred by a taxing district or taxing districts other than the City, are set forth in a written agreement by or among the City and the taxing district or taxing districts, which agreement describes the program to be undertaken including but not limited to, the number of employees to be trained, a description of the training and services to be provided, the number and type of positions available or to be available, itemized costs of the program and sources of funds to pay for the same, and the term of the agreement. Such costs include, specifically, the payment by community college districts of costs pursuant to Sections 3-37, 3-38, 3-40, and 3-40.1 of the Public Community College Act, 110 ILCS 805/3-37, 805/3-38, 805/3-40 and 805/3-40.1, and by school districts of costs pursuant to Sections 10-22.20a and 10-23.3a of the School Code, 105 ILCS 5/10-22.20a and 5/10-23.3a;

- l) Interest costs incurred by a redeveloper related to the construction, renovation or rehabilitation of a redevelopment project provided that:
1. such costs are to be paid directly from the special tax allocation fund established pursuant to the Act;
 2. such payments in any one year may not exceed 30 percent of the annual interest costs incurred by the redeveloper with regard to the development project during that year;
 3. if there are not sufficient funds available in the special tax allocation fund to make the payment pursuant to this provision, then the amounts so due shall accrue and be payable when sufficient funds are available in the special tax allocation fund;
 4. the total of such interest payments paid pursuant to the Act may not exceed 30 percent of the total (i) cost paid or incurred by the redeveloper for such redevelopment project; (ii) redevelopment project costs excluding any property assembly costs and any relocation costs incurred by the City pursuant to the Act; and
-
5. up to 75 percent of the interest cost incurred by a redeveloper for the financing of rehabilitated or new housing for low-income households and very low-income households, as defined in Section 3 of the Illinois Affordable Housing Act.
- m) Instead of the eligible costs provided for in (m) 2, 4 and 5 above, the City may pay up to 50 percent of the cost of construction, renovation and/or rehabilitation of all low- and very low-income housing units (for ownership or rental) as defined in Section 3 of the Illinois Affordable Housing Act. If the units are part of a residential redevelopment project that includes units not affordable to low- and very low-income households, only the low- and very low-income units shall be eligible for benefits under the Act;
- n) The costs of daycare services for children of employees from low-income families working for businesses located within the Redevelopment Project Area and all or a

portion of the cost of operation of day care centers established by Redevelopment Project Area businesses to serve employees from low-income families working in businesses located in the Redevelopment Project Area. For the purposes of this paragraph, 'low-income families' means families whose annual income does not exceed 80 percent of the City, county or regional median income as determined from time to time by the United States Department of Housing and Urban Development.

- o) Unless explicitly provided in the Act, the cost of construction of new privately-owned buildings shall not be an eligible redevelopment project cost;
- p) The City required that developers receiving TIF assistance for market rate housing meet the affordability criteria established by the City's Department of Planning and Development.

To undertake these activities, redevelopment project costs need to be incurred. Redevelopment project costs" (herein after referred to as the "Redevelopment Project Costs") mean the sum total of all reasonable or necessary costs so incurred or estimated to be incurred, and any such costs incidental to this Plan pursuant to the Act.

If a special service area has been established pursuant to the Special Service Area Tax Act, 35 ILCS 235/0.01 et seq., then any tax increment revenues derived from the tax imposed pursuant to the Special Service Area Tax Act may be used within the Redevelopment Project Area for the purposes permitted by the Special Service Area Tax Act as well as the purposes permitted by the Act.

Amended Table 1 represents the eligible project costs as defined in the Act. This total in budget represents the upper limit on the potential costs that may be reimbursed or expended over the 23-year life of the Redevelopment Project Area. These funds are subject to the number of projects, the amount of TIF revenues generated, and the City's willingness to fund proposed projects on a project by project basis.

Amended Table 1 – Estimated Redevelopment Project Costs

Eligible Activities:	Cost
1. Property Assembly including Acquisition, Site Prep and Demolition, Environmental Remediation	\$15,000,000
2. Rehabilitation of Existing Buildings, Fixtures and Leasehold Improvements, Affordable Housing Construction and Rehabilitation Costs	\$45,000,000
3. Public Works & Improvements, including streets and utilities, parks and open space, public facilities (schools & other public facilities) (Note 1 below)	\$27,000,000
4. Job Training, Retraining, Welfare-to-Work	\$5,000,000
5. Financing costs	\$5,000,000
6. Day Care Services	\$1,000,000
7. Relocation costs	\$1,000,000
8. Interest subsidy	<u>\$3,000,000</u>
Total Eligible Redevelopment Project Costs (Notes 2-5 below)	<u>\$104,000,000</u>

Notes for Exhibit I – Redevelopment Project Costs

- (1) This category may also include paying for or reimbursing: (i) an elementary, secondary or unit school district's increased costs attributed to assisted housing units, and (ii) capital costs of taxing districts impacted by the redevelopment of the Redevelopment Project Area. As permitted by the Act, to the extent the City by written agreement accepts and approves the same, the City may pay, or reimburse all, or a portion of a taxing district's capital costs resulting from a redevelopment project necessarily incurred or to be incurred within a taxing district in furtherance of the objectives of the Plan.
- (2) Total Redevelopment Project Costs represent an upper limit on expenditures that are to be funded using tax increment revenues and exclude any additional financing costs, including any interest expense, capitalized interest and costs associated with optional redemptions. These additional financing costs are subject to prevailing market conditions and are in addition to Total Redevelopment Project Costs. Adjustments to the estimated line item costs in Exhibit I are anticipated, and may be made by the City without further amendment to this Plan to the extent permitted by the Act. Each individual project cost will be re-evaluated in light of the projected private development and resulting incremental tax revenues as it is considered for public financing under the provisions of the Act. The totals of the line items set forth above are not intended to place a limit on the described expenditures. Adjustments may be made in line items

within the total, either increasing or decreasing line item costs as a result of changed redevelopment costs and needs.

- (3) The amount of the Total Redevelopment Costs that can be incurred in the Redevelopment Project Area will be reduced by the amount of redevelopment project costs incurred in contiguous redevelopment project areas, or those separated from the Redevelopment Project Area only by a public right-of-way, that are permitted under the Act to be paid, and are paid, from incremental property taxes generated in the Redevelopment Project Area, but will not be reduced by the amount of redevelopment project costs incurred in the Redevelopment Project Area which are paid from incremental property taxes generated in contiguous redevelopment project areas or those separated from the Redevelopment Project Area only by a public right-of-way.
- (4) All costs are shown in 2014 dollars and may be increased by five percent (5%) after adjusting for inflation reflected in the Consumer Price Index ("CPI") for All Urban Consumers for All Items for the Chicago-Gary-Kenosha, IL-IN-WI CMSA, published by the U.S. Department of Labor or a similar index acceptable to the City.
- (5) Additional funding from other sources such as federal, state, county, or local grant funds may be utilized to supplement the City's ability to finance Redevelopment Project Costs identified above.

C. Sources of Funds to Pay Redevelopment Costs –This section is deleted and replaced with the following:

Funds necessary to pay for Redevelopment Project Costs and secure municipal obligations issued for such costs are to be derived primarily from Incremental Property Taxes. Other sources of funds which may be used to pay for Redevelopment Project Costs or secure municipal obligations are state and federal grants, investment income, private financing and other legally permissible funds the City may deem appropriate. The City may incur Redevelopment Project Costs which are paid from funds of the City other than incremental taxes, and the City may then be reimbursed for such costs from incremental taxes. Also, the City may permit the utilization of guarantees, deposits and other forms of security made available by private sector developers. Additionally, the City may utilize revenues, other than State sales tax increment revenues, received under the Act from one redevelopment project area for eligible costs in another redevelopment project area that is either contiguous to, or is separated only by a public right-of-way from, the redevelopment project area from which the revenues are received.

The Redevelopment Project Area may be contiguous to or separated by only a public right-of-way from other redevelopment project areas created under the Act. The City may utilize net incremental property taxes received from the Redevelopment Project Area to pay eligible redevelopment project costs, or obligations issued to pay such costs, in other contiguous redevelopment project areas or project areas separated only by a public right-of-way, and vice versa. The amount of revenue from the Redevelopment Project Area, made available to support such contiguous redevelopment project areas, or those separated only by a public right-of-way, when added to all amounts used to pay eligible Redevelopment Project Costs within the

Redevelopment Project Area, shall not at any time exceed the total Redevelopment Project Costs described in this Redevelopment Plan.

The Redevelopment Project Area may become contiguous to, or be separated only by a public right-of-way from, redevelopment project areas created under the Industrial Jobs Recovery Law (65 ILCS 5/11-74.6-1, et seq.). If the City finds that the goals, objectives and financial success of such contiguous redevelopment project areas or those separated only by a public right-of-way are interdependent with those of the Redevelopment Project Area, the City may determine that it is in the best interests of the City and the furtherance of the purposes of the Plan that net revenues from the Redevelopment Project Area be made available to support any such redevelopment project areas, and vice versa. The City therefore proposes to utilize net incremental revenues received from the Redevelopment Project Area to pay eligible redevelopment project costs (which are eligible under the Industrial Jobs Recovery Law referred to above) in any such areas and vice versa. Such revenues may be transferred or loaned between the Redevelopment Project Area and such areas. The amount of revenue from the Redevelopment Project Area so made available, when added to all amounts used to pay eligible Redevelopment Project Costs within the Redevelopment Project Area or other areas as described in Amended Exhibit 1, shall not at any time exceed the total Redevelopment Project Costs described in this Plan.

D. Issuance of Obligations – No changes

F. Most Recent Equalized Assessed Value of Properties in the Redevelopment Project Area – This section is being deleted and replaced with the following:

The certified Base EAV for the existing Redevelopment Project Area is \$46,166,304 based on the 1997 EAVs. The most current (2012) EAV of the parcels being added to the TIF district is \$14,781,921. Therefore, subject to the verification of the Cook County Clerk, the initial EAV of the overall Redevelopment Project Area, as expanded, is estimated to be \$60,948,225.

G. Anticipated Equalized Assessed Valuation – This section is being deleted and replaced with the following:

Based upon the expansion of the boundaries of this Redevelopment Project Area, numerous blighting factors will be eliminated and growth and development of the Redevelopment Project Area will occur in accordance with the Redevelopment Agreement(s) between the City and businesses in the Redevelopment Project Area and other interested parties. It is estimated that the total EAV of the real property following completion of all phases of the redevelopment project in the Redevelopment Project Area will be approximately \$120 - \$125 million.

H. Lack of Growth and Development Through Investment by Private Enterprise – No Changes

I. Financial Impact of the Redevelopment Project – The following paragraph is added to the end of the section:

The Act requires an assessment of any financial impact of the Redevelopment Project Area on, or any increased demand for services from, any taxing district affected by the Redevelopment

Plan and a description of any program to address such financial impacts or increased demand. The City intends to monitor development in the Redevelopment Project Area and with the cooperation of the other affected taxing districts will attempt to ensure that any increased needs are addressed in connection with any particular development.

J. Demand on Taxing District Services – No changes

K. Program to Address Financial and Service Impacts – No Changes

L. Provisions for Amending the Plan – No Changes

M. Fair Employment Practices, Affirmative Action Plan and Prevailing Wage Agreement

This section is to be deleted and replaced with the following:

The City is committed to and will affirmatively implement the following principles with respect to this Plan:

- A) The assurance of equal opportunity in all personnel and employment actions, with respect to the Plan, including, but not limited to hiring, training, transfer, promotion, discipline, fringe benefits, salary, employment working conditions, termination, etc., without regard to race, color, sex, age, religion, disability, national origin, ancestry, sexual orientation, marital status, parental status, military discharge status, source of income, or housing status.
- B) Redevelopers must meet the City's standards for participation of 24 percent Minority Business Enterprises and 4 percent Woman Business Enterprises and the City Resident Construction Worker Employment Requirement as required in redevelopment agreements.
- C) This commitment to affirmative action and nondiscrimination will ensure that all members of the protected groups are sought out to compete for all job openings and promotional opportunities.
- D) Redevelopers will meet City standards for any applicable prevailing wage rate as ascertained by the Illinois Department of Labor to all project employees.

N. Phasing and Scheduling of Redevelopment – No Changes

APPENDIX

Table 1 – Estimated Redevelopment Project Costs

This Table is to be deleted and replaced with the following:

Amended Table 1 – Estimated Redevelopment Project Costs

Eligible Activities	Cost
1. Analysis, Administration, Studies, Surveys, Legal, Marketing, etc.	\$2,000,000
2. Property Assembly including Acquisition, Site Prep and Demolition, Environmental Remediation	\$15,000,000
3. Rehabilitation of Existing Buildings, Fixtures and Leasehold Improvements, Affordable Housing Construction and Rehabilitation Costs	\$45,000,000
4. Public Works & Improvements, including streets and utilities, parks and open space, public facilities (schools & other public facilities) (Note 1 below)	\$27,000,000
5. Job Training, Retraining, Welfare-to-Work	\$5,000,000
6. Financing costs	\$5,000,000
7. Day Care Services	\$1,000,000
8. Relocation costs	\$1,000,000
9. Interest subsidy	\$3,000,000
Total Eligible Redevelopment Project Costs (Notes 2-5 below)	\$104,000,000

Notes for Exhibit I – Redevelopment Project Costs

- (1) This category may also include paying for or reimbursing: (i) an elementary, secondary or unit school district's increased costs attributed to assisted housing units, and (ii) capital costs of taxing districts impacted by the redevelopment of the Redevelopment Project Area. As permitted by the Act, to the extent the City by written agreement accepts and approves the same, the City may pay, or reimburse all, or a portion of a taxing district's capital costs resulting from a redevelopment project necessarily incurred or to be incurred within a taxing district in furtherance of the objectives of the Plan.
- (2) Total Redevelopment Project Costs represent an upper limit on expenditures that are to be funded using tax increment revenues and exclude any additional financing costs, including any interest expense, capitalized interest and costs associated with optional redemptions. These additional financing costs are subject to prevailing market conditions and are in

addition to Total Redevelopment Project Costs. Adjustments to the estimated line item costs in Exhibit I are anticipated, and may be made by the City without further amendment to this Plan to the extent permitted by the Act. Each individual project cost will be re-evaluated in light of the projected private development and resulting incremental tax revenues as it is considered for public financing under the provisions of the Act. The totals of the line items set forth above are not intended to place a limit on the described expenditures. Adjustments may be made in line items within the total, either increasing or decreasing line item costs as a result of changed redevelopment costs and needs.

- (3) The amount of the Total Redevelopment Costs that can be incurred in the Redevelopment Project Area will be reduced by the amount of redevelopment project costs incurred in contiguous redevelopment project areas, or those separated from the Redevelopment Project Area only by a public right-of-way, that are permitted under the Act to be paid, and are paid, from incremental property taxes generated in the Redevelopment Project Area, but will not be reduced by the amount of redevelopment project costs incurred in the Redevelopment Project Area which are paid from incremental property taxes generated in contiguous redevelopment project areas or those separated from the Redevelopment Project Area only by a public right-of-way.
- (4) All costs are shown in 2014 dollars and may be increased by five percent (5%) after adjusting for inflation reflected in the Consumer Price Index ("CPI") for All Urban Consumers for All Items for the Chicago-Gary-Kenosha, IL-IN-WI CMSA, published by the U.S. Department of Labor or a similar index acceptable to the City.
- (5) Additional funding from other sources such as federal, state, county, or local grant funds may be utilized to supplement the City's ability to finance Redevelopment Project Costs identified above.

City of Chicago
Bronzeville TIF Redevelopment Plan and Project – Amendment No. 3

Table 2

The following PINs and 2012 Equalized Assessed Values are to be added to the list.

1	17-34-123-051-0000	\$0
2	17-34-123-055-0000	\$0
3	17-34-216-043-0000	\$308,330
4	17-34-216-044-0000	\$140,939
5	17-34-216-045-0000	\$11,625,225
6	17-34-319-019-0000	\$0
7	17-34-402-003-0000	\$0
8	17-34-402-004-0000	\$0
9	17-34-402-032-0000	\$0
10	17-34-402-033-0000	\$0
11	17-34-402-034-0000	\$0
12	17-34-402-035-0000	\$0
13	17-34-402-036-0000	\$0
14	17-34-402-041-0000	\$0
15	17-34-402-061-0000	\$0
16	17-34-402-067-0000	\$0
17	17-34-402-068-0000	\$0
18	17-34-402-069-0000	\$0
19	17-34-402-070-0000	\$0
20	17-34-402-071-0000	\$0
21	17-34-402-072-0000	\$0
22	17-34-402-073-0000	\$0
23	17-34-402-074-0000	\$0
24	17-34-402-075-0000	\$0
25	17-34-402-076-0000	\$0
26	17-34-402-077-0000	\$0
27	17-34-405-032-0000	\$0
28	17-34-411-011-0000	\$0
29	17-34-412-013-0000	\$0
30	17-34-412-014-0000	\$0
31	17-34-319-003-0000	\$65,850
32	17-34-319-004-0000	\$75,476
33	17-34-319-005-0000	\$81,721
34	17-34-319-006-0000	\$869
35	17-34-319-012-0000	\$51,563
36	17-34-319-013-0000	\$14,926
37	17-34-319-014-0000	\$14,926
38	17-34-319-015-0000	\$66,737
39	17-34-319-016-0000	\$123,673
40	17-34-319-017-0000	\$2,069,071
41	17-34-319-018-0000	\$0
42	17-34-319-021-1001	\$35,151
43	17-34-319-021-1002	\$30,019
44	17-34-319-021-1003	\$40,128
45	17-34-319-021-1004	\$37,317
Total		14,781,921

Certified Base EAV of Existing Bronzeville Redevelopment Project Area - \$46,166,304.

**Amended Exhibit 1 – Amended Legal Description
Bronzeville Redevelopment Project Area**

That part of the North Half of Section 3 and 4, Township 38 North, Range 14, East of the Third Principal Meridian, Section 27, 28, 33, and 34, Township 39 North, Range 14, East of the third Principal Meridian, described as follows:

Beginning at the intersection of the East line of Wentworth Avenue and the North line of Pershing Road; Thence East along the North line of Pershing Road to the West line of State Street; Thence North along the West line of State Street to the South line of 27th Street; Thence West along the South line of 27th Street to the West line of Lot 75 in W.H. Adams Subdivision of part of the East Half of the Southeast Quarter of Section 28, Township 39 North, Range 14, as extended South; Thence North along said extended line, being the West line of said Lot 75, Lot 40 and 9 in said W.H. Adams Subdivision and its extension North to the North line of 26th Street; Thence West along said North line of 26th Street to the West line of a vacated 10 foot wide alley adjoining Lot 24 in Block 3 of G.W. Gerrish's Subdivision of part of the East Half of the Northeast Quarter of Section 28, Township 39 North, Range 14; Thence North along the West line of said vacated 10 foot wide alley to the Westerly extension of the North Line of Lot 19 in said Block 3 of G.W. Gerrish's Subdivision; Thence East along said Westerly extension of the North Line of Lot 19 to the centerline of said vacated 10 foot wide alley; Thence North along said centerline to the North line of 25th Street; Thence Easterly along the North line of 25th Street to the East line of Lot 1 extended North in Gardner's Subdivision of the West Half of Block 60, in Canal Trustee's Subdivision of the West Half of the Northwest Quarter of Section 27, Township 39 North, Range 14; Thence South along said extended line to the North line of 26th Street; Thence Southerly to the Northwest corner of Lot 28 in Assessor's Division recorded as document 20877; Thence South along the East line of an alley to a point on the North line of Lot 2 in County Clerks Division recorded as document 176695; Thence West along the North line of Lots 2 through 5 in said Assessor's Division to the West line of said Lot 5; Thence southwest and south along the West line of said Lot 5 and its extension South to the North line of 28th Street; Thence West along the North line of 28th Street to the East line of Wabash Avenue; Thence South along East line of Wabash Avenue to the South line of 29th Street; Thence West along the South line of 29th Street to the East line of the West 22 feet of Lot 6 in Block 1 in Assessor's Division of the West ½ of Block 93 in Canal Trustees' Subdivision; Thence South along the East line of the West 22 feet of Lot 6 to the centerline of a 16 foot vacated alley lying first south of 29th Street; Thence East along said centerline to the West line of the East 35 feet of Lot 42 in Block 1 of Assessor's Division aforesaid extended north; Thence South along the West line of the East 35 feet of Lot 42 and of Lots 36 through 41 to the South line of Lot 36; Thence West to the West line of the East 36 feet of Lot 35; Thence South along the West line of the East 36 feet of Lot 35 and of Lots 30 through 34 to the South line of Lot 30, said south line also being the North line of Lot 32 in Aaron Gibbs' Subdivision; Thence continuing South along the West line of the East 36 feet of said Lot 32 to the North line of Lot 31; Thence East to the West line of the East 35 feet of said Lot 31; Thence South along the West line of the East 35 feet of said Lot 31 to the North line of Lot 30; Thence East to the West line of the East 34 feet of said Lot 30; Thence South along the West line of the East 34 feet of said Lot 30 to the North line of Lot 29; Thence East to the West line of the East 33 feet of said Lot 29; Thence South along the West line of the East 33 feet of said Lot 29 to the North line of Lot 28; Thence East to the

West line of the East 32 feet of said Lot 28; Thence South along the West line of the East 32 feet of said Lot 28 to the North line of Lot 27; Thence East to the West line of the East 31 feet of said Lot 27; Thence South along the West line of the East 31 feet of said Lot 27 to the North line of Lot 26; Thence East to the West line of the East 30 feet of said Lot 26; Thence South along the West line of the East 30 feet of said Lot 26 to the North line of Lot 25; Thence East to the West line of the East 29 feet of said Lot 25; Thence South along the West line of the East 29 feet of said Lot 25 to the South line of said Lot 25 also being the North line of Lot 12 in Weston's Subdivision; Thence East to the West line of the East 28 feet of said Lot 12; Thence South along the West line of the East 28 feet of said Lot 12 to the North line of Lot 11; Thence East to the West line of the East 27 feet of said Lot 11; Thence South along the West line of the East 27 feet of said Lot 11 to the North line of Lot 10; Thence East to the West line of the East 26 feet of said Lot 10; Thence South along the West line of the East 26 feet of said Lot 10 to the North line of Lot 9; Thence East to the West line of the East 25 feet of said Lot 9; Thence South along the West line of the East 25 feet of said Lot 9 to the South line of Lot 9 also being the North line of Lot 4 in Assessor's Division of Lots 5, 6, 7 and 8 in Weston and Gibbs' Subdivision; Thence East to the East line of the West 4 feet of said Lot 4; Thence South along the East line of the West 4 feet of said Lot 4 to the North line of 30th Street; Thence South to the Northeast corner of Lot 65 in R.S. Thomas' Subdivision of Block 99 in Canal Trustees Subdivision; Thence South along the East line of said Lot 65, its extension to the Northeast corner of Lot 70 and the East line of Lot 70 to a point 70.0 feet North of 31st Street; Thence West 4.0 feet; Thence South parallel with the East line of Lot 70 to the North line of 31st Street; Thence East along the North line of 31st Street to the centerline of vacated Indiana Avenue; Thence North along the centerline of vacated Indiana Avenue to the North line The South 50 Feet of 29th Street; Thence East along the North line of The South 50 Feet of 29th Street to the West line of Prairie Avenue; Thence North along the West line of Prairie Avenue to the South line of 26th Street; Thence East along the South line of 26th Street to the West line of Dr. Martin Luther King Drive; Thence North along the West line of Dr. Martin Luther King Drive to the North line of 25th Street as extended West; Thence East along said extended line and the North line of 25th Street to the Easterly line of Lake Park Avenue; Thence continuing Easterly along the Easterly extension of the North line of 25th Street to the Westerly line of Lake Shore Drive; Thence Southerly along the Easterly line of Lake Shore Drive to the North line of the Southeast Quarter of Section 27, Township 39 North, Range 14; Thence continuing Southerly along the West line of Lake Shore Drive to the South line of Section 27, said line also being the Easterly extension of the centerline of 31st Street; Thence West along the centerline of 31st Street to the West line of Lot 13 in Chicago Land Clearance Commission No. 2 recorded as document 17511645 as extended South; Thence North along said line to the South line of 30th Street; Thence West to the West line of Vernon Avenue; Thence North along the West line of Vernon Avenue to the North line of 29th Place; Thence East to the center line of Cottage Grove Avenue; Thence North along the center line of Cottage Grove Avenue to the South line of 29th Street; Thence West along the South line of 29th Street to the West line of Vernon Avenue; Thence North and Northeast along the West line of Vernon Avenue to the West line of Ellis Avenue; Thence North along the West line of Ellis Avenue to the South line of 26th Street; Thence West along the South line of 26th Street to the East line of Dr. Martin Luther King Drive; Thence South along the East line of Dr. Martin Luther King Drive to the intersection with the South line of 31st Street as extended East; Thence West along the South line of 31st Street to the Northeast corner of Lot 2 in Block 2 in Loomis and Laffin's Subdivision; Thence South along the East line of Lots 2, 3, 6 and 7 to a point 17.0 feet North of the Southeast corner of Lot 7 in Block 2 in Loomis and Laffin's Subdivision; Thence West parallel with the South line of Lot 7 in Loomis and Laffin's Subdivision and its extension to

a point on the West line Giles Avenue; Thence South along the West line of Giles Avenue to the Southeast corner of Lot 4 in C. Cleaver's Subdivision; Thence West along the South line of said Lot 4 to the Southwest corner of Lot 4 in C. Cleaver's Subdivision; Thence North along the West line of said Lot 4 to a point of intersection with the Easterly extension of the South line of Lot 1 in Haywood's Subdivision as extended East; Thence West along said extended line and the South line of Lots 1 through 5 in Haywood's Subdivision to the East line of Prairie Avenue; Thence West to the Southeast corner of Lot 6 in Haywood's Subdivision; Thence West along the South line of Lots 6 through 10 and its extension to the Southeast corner of Lot 11 in Haywood's Subdivision; Thence South along the Southerly extension of the East line of said Lot 11 to the Easterly extension of the South line of Lot 16 in Haywood's Subdivision; Thence West along the South line of said Lot 16 and its extension West to the East line of Indiana Avenue; Thence South along the East line of Indiana Avenue to the South line of 32nd Street; Thence West along the South line of 32nd Street to the West line of Michigan Avenue; Thence North along the West line of Michigan Avenue to the Southeast corner of Lot 8 in Block 2 in C.H Walker's Subdivision; Thence West along the South line of said Lot 8 in Block 2 in C.H. Walker Subdivision and its extension West to the Southwest corner of Lot 7 in Block 2 in C.H Walker's Subdivision being the East line of vacated Wabash Avenue; Thence South along the East line of vacated Wabash Avenue being the West line of Block 2 in C.H. Walker's Subdivision to the South line of vacated 32nd Street; Thence East along the South line of vacated 32nd Street to the Northwest corner of Lot 46 in Block 2 in J. Wentworth's Subdivision; Thence South along the East line of Wabash Avenue to the Southwest corner of Lot 1 in J. S. Barnes' Subdivision; Thence East along the South line of said Lot 1 and its extension East to the West line of a vacated 20.0 foot wide alley; Thence North along said centerline of said vacated 20.0 foot alley to the centerline of 34th Street; Thence East to the East line of Michigan Avenue; Thence South along the East line of Michigan Avenue to the Northwest corner of Lot 30 in Block 7 in J. Wentworth's Subdivision; Thence East along the North line of said Lot 30 and its extension East to the East line of a 20.0 foot wide alley, being the Northwest corner of Lot 19 in Block 7 in J. Wentworth's Subdivision; Thence South along the East line of said alley to the Southwest corner of Lot 20 in Block 7 in J. Wentworth's Subdivision; Thence East along the South line of said Lot 20 and its extension East to the East line of Indiana Avenue; Thence North along the East line of Indiana Avenue to the Northwest corner of Lot 39 in Block 1 of Harriet Farlin's Subdivision; Thence East along the North line of said Lot 39 and its extension East to the East line of an 18.0 foot wide alley in said Block 1; Thence South along the East line of said alley to the Southwest corner of Lot 15 in Block 1 in Harriet Farlin's Subdivision; Thence East along the South line of said Lot 15 in Block 1 to the West line of Prairie Avenue; Thence North along the West line of Prairie Avenue to the North line of the South half of Lot 7 in Block 1 in Dyer and Davisson's Subdivision as extended West; Thence East along said extended line to the West line of an 18.0 foot alley; Thence South along the West line of said alley to the South line of said Lot 7; Thence East along the South line of said Lot 7 and its extension West to the West line of Giles Avenue; Thence North along the West line of Giles Avenue to the South line of a vacated 16.0 foot alley in Block 2 in Dyer and Davisson's Subdivision; Thence West along the South line of said alley to the East line of an 18.0 foot alley in said Block 2; Thence South along the East line of said alley to the Westerly extension of the North line of the South 3 feet of Lot 1 in Nellie C. Dodson's Subdivision extended East; Thence West along said extended line to the West line of Prairie Avenue; Thence North along the West line of Prairie Avenue to a point 85.0 feet South of the south line of 33rd Street; Thence West parallel with 33rd Street 124.62 feet to the East line of 16.0 foot alley; Thence North along the East line of said alley to the South line of 33rd Street; Thence East along the South line of 33rd Street to the West line of 14.0 foot alley, being the Northeast corner

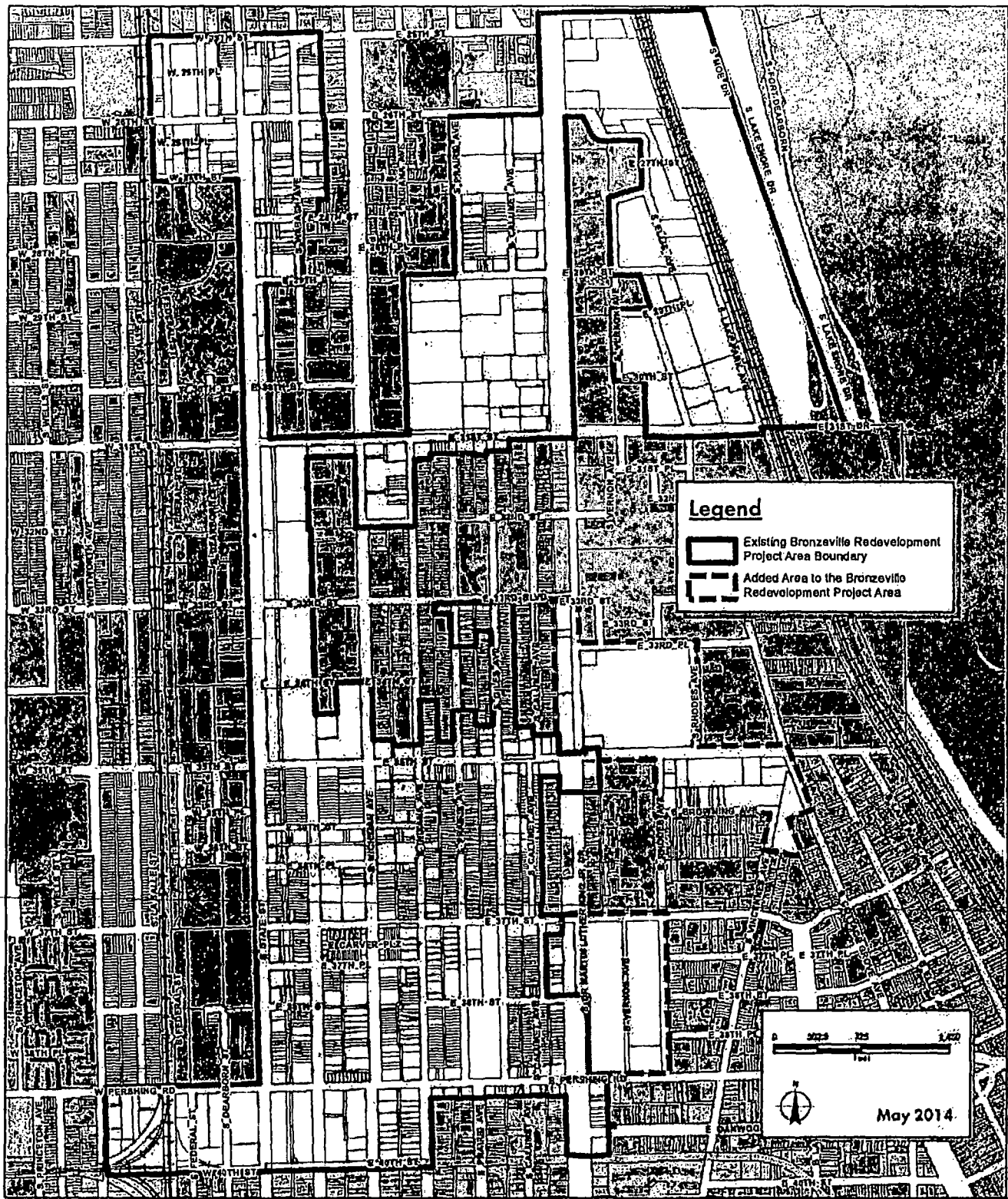
of Lot 1 in Fuller, Frost and Cobb's Subdivision; Thence South along the West line of said alley to the North line of Lot 15 in Francis J. Young's Subdivision extended West; Thence East along the North line of said Lot 15 to the West line of Calumet Avenue; Thence South along the West line of Calumet Avenue to the North line of Lot 23 in Fowler's Subdivision extended West; Thence East along said extended line and North line of Lots 23 to 19 in said Fowler's Subdivision and its extension East to the East line of a 16.0 foot alley; Thence North along said East line of the public alley to the South line of the 66 foot wide right of way of 33RD Street; Thence East along said South right of way line of 33RD Street to the West right of way line of Martin Luther King Drive; Thence South along the West right of way line of Martin Luther King Drive to a point of intersection with the Westerly extension of the North right of way line of 33RD Place; Thence East along the North right of way line of 33RD Place to a point of intersection with the Northerly extension of the East right of way line of Rhodes Avenue; Thence South along the East right of way line of Rhodes Avenue to the North right of way line of 35TH Street; Thence East along the North right of way line of 35TH Street to the East right of way line of Cottage Grove Avenue; Thence Southeasterly along the East right of way line of Cottage Grove Avenue to a point of intersection with the Northeasterly extension of a line being 300 feet Northwesterly of the center line of vacated 36TH Street; Thence Southwesterly along said extension line to a point being 150 feet Westerly of the West line of Cottage Grove Avenue; Thence Southeasterly on a line being parallel with the West right of way line of Cottage Grove Avenue to the center line of vacated 36TH Street; Thence Southwesterly along the center line of vacated 36TH Street to an angle point; Thence Westerly along the center line of vacated 36TH Street to the Westerly right of way line of Vincennes Avenue; Thence Northerly along the Westerly right of way line of Vincennes Avenue to the South right of way line of Browning Avenue; Thence West along the South right of way line of Browning Avenue to the West right of way line of Rhodes Avenue; Thence North along the West right of way line of Rhodes Avenue to the South right of way line of 35TH Street; Thence West along the South right of way line of 35TH Street to the center line of a 16.0 foot alley extended North said center line being 132.0 feet East of the East line of Dr. Martin Luther King Drive; Thence south along the center line of the 16.0 foot alley to the Easterly extension of the South line of Lot 1 in Loomis' Resubdivision of Lots 1 and 4 in Block 1 of Ellis' West Addition to Chicago in the SE ¼ of Section 34 aforesaid; Thence West along the Easterly extension of the South line of Lot 1 in Loomis' Resubdivision to the West line of Dr. Martin Luther King Drive; Thence North along the West line of Dr. Martin Luther King Drive to a point 120.0 feet South of the South line of 35th Street; Thence West parallel with 35th Street to the East line of a 16.0 foot alley, being 70.0 feet East of the East line of Calumet Avenue; Thence South along the East line of said alley to the North line of Lot 2 in D. Harry Hammer's Subdivision; Thence West along the North line of said Lot 2 to the East line of Lot 24 in W. D. Bishopp's Subdivision; Thence South along the east line of said Lot 24 to the North line of 37th Street; Thence East along the North line of 37th Street to The East right of way line of Rhodes Avenue; Thence South along the East right of way line of Rhodes Avenue to the North right of way line of Pershing Road; Thence West along the North line of Pershing Avenue to the East line of an alley extended North, said line being the West line of Lot 17 in Block 1 in Bowen and Smith's Subdivision; Thence South along the east line of said alley to the North line of Oakwood Boulevard; Thence East along the North line of Oakwood Boulevard to the Southeast corner of Lot 1 in Subdivision of Lot 32 in Block 1 in Bowen and Smith's Subdivision of the Northeast ¼ of said Section 3; Thence South along the Southerly extension of said Lot 1 a distance of 25 feet; Thence West along a line being 25 feet South of and parallel with the North line of Oakwood Boulevard to the Northerly extension of the West line of Lot 16 in Bowen & Smith's Subdivision; Thence South to the Northeast corner of Lot 16 in Bowen & Smith's Subdivision; Thence South

along the East line of Lots 16, 17, and 18 in Bowen & Smith's Subdivision to the South line of Lot 18 in Block 2 in Bowen and Smith's Subdivision aforesaid; Thence West along said South line to the West line of Dr. Martin Luther King Drive; Thence North along the West line of Dr. Martin Luther King Drive to the Southeast corner of Lot 1 in Wallace R. Martin's Subdivision; Thence West along the South line of Lots 1 through 3 in Wallace R. Martin's Subdivision to the East line of a 16.0 foot alley; Thence North along the East line of said 16.0 foot alley to the South line of Lot 66 in Circuit Court Partition per document 1225139 extended East; Thence West along the South line of Lots 66 through 70 in Circuit Court Partition and its extension West to the West line of Calumet Avenue; Thence West along the North line of a 16.0 foot alley to the East line of Prairie Avenue; Thence South along the East line of Prairie Avenue to the South line of Lot 3 in Springer's Subdivision extended East; Thence West along said extended line and South line of said Lot 3 to the Southwest corner of Lot 3; Thence North along the West line of Lot 3 to the Southeast corner of Lot 4 in Springer's Subdivision; Thence West along the South line of Lots 4 through 7 in Springer's Subdivision to the East line of Indiana Avenue; Thence South along the East line of Indiana Avenue to the North line of 40th Street; Thence West along the North line of 40th Street and its extension West to the centerline line of State Street; Thence South along the centerline of State Street to the South line of 40th Street; Thence West along the South line of 40th Street to the East line of Block 4 in Pryor's Subdivision; Thence North along said East line to the North line of the U.S. Yards Railroad Right of Way running through said Block 4 in Pryor's Subdivision; Thence West along said North line to the East line of Wentworth Avenue; Thence North along East line of Wentworth Avenue to the place of beginning, all in Cook County, Illinois.

Exhibit 2 – Map Legend

These maps are to be deleted and replaced with the following:

- Amended Map 1 – Amended Redevelopment Project Boundary
- Amended Map 2 – Amended Land Uses
- Amended Map 3 – Amended Proposed Land Uses
- Amended Map 4 – Amended Map with Schools, Parks and Other Public Facilities

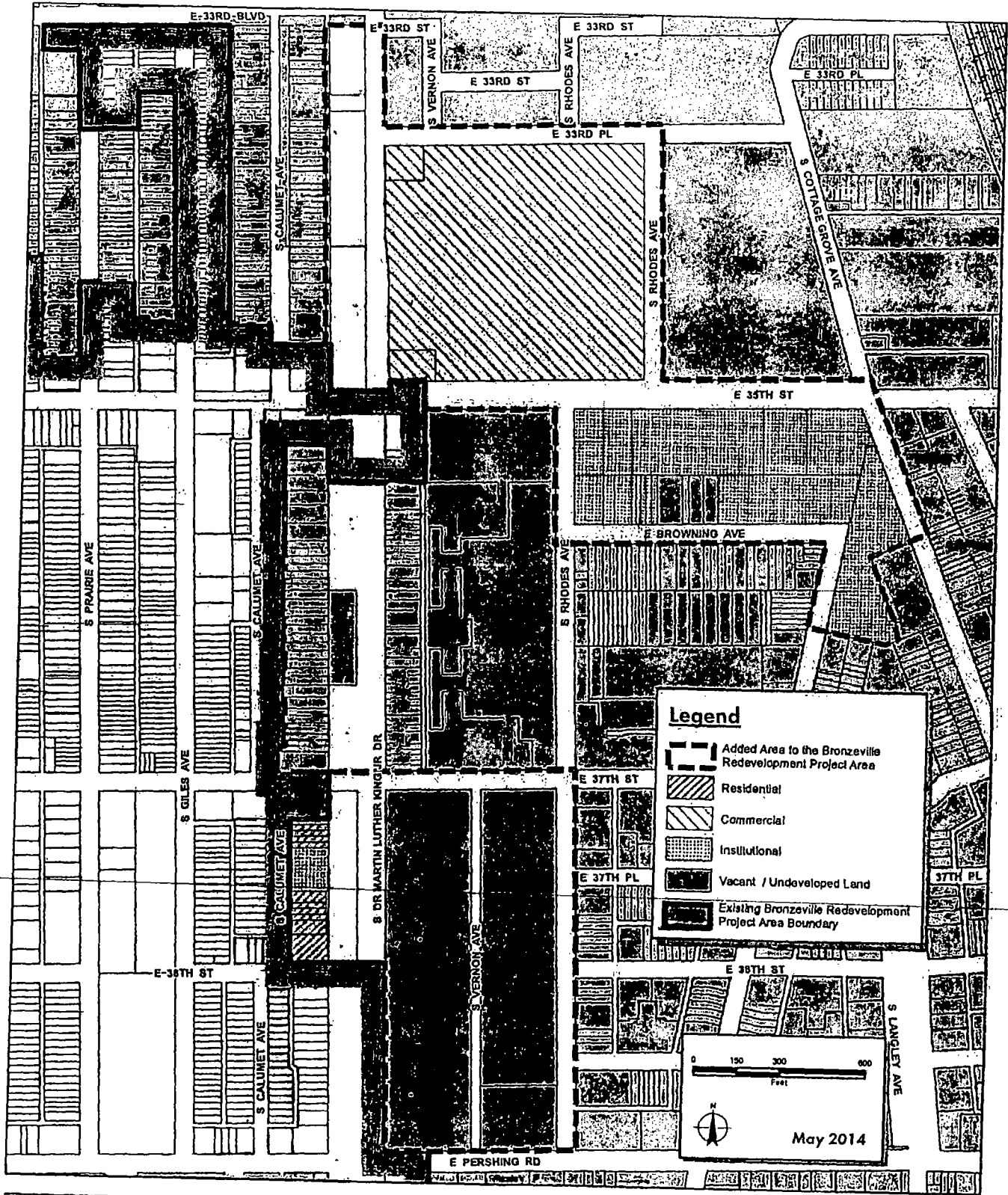


Map 1
Redevelopment Project Area Boundary Amendment No. 3

Amendment to Bronzeville Redevelopment Project Area
 City of Chicago, Illinois




Conrad S. Sappier Enterprises, Inc.
 100 North LaSalle Street, Suite 1515 • Chicago, Illinois 60602

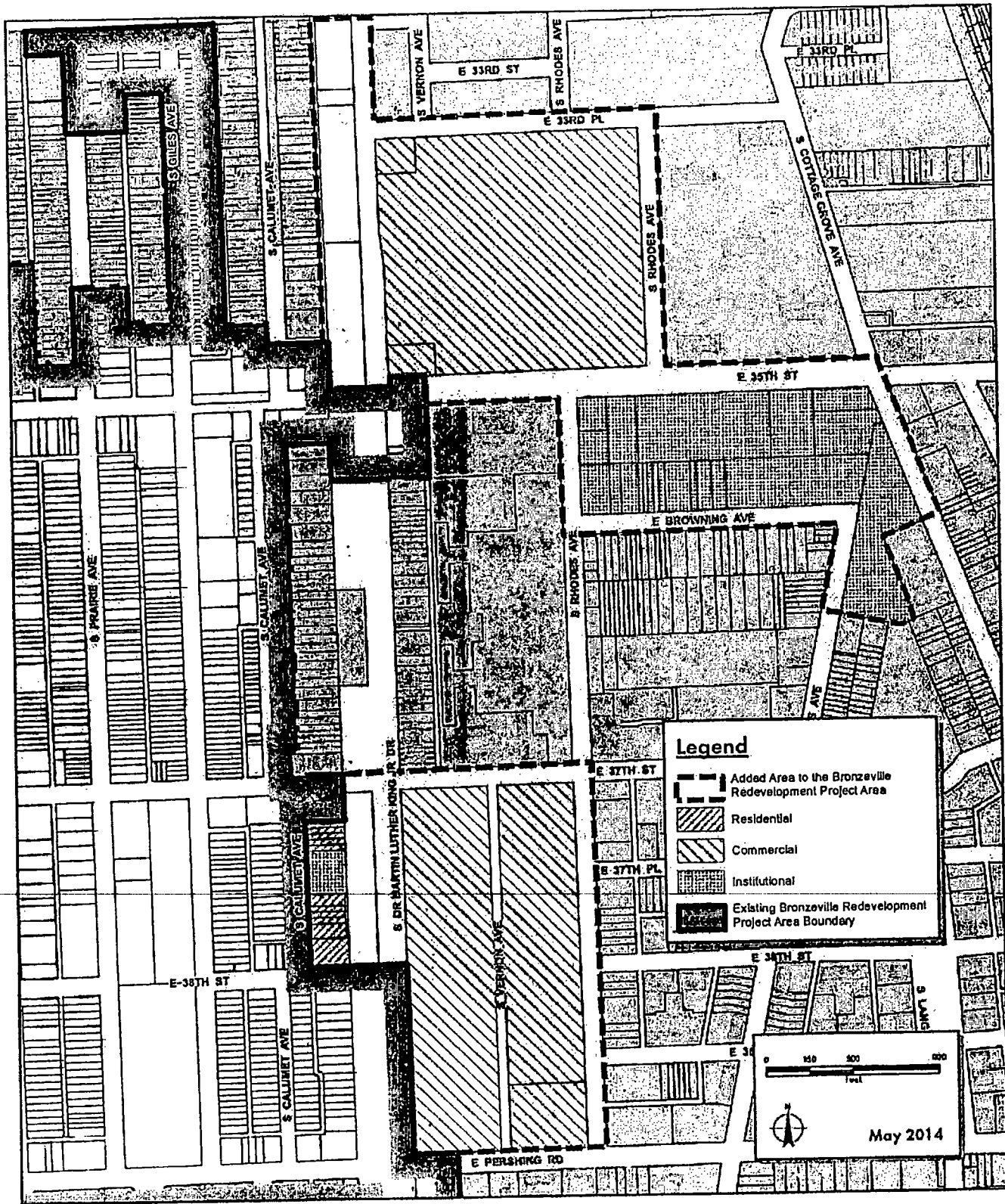


Map 2
Land Uses Amendment No. 3

Amendment to Bronzeville Redevelopment Project Area
 City of Chicago, Illinois



 *Connet R. Sawyer Associates, Inc.*
 160 North LaSalle Street, Suite 1515 • Chicago, Illinois 60602



**Map 3
Proposed Land Uses Amendment No. 3**

Amendment to Bronzeville Redevelopment Project Area
City of Chicago, Illinois



Connet A. Sawyer Corporation, Inc.
110 North LaSalle Street, Suite 1515 • Chicago, Illinois 60602

Exhibit 3 - Bronzeville Added Area Eligibility Report

Bronzeville Tax Increment Finance Program

Redevelopment Plan and Project Amendment No. 3

Added Area Eligibility Report

**City of Chicago
Rahm Emanuel, Mayor**

May 2, 2014

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EXHIBITS

Eligibility Report Exhibit A, Added Area Boundaries.

Eligibility Report Exhibit B, Existing Land Uses.

Eligibility Report Exhibit C, Existing Conditions Map C

I. Introduction

On November 4, 1998 the City Council of the City of Chicago (the "City") adopted ordinances approving the Bronzeville Tax Increment Finance Redevelopment Plan and Project. That Plan was Amended July 29, 2003 and amended most recently by an ordinance adopted on December 7, 2005 (the "Original Plan") and designating the Bronzeville Redevelopment Project Area (the "Redevelopment Project Area"). In an effort to reenergize economic development activity within the larger community, the City of Chicago proposed an amendment to the Bronzeville TIF to expand the boundaries.

Ernest R. Sawyer Enterprises ("the Consultant") has been engaged to determine whether approximately 68.7 acres of land located on the south side of the City and adjacent to the Bronzeville TIF qualifies for designation as redevelopment project area based on findings for a "conservation area," and/or a "blighted area" within the requirements set forth in the Tax Increment Allocation Redevelopment Act (the "Act"). The Act is found in Illinois Compiled Statutes, Chapter 65, Act 5, Section 11-74.4-1 *et. seq.* as amended. The area examined in this Eligibility Report is divided into two sections along the eastern boundary of the Redevelopment Project Area. It is generally bounded by 33rd Place on the north; Cottage Grove on the east; Pershing Road on the south; and the existing Redevelopment Project Area boundary on the west (hereafter referred to as the "Added Area"). The eligibility findings for the Added Area are documented and summarized in this report entitled, the *Bronzeville Tax Increment Finance Program Redevelopment Plan and Project Amendment No. 3 Added Eligibility Report*. The boundaries of the Added Area are shown on the following map: *Eligibility Report Exhibit A, Added Area Boundaries.*

The findings and conclusions presented in this report are based on surveys, documentation, and analyses of properties and conditions related to the Added Area as conducted by the Consultant. The Eligibility Report summarizes the analyses and findings of the Consultant's work. The City is entitled to rely on the findings and conclusions of this Eligibility Report in designating the improved portions of the Added Area as a conservation area and the vacant tax parcels as a blighted area under the Act. The Consultants have prepared this Eligibility Report and the related Amendment No. 3 to the Redevelopment Plan and Project with the understanding that the City would rely on (i) the findings and conclusions of this Eligibility Report and the related Amended Redevelopment Plan, and (ii) the fact that the Consultants have obtained the necessary information so that the Eligibility Report and related Amended Redevelopment Plan will comply with the Act. The determination of whether the Added Area qualifies for designation as a redevelopment project area based on findings of the improved portions of the area as a conservation area and the vacant portions of the area as a blighted area, pursuant to the Act is made by the City of Chicago after careful review and consideration of the conclusions contained in this Eligibility Report.

Following this introduction, Section II presents background information of the Added Area including the geographic location, description of current conditions and area data; Section III documents the building condition assessment and qualifications of the Added Area as a combination conservation area and vacant blighted area under the Act; and Section IV, Summary and Conclusions, documents the findings of the Eligibility Report.

II. Background Information

A. The Location and Size of the Added Area

The Added Area is located on the south side of the City. The Added Area can be separated into two sections: a commercial, institutional section and a residential section. The Added Area contains a total of 23 buildings on 45 tax parcels located in the Douglas community area. There are 38 improved tax parcels and 7 vacant tax parcels. Three of the improved tax parcels make up Right of Way along Martin Luther King, Jr. Drive. The total land area including all Right of Ways is approximately 68.7 acres.

The Added Area is a mix of Commercial/Institutional and Residential, with the commercial hub concentrated in the Lake Meadows Shopping Center located between Martin Luther King, Jr. Drive and Rhodes Avenue and between 33rd Place and 35th Street. The Added Area contains approximately 17.04 acres of vacant land. Existing land uses are illustrated in Eligibility Report Exhibit B, Existing Land Uses.

Residential

The residential section of the Added Area predominately consists of modest single family homes situated along Martin Luther King, Jr. Drive south of 37th Street and North of 38th Street Road and one high rise apartment building on two parcels. Although many of the structures located in the residential area appear on the exterior to be in fair condition, we noted deterioration and signs of deferred maintenance which are apparent throughout the area. This can be viewed as an emerging lack of maintenance and investment in the area. The area also suffers from widespread street, curb, and gutter disrepair. Most of the streets in the Added Area have large potholes, crumbling sidewalks and pavement, and broken curbs. The level of disrepair of the infrastructure goes beyond what would be considered normal wear and was consistent throughout the entire area.

Commercial

The commercial areas of the Added Area are characterized by deteriorating commercial and institutional property. The commercial areas contain deteriorated buildings, site, and infrastructure. Commercial activity in the Added Area is fairly high with the commercial hub concentrated in the Lake Meadows Shopping Center located between Martin Luther King, Jr. Drive and Rhodes Avenue and between 33rd Place and 35th Street. The shopping center, although predominately located on one tax parcel, makes up 16 acres of the Added Area. The shopping center has excessive vacancies with approximately 30% of the commercial units in the Added Area unoccupied.

Institutional

The area to the south and east of this commercial hub includes two Chicago Public School buildings: the Chicago High School for the Arts at 521 East 35th Street and the James R. Doolittle Elementary School at 535 East 35th Street and a portion of Ellis Park.

Transportation

Street System

Local - For residents and visitors who choose to drive into, out of, and around the Added Area, there are many major thoroughfares linking the Added Area to other parts of the City. Within the Added Area, the major thoroughfares include north-south routes: Martin Luther King, Jr. Drive, Rhodes Avenue, and Cottage Grove Avenue; and east-west routes: 35th Street and 37th Street.

Public Transportation

The Chicago Transit Authority (CTA) Buses services a few stops in close proximity to the Added Area. There are three (3) bus lines with stops within the Added Area.

Pedestrian Transportation

Pedestrian traffic in the Added Area is concentrated along the major arterial streets. Martin Luther King, Jr. Drive and 35th Street have the largest concentrations of pedestrian traffic. The higher concentration of pedestrian traffic along these streets is associated with commuters utilizing the CTA bus lines along this route. Concentration of pedestrian traffic is also associated with schools located within the Added Area as well as its close proximity to downtown Chicago. Most pedestrian traffic around schools is present during the peak periods before and after school hours.

There are sidewalks on all of the streets within the Added Area that connect pedestrians from north to south and east to west. The major thoroughfares provide crosswalks at intersections for pedestrian safety.

B. Basis for Redevelopment

The Illinois General Assembly made these key findings in adopting the Act:

1. That there exists in many municipalities within the state blighted and conservation areas;
2. That as a result of the existence of blighted areas and areas requiring conservation, there is an excessive and disproportionate expenditure of public funds, inadequate public and private investment, unmarketability of property, growth in delinquencies and crime, and housing and zoning law violations in such areas together with an abnormal exodus of families and businesses so that the decline of these areas impairs the value of private investments and threatens the sound growth and the tax base of taxing districts in such areas, and threatens the health, safety, morals, and welfare of the public; and
3. That the eradication of blighted areas and the treatment and improvement of conservation areas by redevelopment projects are essential to the public interest.

To ensure that the exercise of these powers is proper and in the public interest, the Act also specifies certain requirements that must be met before a municipality can proceed with implementing a redevelopment project. One of these requirements is that the municipality must demonstrate that a prospective redevelopment project area qualifies either as a blighted area or as a conservation area within the definitions for each set forth in the Act (Section 11-74.4-3).

III. Qualification of the Added Area

A. Illinois Tax Increment Allocation Redevelopment Act

The Act authorizes Illinois municipalities to redevelop locally designated deteriorated areas through tax increment financing. In order for an area to qualify as a tax increment financing district, it must first be designated as a blighted area, a conservation area (or a combination of the two), or an industrial park conservation area as defined at 5/11-74.4-3(a) of the Act. Based on the criteria set forth in the Act, the improved portion of the Added Area was determined to qualify as a conservation area, and the vacant portion of the Added Area was determined to qualify as a blighted area.

As set forth in the Act a conservation area is:

"conservation area means any improved area within the boundaries of a redevelopment project area located within the territorial limits of the municipality in which 50% or more of the structures in the area have an age of 35 years or more. Such an area is not yet a blighted area but because of a combination of three (3) or more of the following factors is detrimental to the public safety, health, morals or welfare and such an area may become a blighted area:

- (1) Dilapidation. An advanced state of disrepair or neglect of necessary repairs to the primary structural components of buildings or improvements in such a combination that a documented building condition analysis determines that major repair is required or the defects are so serious and so extensive that the buildings must be removed.*
- (2) Obsolescence. The condition or process of falling into disuse. Structures have become ill-suited for the original use.*
- (3) Deterioration. With respect to buildings, defects including, but not limited to, major defects in the secondary building components such as doors, windows, porches, gutters and downspouts, and fascia. With respect to surface improvements, that the condition of roadways, alleys, curbs, gutters, sidewalks, off-street parking, and surface storage areas evidence deterioration, including, but not limited to, surface cracking, crumbling, potholes, depressions, loose paving material, and weeds protruding through paved surfaces.*
- (4) Presence of structures below minimum code standards. All structures that do not meet the standards of zoning, subdivision, building, fire, and other governmental codes applicable to property, but not including housing and property maintenance codes.*
- (5) Illegal use of individual structures. The use of structures in violation of applicable federal, State, or local laws, exclusive of those applicable to the presence of structures below minimum code standards.*
- (6) Excessive vacancies. The presence of buildings that are unoccupied or under-utilized and that represent an adverse influence on the area because of the frequency, extent, or duration of the vacancies.*

- (7) *Lack of ventilation, light, or sanitary facilities. The absence of adequate ventilation for light or air circulation in spaces or rooms without windows, or that require the removal of dust, odor, gas, smoke, or other noxious airborne materials. Inadequate natural light and ventilation means the absence or inadequacy of skylights or windows for interior spaces or rooms and improper window sizes and amounts by room area to window area ratios. Inadequate sanitary facilities refers to the absence or inadequacy of garbage storage and enclosure, bathroom facilities, hot water and kitchens, and structural inadequacies preventing ingress and egress to and from all rooms and units within a building.*
- (8) *Inadequate utilities. Underground and overhead utilities such as storm sewers and storm drainage, sanitary sewers, water lines, and gas, telephone, and electrical services that are shown to be inadequate. Inadequate utilities are those that are:*
- (i) *of insufficient capacity to serve the uses in the redevelopment project area,*
 - (ii) *deteriorated, antiquated, obsolete, or in disrepair, or*
 - (iii) *lacking within the redevelopment project area.*
- (9) *Excessive land coverage and overcrowding of structures and community facilities. The over-intensive use of property and the crowding of buildings and accessory facilities onto a site. Examples of problem conditions warranting the designation of an area as one exhibiting excessive land coverage are: the presence of buildings either improperly situated on parcels or located on parcels of inadequate size and shape in relation to present-day standards of development for health and safety and the presence of multiple buildings on a single parcel. For there to be a finding of excessive land coverage, these parcels must exhibit one (1) or more of the following conditions: insufficient provision for light and air within or around buildings, increased threat of spread of fire due to the close proximity of buildings, lack of adequate or proper access to a public right-of-way, lack of reasonably required off-street parking, or inadequate provision for loading and service.*
-
- (10) *Deleterious land use or layout. The existence of incompatible land-use relationships, buildings occupied by inappropriate mixed-uses, or uses considered to be noxious, offensive, or unsuitable for the surrounding area.*
- (11) *Lack of community planning. The proposed redevelopment project area was developed prior to or without the benefit or guidance of a community plan. This means that the development occurred prior to the adoption by the municipality of a comprehensive or other community plan or that the plan was not followed at the time of the area's development. This factor must be documented by evidence of adverse or incompatible land-use relationships, inadequate street layout, improper subdivision, parcels of inadequate shape and size to meet contemporary development standards, or other evidence demonstrating an absence of effective community planning.*

- (12) *The area has incurred Illinois Environmental Protection Agency or United States Environmental Protection Agency remediation costs for, or a study conducted by an independent consultant recognized as having expertise in environmental remediation has determined a need for, the clean-up of hazardous waste, hazardous substances, or underground storage tanks required by State or federal law, provided that the remediation costs constitute a material impediment to the development or redevelopment of the redevelopment project area.*
- (13) *The total equalized assessed value of the proposed redevelopment project area has declined for three (3) of the last five (5) calendar years for which information is available or is increasing at an annual rate that is less than the balance of the municipality for three (3) of the last five (5) calendar years for which information is available or is increasing at an annual rate that is less than the Consumer Price Index for All Urban Consumers published by the United States Department of Labor or successor agency for three (3) of the last five (5) calendar years for which information is available.*

As set forth in the Act, a blighted area is:

"any improved or vacant area within the boundaries of a redevelopment project area located within the territorial limits of the municipality where:

...

- (2) *If vacant, the sound growth of the redevelopment project area is impaired by a combination of two (2) or more of the following factors, each of which is (i) present, with that presence documented, to a meaningful extent so that a municipality may reasonably find that the factor is clearly present within the intent of the Act and (ii) reasonably distributed throughout the vacant part of the redevelopment project area to which it pertains:*
- (A) *Obsolete platting of vacant land that results in parcels of limited or narrow size or configurations of parcels of irregular size or shape that would be difficult to develop on a planned basis and in a manner compatible with contemporary standards and requirements, or platting that failed to create rights-of-way for streets or alleys or that created inadequate right-of-way widths for streets, alleys, or other public rights-of-way or that omitted easement for public utilities.*
 - (B) *Diversity of ownership of parcels of vacant land sufficient in number to retard or impede the ability to assemble the land for development.*
 - (C) *Tax and special assessment delinquencies exist or the property has been the subject of tax sales under the Property Tax Code within the last five (5) years.*
 - (D) *Deterioration of structures or site improvements in neighboring areas adjacent to the vacant land.*
 - (E) *The area has incurred Illinois Environmental Protection Agency or United States Environmental Protection Agency remediation costs for, or a study conducted by an independent consultant recognized as having expertise in environmental remediation has determined a need for, the clean-up of hazardous waste, hazardous substances, or underground storage tanks required by State or federal law, provided that the remediation costs*

constitute a material impediment to the development or redevelopment of the redevelopment project area.

- (F) The total equalized assessed value of the proposed redevelopment project area has declined for three (3) of the last five (5) calendar years prior to the year in which the redevelopment project area is designated or is increasing at an annual rate that is less than the balance of the municipality for three (3) of the last five (5) calendar years for which information is available or is increasing at an annual rate that is less than the Consumer Price Index for All Urban Consumers published by the United States Department of Labor or successor agency for three (3) of the last five (5) calendar years prior to the year in which the redevelopment project area is designated.
- (3) If vacant, the sound growth of the redevelopment project area is impaired by one of the following factors that (i) is present, with that presence documented, to a meaningful extent so that a municipality may reasonably find that the factor is clearly present within the intent of the Act and (ii) is reasonably distributed throughout the vacant part of the redevelopment project area to which it pertains:
- (A) The area consists of one or more unused quarries, mines, or strip mine ponds.
 - (B) The area consists of unused rail yards, rail tracks, or railroad rights-of-way.
 - (C) The area, prior to its designation, is subject to chronic flooding that adversely impacts on real property in the area as certified by a registered professional engineer or appropriate regulatory agency.
 - (D) The area consist of an unused or illegal disposal site containing earth, stone, building debris, or similar materials that were removed from construction, demolition, excavation, or dredge sites.
 - (E) Prior to the effective date of this amendatory Act of the 91st General Assembly, the area is not less than 50 nor more than 100 acres and 75% of which is vacant (notwithstanding that the area has been used for commercial agricultural purposes within five (5) years prior to the designation of the redevelopment project area), and the area meets at least one (1) of the factors itemized in paragraph (1) of this subsection, the area has been designated as a town or village center by ordinance or comprehensive plan adopted prior to January 1, 1982,, and the area has not been developed for that designated purpose.
 - (F) ~~The area qualified as a blighted improved area immediately prior to becoming vacant, unless there has been substantial private investment in the immediately surrounding area.~~

It is also important to note that the test of eligibility is based on the conditions of the Added Area as a whole; it is not required that eligibility be established for each and every property in the Added Area.

B. Survey, Analysis and Distribution of Eligibility Factors

A parcel-by-parcel analysis of the Added Area was conducted to identify the presence of TIF eligibility factors. The condition of each parcel and structure in the Added Area was documented. Field survey data was compiled and analyzed to investigate the presence and distribution of each of the TIF eligibility factors. That data is presented in two tables: Table 1 – Conservation Factors Matrix for Improved Land, and Table 3 – Blighting Factors Matrix

for Vacant Land. The conditions recorded in Tables 1 and 3 are depicted graphically in the Eligibility Report, Exhibit C- Existing Conditions Map.

The improved portion of the Added Area contains 23 structures located on 38 tax parcels. This portion of the Added Area is characterized by the following conditions:

- the predominance of buildings that are 35 years of age or older (100% of buildings)¹;
- deteriorated buildings (100% of buildings);
- excessive vacancies (1% of improved parcels);
- inadequate utilities (100% of improved parcels);
- lack of community planning (1% of improved parcels); and
- declining EAV

The vacant portion of the Added Area, which constitutes approximately 24% of net land area, is characterized by the following conditions:

- obsolete platting (100% of vacant parcels)
- deterioration of structures or site improvements in neighboring areas (100% of vacant parcels).

C. Evaluation Procedure

The Consultant conducted exterior surveys of observable conditions on all properties, buildings, and public and private improvements located in the Added Area. These inspectors have been trained in TIF survey techniques and have extensive experience in similar undertakings.

The surveys examined not only the condition and use of buildings, but also included surveys of streets, sidewalks, curbs, gutters, lighting, vacant land, underutilized land, parking facilities, landscaping, fences and walls, and general maintenance. In addition, an analysis was conducted on existing site coverage, parking and land uses, and their relationship to the surrounding Area. Investigators also researched historic photos and were assisted by information obtained from the City of Chicago. The boundary and qualification of the Added Area was determined by the field investigations, eligibility requirements described in the Act, and the needs and deficiencies of the Added Area.

D. Investigation and Analysis of Factors

In determining whether or not the proposed Added Area meets the eligibility requirements of the Act, various methods of research were used in addition to the field surveys. The data includes information assembled from the sources below:

1. Contacts with local individuals knowledgeable as to Added Area conditions and history, age of buildings and site improvements, methods of construction, real estate records and related items, and other information related to the Added Area was used. In addition, aerial photographs, Sidwell block sheets, City utility atlases, electronic permitting data, etc. were also utilized.
2. Inspection and research as to the condition of local buildings, streets, utilities, etc.

¹ This is 100% greater than the statutory requirement. Under the Tax Increment Allocation Redevelopment Act, for designation of an area as a Conservation Area, 50% or more of the buildings must be 35 years of age or older.

3. On-site field inspection of the proposed Added Area conditions by experienced property inspectors of the Consultant and others as previously noted. Personnel of the Consultant are trained in techniques and procedures of determining conditions of properties, utilities, streets, etc. and determination of eligibility of designated areas for tax increment financing.

4. Use of accepted definitions as provided for in the Act.

5. Adherence to basic findings of need as established by the Illinois General Assembly in establishing tax increment financing which became effective on January 10, 1977. These are:

i. There exists in many Illinois municipalities areas that are conservation or blighted areas, within the meaning of the TIF statute.

ii. The eradication of blighted areas and the treatment of conservation areas by redevelopment projects are essential to the public interest.

iii. These findings are made on the basis that the presence of blight or conditions which lead to blight, is detrimental to the safety, health, welfare and morals of the public.

Table 1 – Conservation Factors Matrix for Improved Land, provided on the following page documents the conditions in the Added Area.

TABLE 1. CONSERVATION FACTORS MATRIC FOR IMPROVED LAND

	PIN NO.	Building 35 Years Age or more	Dilapidation	Obsolescence	Deterioration	Structures below min code standards	Illegal use of structures	Excessive vacancies	Lack of ventilation, light or sanitary facilities	Inadequate utilities	Excessive land coverage	Deleterious land use or layout	Lack of community planning	EPA remediation costs
1	17-34-123-051	0			X					X				
2	17-34-123-055	0			X					X				
3	17-34-216-043	1			X					X				
4	17-34-216-044	0			X					X				
5	17-34-216-045	3			X			X		X		X		
6	17-34-319-003	1			X					X				
7	17-34-319-004	1			X					X				
8	17-34-319-005	1			X					X				
9	17-34-319-006	1			X					X				
10	17-34-319-012	1			X					X				
11	17-34-319-013	1			X					X				
12	17-34-319-014	1			X					X				
13	17-34-319-015	1			X					X				
14	17-34-319-016	1			X					X				
15	17-34-319-017	1			X					X				
16	17-34-319-018	2			X					X				
17	17-34-319-019	0			X					X				
18	17-34-319-021-1001	1			X					X				
19	17-34-319-021-1002	0			X					X				
20	17-34-319-021-1003	0			X					X				
21	17-34-319-021-1004	0			X					X				
22	17-34-402-069	1			X									
23	17-34-402-003	1			X					X				
24	17-34-402-004	1			X					X				
25	17-34-402-032	0			X									
26	17-34-402-033	0			X									
27	17-34-402-034	0			X									
28	17-34-402-035	0			X									
29	17-34-402-036	0			X									
30	17-34-402-061	2			X									
31	17-34-402-067	0			X					X				
32	17-34-402-068	0			X					X				
33	17-34-402-070	0			X									
34	17-34-402-071	0			X									
35	17-34-402-072	0			X									
36	17-34-402-076	0			X					X				
37	17-34-402-077	1			X					X				
38	17-34-405-032	0			X					X				
		23			38			1		28			1	

E. Eligibility Factors – Improved Added Area

In making the determination of eligibility, each and every property or building in the Added Area is not required to be blighted or otherwise qualify. It is the Added Area as a whole that must be determined to be eligible.

The report stated below details conditions that cause the Added Area to qualify under the Act as a conservation area, per surveys and research undertaken by the Consultant in March 2014:

Age of Structures

Age, although not one of the 13 factors used to establish a conservation area under the Act, is used as a threshold that an area must meet in order to qualify.

Age presumes the existence of problems or limiting conditions resulting from normal and continuous use of structures and exposure to the elements over a period of many years. As a rule, older buildings typically exhibit more problems than buildings constructed in later years because of longer periods of active usage ("wear and tear") and the impact of time, temperature and moisture. Additionally, older buildings tend not to be ideally suited for meeting modern-day space and development standards. These typical problematic conditions in older buildings can be the initial indicators that the factors used to qualify may be present.

Summary of Findings Regarding Age:

There are 23 buildings in the Added Area (including accessory structures such as garages and secondary buildings). Of these buildings, 23 (100%) are 35 years of age or older as determined by field surveys and local research. In many instances buildings are significantly older than 35 year of age. The Added Area meets the threshold requirement for a conservation area in that more than 50% of the structures in the Added Area exceed 35 years of age.

1. Dilapidation

Dilapidation as a factor is based upon the documented presence and reasonable distribution of buildings in an advanced state of disrepair. In order for a building to be classified as dilapidated, as the term is defined in the Act, major defects to the primary structural components of the building must be evident, or evident structural defects must be so extensive that the buildings must be removed. A small number of structures in Added Area have such critical defects in primary structural components, such as leaning or bowing load-bearing walls, severely sagging roofs, damaged floor structures, or foundations exhibiting major cracks or displacement.

Summary of Findings Regarding Dilapidation:

This factor was not documented in the Added Area.

2. Obsolescence

An obsolete building or improvement is one which no longer serves its intended use. The Act defines obsolescence as *"the condition or process of falling into disuse. Structures have become ill-suited for the original use."* Obsolescence, as a factor, is based upon the documented presence and reasonable distribution of buildings and other site improvements evidencing such obsolescence. Examples include:

- a. **Functional Obsolescence:** Structures are typically built for specific uses or purposes, and their design, location, height and space arrangement are each intended for a specific occupancy at a given time. Buildings are obsolete when they contain characteristics or deficiencies that limit the use and marketability of such buildings. The characteristics may include loss in value to a property resulting from an inherent deficiency existing from poor design or layout, improper orientation of the building on site, etc., which detracts from the overall usefulness or desirability of a property. Obsolescence in such buildings is typically difficult and expensive to correct.
- b. **Economic Obsolescence:** Economic obsolescence is normally a result of adverse conditions that cause some degree of market rejection, and hence, depreciation in market values. Typically, buildings classified as dilapidated and buildings that contain vacant space are characterized by problem conditions, which may not be economically curable, resulting in net rental losses and/or depreciation in market value.
- c. **Obsolete site improvements:** Site improvements, including sewer and water lines, public utility lines (gas, electric and telephone), roadways, parking areas, parking structures, sidewalks, curbs and gutters, lighting, etc., may also evidence obsolescence in terms of their relationship to contemporary development standards for such improvements. Factors of this obsolescence may include inadequate utility capacities, outdated designs, etc.

Summary of Findings Regarding Obsolescence:

This factor was not documented in the Added Area.

3. Deterioration

Deterioration refers to physical deficiencies or disrepair in buildings or site improvements requiring treatment or repair. Conditions that are not easily correctable in the course of normal maintenance were classified as deteriorated. Such buildings may be classified as deteriorating or in an advanced stage of deterioration, depending upon the degree or extent of the defects.

Summary of Findings Regarding Deterioration:

Throughout the Added Area, deteriorating conditions were recorded on all (100%) of the

23 buildings in the Added Area. Buildings with some major or minor defects (e.g., damaged door frames, broken window frames and muntins, dented or damaged metal siding, gutters and downspouts damaged, weathered fascia materials, cracks in masonry walls, spalling masonry surfaces, etc.) were observed in the Added Area. In addition, site improvements like roadways and off-street parking areas also evidenced deterioration such as cracking on paved surfaces, potholes, depressions, loose paving materials and weeds protruding through the surface. Therefore, this factor is a supporting factor for Added Area conservation area eligibility.

4. Presence of Structures Below Minimum Code Standards

Structures below minimum code standards include all structures that do not meet the standards of zoning, subdivision, State building laws and regulations. The principal purposes of such codes are to require buildings to be constructed in such a way as to sustain safety of loads expected from various types of occupancy, to be safe for occupancy against fire and similar hazards, and/or establish minimum standards essential for safe and sanitary habitation. Structures below minimum code are characterized by defects or deficiencies that presume to threaten health and safety.

Summary of Findings Regarding Presence of Structures Below Minimum Code Standards:

Considering the age of buildings in the Added Area, it is certain that many of the buildings are below the minimum code standards currently in force by the City of Chicago. However, in order to substantiate these conditions both interior and exterior inspections of the properties by qualified professionals would be required. Therefore, this factor cannot be verified as present for this Eligibility Study.

5. Illegal Use of Individual Structures

This factor applies to the use of structures in violation of applicable national, State or local laws. Examples of illegal uses may include, but not be limited to, the following:

- a. illegal home occupations;
- b. conduct of any illegal vice activities such as gambling or drug manufacture;
- c. uses not in conformance with local zoning codes and not previously grandfathered in as legal nonconforming uses;
- d. uses involving manufacture, sale, storage or use of dangerous explosives and firearms.

Summary of Findings Regarding Illegal Use of Individual Structures:

This factor was not documented in the Added Area.

6. Excessive Vacancies

Establishing the presence of this factor requires the documenting of the presence of unoccupied or underutilized buildings that represent an adverse influence on the Area because of the frequency, extent, or duration of such vacancies. It

includes properties which evidence no apparent effort directed toward occupancy or utilization and partial vacancies.

Summary of Findings Regarding Excessive Vacancies:

During the field investigation of the commercial areas within the Added Area, it was observed that the property suffers from excessive vacancies with approximately 30% of the commercial units unoccupied. The shopping center, although predominately located on one tax parcel, makes up approximately 16 acres of the improved land within the Added Area. Once all rights of way are excluded, the amount of improved land within the Added Area is approximately 33.9 acres. Therefore, this one tax parcel makes up 47% of the improved land within the Added Area. Without intervention, vacancies are likely to persist and begin to negatively impact surrounding properties. Therefore, this factor is a supporting factor for Added Area conservation area eligibility.

7. Lack of Ventilation, Light or Sanitary Facilities

Many older structures fail to provide adequate ventilation, light or sanitary facilities. This is also a characteristic often found in illegal or improper building conversions and in commercial buildings converted to residential usage. Lack of ventilation, light or sanitary facilities are presumed to adversely affect the health of building occupants (i.e., residents, employees or visitors).

Summary of Findings Regarding Lack of Ventilation, Light or Sanitary Facilities:

The exterior field survey of buildings in the Added Area did not result in documentation of structures without adequate mechanical ventilation, natural light and proper window area ratios in the Added Area. This factor was not documented in the Added Area.

8. Inadequate Utilities

Inadequate utilities refers to deficiencies in the capacity or condition of utilities which service a property or area, including, but not limited to, storm water drainage, water supply, electrical power, sanitary sewers, gas and electricity.

Summary of Findings Regarding Inadequate Utilities:

The Bureau of Engineering Services in the City's Department of Water Management provided the consultant with data on the condition of sanitary sewer mains and water lines in the Added Area. Many of the water mains serving the Added Area are deficient in terms of age. The projected service life of water mains is 100 years. Some sections of water line in the Added Area are more than 100 years old, while others are only 47 years old.

Sanitary sewer data was also reviewed by the Consultant. Many sections of sewer line also exceed 100 years of age. On a whole, the majority of the Added Area is served by sewer lines that exceed their expected service life.

These deficient utilities are distributed throughout the Improved portions of the Added Area and present on 38 (100%) of the improved parcels. Therefore, this factor is a supporting factor for Added Area conservation area eligibility.

9. Excessive Land Coverage and Overcrowding of Structures and Community Facilities

This factor may be documented by showing instances where building coverage is excessive. Excessive coverage refers to the over-intensive use of property and the crowding of buildings and accessory facilities onto a site. Problem conditions include buildings either improperly situated on the parcel or located on parcels of inadequate size and/or shape in relation to present-day standards of development for health and safety; and multiple buildings on a single parcel. The resulting inadequate conditions include such factors as insufficient provision for light and air, increased threat of fire due to close proximity to nearby buildings, lack of adequate or proper access to a public right-of-way, lack of required off-street parking, and inadequate provision for loading or service. Excessive land coverage has an adverse or blighting effect on nearby development because problems associated with lack of parking or loading areas can negatively impact adjoining properties.

Summary of Findings Regarding Excessive Land Coverage and Overcrowding of Structures and Community Facilities:

This factor was not documented in the Added Area.

10. Deleterious Land Use or Layout

Deleterious land uses include all instances of incompatible land-use relationships, buildings occupied by inappropriate mixed uses, or uses which may be considered noxious, offensive or environmentally unsuitable.

Summary of Findings Regarding Deleterious Land Use or Layout:

This factor was not documented in the Added Area.

11. Lack of Community Planning

This may be counted as a factor if the Added Area was developed prior to, or without the benefit or guidance of, a community plan. This means that no community plan existed, was considered inadequate, and/or was virtually ignored during the time of the area's development. Indications of a lack of community planning include:

1. Streets, alleys, and intersections that are too narrow or awkwardly configured to accommodate traffic movements.
2. Inadequate street and utility layout.
3. Tracts of land that are too small or have awkward configurations that would not meet contemporary development standards.
4. Properties lack adequate access to public streets.

5. Industrial land use and zoning adjacent to or within heavily developed residential areas without ample buffer areas.
6. Commercial and industrial properties that are too small to adequately accommodate appropriate off-street parking and loading requirements.
7. The presence of deteriorated structures, code violations and other physical conditions that are further evidence of an absence of effective community planning.

Summary of Findings Regarding Lack of Community Planning:

Lack of community planning was observed on one improved tax parcel within the Added Area. However, that one tax parcel makes up approximately 36% of the improved land within the Added Area. Therefore, this factor is a supporting factor for Added Area conservation area eligibility.

12. Environmental Remediation Costs

If an area has incurred Illinois or United States Environmental Protection Agency remediation costs for, or a study conducted by an independent consultant recognized as having expertise in environmental remediation has determined a need for, the clean-up of hazardous waste, hazardous substances, or underground storage tanks required by State or federal law, provided that the remediation costs constitute a material impediment to the development of the redevelopment project area then this factor may be counted.

Summary of Findings Regarding Environmental Remediation Costs:

This factor was not identified in the Added Area.

13. Declining or Lagging Rate of Growth of Total Equalized Assessed Valuation

If the total equalized assessed value of the proposed redevelopment project area has declined for three (3) of the last five (5) calendar years for which information is available, or is increasing at an annual rate that is less than the balance of the municipality for three (3) of the last five (5) calendar years for which information is available, or is increasing at an annual rate that is less than the Consumer Price Index for All Urban Consumers published by the United States Department of Labor or successor agency for three (3) of the last five (5) calendar years for which information is available then this factor may be counted.

Summary of Findings Regarding Declining or Lagging Rate of Growth of Total Equalized Assessed Valuation:

Analysis of historic EAV for the Added Area indicated that the presence of this factor does exist. Over a five years period between 2007 AND 2012, the growth rate of the total equalized assessed valuation (EAV) of the Added Area has increased at an annual rate that is less than the balance of the municipality for three of the last five years. These figures are shown below in Eligibility Report Table 2. Growth of Added Area vs. City of Chicago.

		2007	2008	2009	2010	2011	2012
1	17-34-123-051	\$0	\$0	\$0	\$0	\$0	\$0
2	17-34-123-055	\$0	\$0	\$0	\$0	\$0	\$0
3	17-34-216-043	\$451,316	\$472,692	\$362,963	\$355,413	\$319,937	\$308,330
4	17-34-216-044	\$146,990	\$153,952	\$171,080	\$165,776	\$149,228	\$140,939
5	17-34-216-045	\$10,583,781	\$11,085,077	\$18,231,961	\$13,645,404	\$12,283,345	\$11,625,225
6	17-34-319-003	\$92,323	\$103,928	\$127,856	\$124,781	\$62,215	\$65,850
7	17-34-319-004	\$69,692	\$80,224	\$97,360	\$98,918	\$91,448	\$75,476
8	17-34-319-005	\$86,482	\$97,810	\$107,916	\$109,255	\$100,752	\$81,721
9	17-34-319-006	\$4,369	\$3,369	\$2,869	\$2,869	\$2,869	\$869
10	17-34-319-012	\$80,658	\$91,709	\$97,435	\$95,405	\$52,863	\$51,563
11	17-34-319-013	\$21,834	\$22,658	\$26,893	\$26,334	\$23,705	\$14,926
12	17-34-319-014	\$21,834	\$22,658	\$26,893	\$26,334	\$23,705	\$14,926
13	17-34-319-015	\$24,941	\$26,887	\$89,950	\$30,554	\$74,183	\$66,737
14	17-34-319-016	\$183,228	\$181,857	\$169,909	\$169,958	\$155,396	\$123,673
15	17-34-319-017	\$3,069,868	\$2,543,975	\$4,045,610	\$2,475,908	\$2,228,767	\$2,069,071
16	17-34-319-018	\$0	\$0	\$0	\$0	\$0	\$0
17	17-34-319-019	\$0	\$0	\$0	\$0	\$0	\$0
18	17-34-319-021-1001	\$46,159	\$48,346	\$58,235	\$57,024	\$51,332	\$35,151
19	17-34-319-021-1002	\$50,180	\$52,284	\$62,108	\$60,168	\$43,861	\$30,019
20	17-34-319-021-1003	\$52,897	\$55,193	\$66,482	\$65,099	\$58,801	\$40,128
21	17-34-319-021-1004	\$53,195	\$55,451	\$65,890	\$65,867	\$58,712	\$37,317
22	17-34-402-003	\$0	\$0	\$0	\$0	\$0	\$0
23	17-34-402-004	\$0	\$0	\$0	\$0	\$0	\$0
24	17-34-402-032	\$0	\$0	\$0	\$0	\$0	\$0
25	17-34-402-033	\$0	\$0	\$0	\$0	\$0	\$0
26	17-34-402-034	\$0	\$0	\$0	\$0	\$0	\$0
27	17-34-402-035	\$0	\$0	\$0	\$0	\$0	\$0
28	17-34-402-036	\$0	\$0	\$0	\$0	\$0	\$0
29	17-34-402-061	\$0	\$0	\$0	\$0	\$0	\$0
30	17-34-402-067	\$0	\$0	\$0	\$0	\$0	\$0
31	17-34-402-068	\$0	\$0	\$0	\$0	\$0	\$0
32	17-34-402-069	\$0	\$0	\$0	\$0	\$0	\$0
33	17-34-402-070	\$0	\$0	\$0	\$0	\$0	\$0
34	17-34-402-071	\$0	\$0	\$0	\$0	\$0	\$0
35	17-34-402-072	\$0	\$0	\$0	\$0	\$0	\$0
36	17-34-402-076	\$0	\$0	\$0	\$0	\$0	\$0
37	17-34-402-077	\$0	\$0	\$0	\$0	\$0	\$0
38	17-34-405-032	\$0	\$0	\$0	\$0	\$0	\$0
	Total	\$15,019,147	\$15,097,880	\$23,811,410	\$17,575,088	\$15,780,919	\$14,781,921
	Percentage Change		1%	58%	-26%	-10%	-6%
	City EAV	\$73,645,316,037	\$80,977,543,020	\$84,586,807,689	\$82,087,170,083	\$75,122,913,910	\$65,250,387,267
	Percentage Change		9.96%	4.46%	-2.96%	-8.48%	-13.14%

Declining or Lagging Equalized Assessed Valuation as a factor is present in the improved parcels of the Added Area. Therefore, this factor is a supporting factor for Added Area conservation area eligibility.

F. Conclusion of Investigation of Eligibility Factors for the Improved Portion of the Added Area

The Improved tax parcels within the Added Area meet the requirements of the TIF Act for designation as a conservation area within the requirements of the Act.

Conclusion of Investigation of Eligibility Factors for the Improved Portion of the Added Area:

The presence of excessive building vacancies in the commercial buildings; deteriorated structures; deteriorated site improvements and public rights-of-way; inadequate utilities; and a lack of community planning are all indications of detrimental conditions in the Added Area. Furthermore, these conditions are present to a meaningful extent and reasonably distributed throughout the improved portions of the Added Area. The presence of these TIF eligibility factors underscores the lack of private investment in the Added Area.

The tax increment program and redevelopment plan include measures designed to reduce or eliminate the deficiencies, which cause the improved portion of the Added Area to qualify as a conservation area consistent with the strategy of the City of Chicago for revitalizing other designated redevelopment areas and industrial corridors. As documented in this investigation and analysis, it is clear that a number of eligibility factors affect the Added Area. The presence of these factors qualifies the improved portion of the Added Area as a conservation area.

G. Analysis of Undeveloped or Vacant Property

For the purpose of qualification for TIF, the term "vacant land" is defined in the TIF Act as follows:

Any parcel or combination of parcels of real property without industrial, commercial, and residential buildings which has not been used for commercial agricultural purposes within five (5) years prior to the designation of the redevelopment project area.

Approximately 17.04 acres of the 68.7 acre Added Area are considered vacant by this definition. Vacant land is identified in the *Eligibility Report, Exhibit B - Existing Land Use Map*. The blighting factors present on vacant parcels are summarized on *Eligibility Report, Table 3 - Blighting Factors Matrix for Vacant Land* on the following page.

Table 3. Blighting Factors Matrix for Vacant Land							
	PIN NO.	Obsolete Platting	Diversity of Ownership	Tax Delinquencies	in Neighboring areas	EPA remediation costs	Declining or Sub-par EAV Growth
1	17-34-402-041	X			X		
2	17-34-402-073	X			X		
3	17-34-402-074	X			X		
4	17-34-402-075	X			X		
5	17-34-411-011	X			X		
6	17-34-412-013	X			X		
7	17-34-412-014	X			X		
		7			7		

Using GIS software the Consultant evaluated the Added Area's vacant land in terms of the conditions listed in Table 3 during field surveys and subsequent analyses. The data was processed by Parcel Identification Number for each of the factors relevant to making a finding of eligibility.

Vacant Blighted Area Category 1 Factors:

Vacant land within the Added Area may qualify for designation as part of a redevelopment project area, if the sound growth of the redevelopment project area is impaired by a combination of two (2) of six (6) factors listed in section 11-74.4-3(a)(2) of the Act, each of which is (i) present, with that presence documented, to a meaningful extent so that a municipality may reasonably find that the factor is clearly present within the intent of the Act and (ii) reasonably distributed throughout the vacant part of the redevelopment project area to which it pertains. The Category 1 factors include:

a. Obsolete Platting

This factor is present when the platting of vacant land results in parcels of limited or narrow size or configuration of parcels in irregular size or shape that would be difficult to develop on a planned basis, in a manner compatible with contemporary standards and requirements. Obsolete platting is also evident where there is a failure to create rights-of-way for streets or alleys or where public rights-of-way are of inadequate widths, or easements for public utilities have not been provided.

Summary of Findings Regarding Obsolete Platting

Obsolete Platting as a factor affects seven (100%) of the vacant parcels in the Added Area and is therefore is meaningfully present and reasonably distributed throughout the Added Area.

b. Diversity of Ownership

This factor is present when the number of owners of the vacant land is sufficient in number to retard or impede the assembly of land for development. This factor is not present within the Added Area.

c. Tax and special assessment delinquencies

This factor is not present within the Added Area.

d. Deterioration of structures or improvements in neighboring areas adjacent to the vacant land

As indicated in the above analysis of blighting factors present on improved portions of the Added Area, 100% of buildings exhibited deteriorated right-of-way conditions. It was found that seven (100%) of the vacant parcels are located adjacent to deteriorated buildings or site improvements.

All of the vacant land in the Added Area is adjacent to or near deteriorated buildings and site improvements. These deteriorated buildings and site improvements detract from the desirability and marketability of nearby vacant sites. This impediment to redevelopment can be addressed in part through the use of public-private financing mechanisms such as tax increment financing. Therefore, this factor is a supporting factor for Added Area blighted area eligibility.

e. Declining or Lagging Equalized Assessed Valuation

As defined in the Act, a "declining or lagging equalized assessed valuation" means that the total equalized assessed value of the proposed redevelopment project area has declined for 3 of the last 5 calendar years prior to the year in which the redevelopment project is designated or is increasing at an annual rate that is less than the balance of the municipality for 3 of the last 5 calendar years for which information is available or is increasing at an annual rate that is less than the Consumer Price Index for All Urban Consumers published by the United States Department of Labor or successor agency for 3 of the last 5 calendar years prior to the year in which the redevelopment project area is designated.

Summary of Findings Regarding Declining or Lagging Equalized Assessed Value

Shown below in Eligibility Report Table 4 Comparative Increase In EAV – Study Area vs. the Balance of the City of Chicago. Table 4 presents the percent change in EAV by year for the Study Area and the rate of growth in EAV for the balance of the City of Chicago.

As all of the vacant land within the Added Area consists solely of tax exempt property, the EAV for each tax parcel has remained at zero for the past 5 years. While this cannot be used as a classification factor, it does indicate that any for profit development that takes place on those tax parcels will greatly contribute to the tax base within the Added Area. Therefore, it can be considered a contributing factor to the blighted conditions in the Added Area.

		2007	2008	2009	2010	2011	2012
1	17-34-402-041	\$0	\$0	\$0	\$0	\$0	\$0
2	17-34-402-073	\$0	\$0	\$0	\$0	\$0	\$0
3	17-34-402-074	\$0	\$0	\$0	\$0	\$0	\$0
4	17-34-402-075	\$0	\$0	\$0	\$0	\$0	\$0
5	17-34-411-011	\$0	\$0	\$0	\$0	\$0	\$0
6	17-34-412-013	\$0	\$0	\$0	\$0	\$0	\$0
7	17-34-412-014	\$0	\$0	\$0	\$0	\$0	\$0
	Total	\$0	\$0	\$0	\$0	\$0	\$0
	Percentage Change		0%	0%	0%	0%	0%
	City EAV	\$73,645,316,037	\$80,977,543,020	\$84,586,807,689	\$82,087,170,063	\$75,122,913,910	\$65,250,387,287
	Percentage Change		9.96%	4.46%	-2.96%	-8.48%	-13.14%

f. Environmental Remediation

The area has incurred Illinois Environmental Protection Agency or United States Environmental Protection Agency remediation costs for, or a study conducted by an independent consultant recognized as having expertise in environmental remediation has determined a need for, the clean-up of hazardous waste, hazardous substances, or underground storage tanks required by State or federal law, provided that the remediation costs constitute a material impediment to the development or redevelopment of the redevelopment project area.

Summary of Findings Regarding Environmental Remediation:

As is noted in the discussion of environmental remediation, this factor was not identified. It is not known whether past land uses on parcels that are now vacant created soil or groundwater contamination. No documentation of past contamination of vacant land is presently available.

With regard to the second set of vacant land factors, if the category 1 factors are not found to exist, only one (1) category 2 factor is required for eligibility. No category 2 factors were found to be present in the Added Area.

Summary of Findings Regarding Blighted Improved Area Immediately Prior to Becoming Vacant:

It is evident from aerial photography that many buildings have been demolished in the Added Area. Those familiar with the Added Area indicate that many of these buildings

were deteriorated and vacant. However, documentation of the conditions of many of these vacant parcels prior to their becoming vacant is not available, and for the purposes of this analysis this factor was not shown as present within the Added Area in Eligibility Report Table 3 – Blighting Factors Matrix for Vacant Land.

H. Conclusion of Investigation of Eligibility Factors for the Vacant Portion of the Added Area

The discussion above, and the evidence summarized in Eligibility Report Table 3 – Blighting Factors Matrix for Vacant Land, indicate that the factors required to qualify the vacant portion of the Added Area as a blighted area exist, that the presence of those factors were documented to a meaningful extent so that the City may reasonably find that the factors are clearly present within the intent of the Act, and that the factors were reasonably distributed throughout the vacant portion of the Added Area.

The tax increment program and redevelopment plan include measures designed to reduce or eliminate the deficiencies which cause the Added Area to qualify consistent with the strategy of the City of Chicago for revitalizing other designated redevelopment areas and industrial corridors. As documented in this investigation and analysis, it is clear that the vacant portion of the Added Area is impacted by a number of eligibility factors. The presence of these factors qualifies the vacant portion of the Added Area as a blighted area.

IV. SUMMARY AND CONCLUSIONS

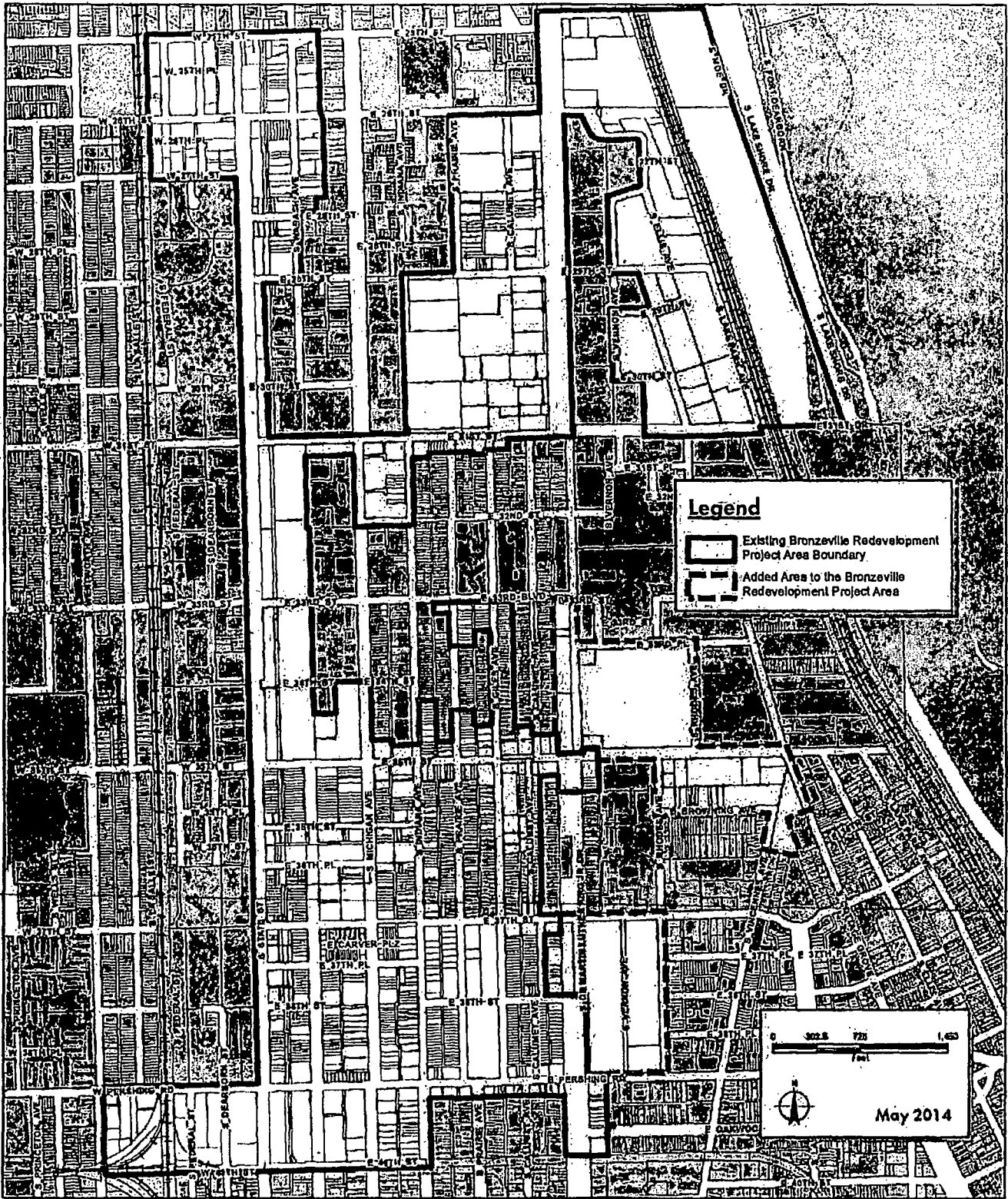
The conclusions of the Consultant are that the number, degree, and distribution of eligibility factors in the Added Area as documented in this Eligibility Study warrant: i) the designation of the improved portion of the Added Area as a *conservation area*, and ii) the designation of the vacant portion of the Added Area as a *blighted area* as set forth in the Act.

Although it may be concluded that the mere presence of the stated eligibility factors noted above may be sufficient to make a finding of qualification as a conservation area or a vacant blighted area, this evaluation was made on the basis that the factors must be present to an extent that would lead reasonable persons to conclude that public intervention is appropriate or necessary. From the data presented in this report it is clear that the eligibility factors are reasonably distributed throughout the Added Area.

Despite small incremental improvements scattered throughout the Added Area, there exist conditions in the Added Area that continue to threaten the public safety, health and welfare. The presence of deteriorated structures; the high level of commercial building vacancies; inadequate utilities; deteriorated streets and sidewalks; and the predominance of underutilized, vacant and tax exempt properties in the Added Area may result in further disinvestments that will not be overcome without action by the City. These conditions have been previously documented in this report. All properties within the Added Area will benefit from the TIF program.

The conclusions presented in this Eligibility Study are those of the Consultant. The local governing body should review this Eligibility Study and, if satisfied with the summary of findings contained herein, adopt a resolution making a finding of a conservation area for the improved portion of the area and finding of a blighted area for vacant portion of the Added Area and making this Eligibility Study a part of the public record.

The analysis contained herein was based upon data assembled by the Consultant. The study and survey of the Added Area indicate the requirements necessary for designation as a combination conservation and blighted area, are present. Therefore, the Added Area qualifies as a combination conservation area and a vacant blighted area to be designated as a redevelopment project area and eligible for Tax Increment Financing under the Act.

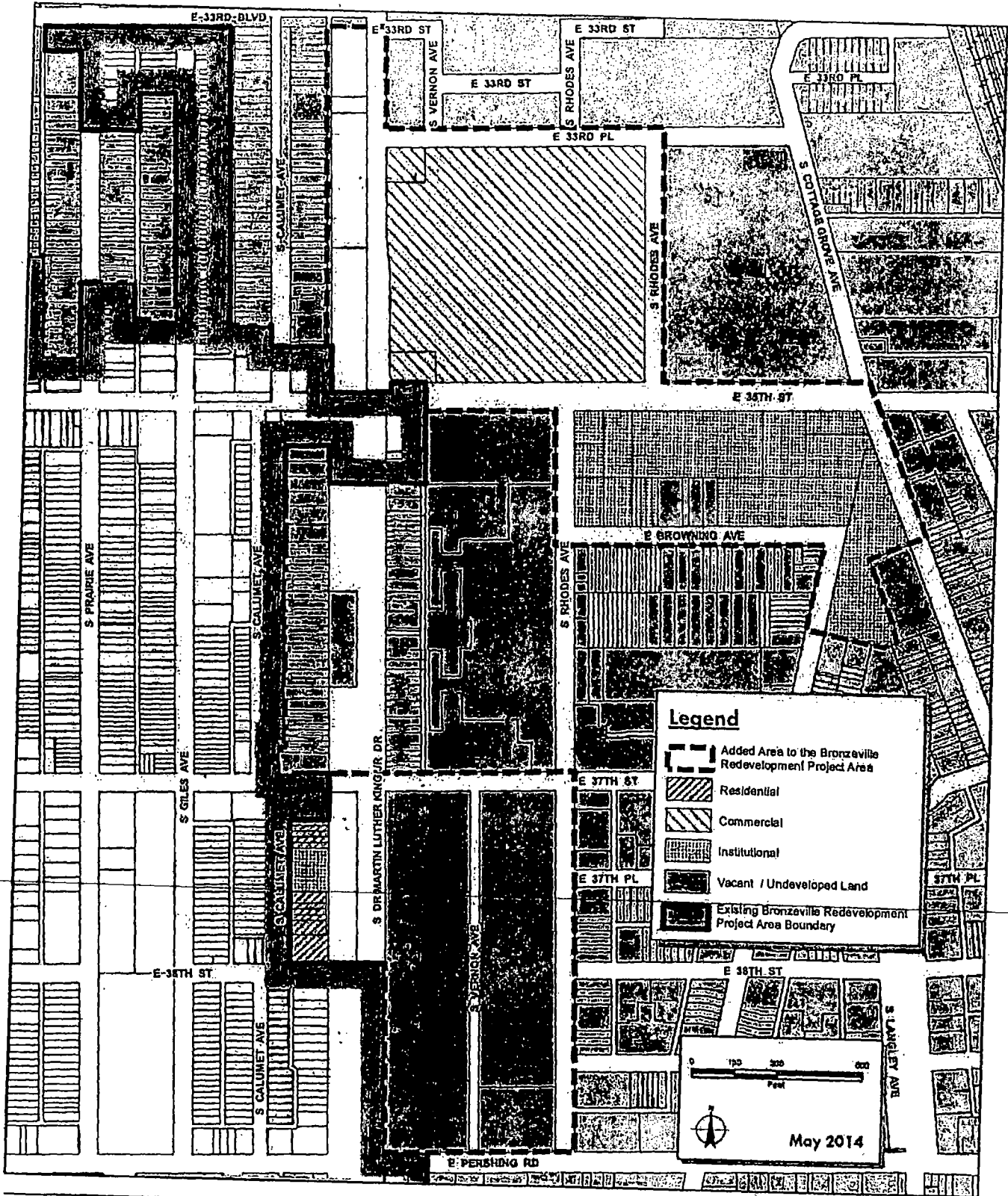


**Eligibility Report Exhibit A
Added Area Boundaries**

Amendment to Bronzeville Redevelopment Project Area
City of Chicago, Illinois



Robert A. Simpson Enterprises, Inc.
100 North LaSalle Street, Suite 1215 • Chicago, Illinois 60602



**Eligibility Report Exhibit B
Existing Land Uses**

Amendment to Bronzeville Redevelopment Project Area
City of Chicago, Illinois



Ground 50, Morgan Construction, Inc.
100 West LaSalle Street, Suite 1515 • Chicago, Illinois 60602

Exhibit 4 – Housing Impact Study

Bronzeville Tax Increment Finance Program

Redevelopment Plan and Project Amendment No. 3

Housing Impact Study

**City of Chicago
Rahm Emanuel, Mayor**

May 2, 2014

Prepared By:

Goodman Williams Group

GOODMAN WILLIAMS
GROUP
REAL ESTATE RESEARCH

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Appendix: Affordable Housing on South Side

I. INTRODUCTION

Goodman Williams Group is on a team headed by Ernest R. Sawyer Enterprises, Inc. that is amending the Bronzeville Tax Increment Financing (TIF). This TIF district was originally designated in 1998 and amended in 2003 and 2005. It is being expanded to include two areas adjacent to the Original Redevelopment Project Area. The amended boundaries will be designated as the Bronzeville Redevelopment Project Area.

The irregularly shaped Bronzeville Redevelopment Project Area (referred to in this report as the "Redevelopment Project Area") is generally located south of the Stevenson Expressway (I-55), east of State Street, Wentworth and LaSalle, north of 40th Street, and west of Lake Shore Drive, Cottage Grove, and Rhodes. A map of the Redevelopment Project Area showing the original boundaries and the two adjacent areas is included in the Redevelopment Plan.

The original Bronzeville TIF Redevelopment Plan did not include a Housing Impact Study (HIS). As part of the proposed Amendment, Goodman Williams Group has completed this HIS for the entire amended Redevelopment Project Area.

Housing Impact Study

The Redevelopment Plan for the Redevelopment Project Area, contained in a separate report, does not presently envision acquiring or demolishing occupied housing units. Nonetheless, the City of Chicago has requested a Housing Impact Study to highlight the affordable housing choices in and around the Redevelopment Project Area. It is for that reason that this report fulfills the legislative requirements for a Housing Impact Study, as set forth in the Illinois Tax Increment Allocation Redevelopment Act (65 ILCS 5/11-74.4-1 et seq.). The specific requirements of the Housing Impact Study are as follows:

Part I of the Housing Impact Study shall include the following for all residential units within the Redevelopment Project Area:

- (i) data as to whether the residential units are single family or multi-family units; and
- (ii) the number and type of rooms within the units, if that information is available; and
- (iii) whether the units are inhabited or uninhabited, as determined not less than 45 days before the date that the ordinance or resolution required by subsection (a) of Section 11-74.4-5 is passed; and
- (iv) data as to the racial and ethnic composition of the residents in the inhabited residential units. The data requirement as to the racial and ethnic composition of the residents in the inhabited residential units shall be deemed to be fully satisfied by data from the most recent federal census.

Part II of the Housing Impact Study shall identify the inhabited residential units in the Redevelopment Project Area that are to be or may be removed. If inhabited residential units are to be removed, then the housing impact study shall identify:

- (i) the number and location of those units that will or may be removed; and
- (ii) the municipality's plans for relocation assistance for those residents in the Redevelopment Project Area whose residences are to be removed; and
- (iii) the availability of replacement housing for those residents whose residences are to be removed, and the type, location, and cost of the housing; and
- (iv) the type and extent of relocation assistance to be provided.

II. HOUSING IMPACT STUDY – Part I

The information presented in this report is compiled from a variety of sources. In March 2014, Ernest R. Sawyer Enterprises conducted field research that identified the parcels and buildings located in the Redevelopment Project Area and whether the units were occupied or vacant.

The field work was supplemented with information from the U.S. Census American Community Survey: Selected Housing Characteristics Profile. Percentage characteristics from the three Census tracts that align most closely with the Redevelopment Project Area (8392, 8396, and 3514) were applied to the actual unit counts to provide estimates of the age of the housing stock, the number of units in each building, the number of rooms and bedrooms, and whether the occupied units were leased or owned.

Demographic information on current residents of the Redevelopment Project Area was provided by Esri Business Analyst, a respected vendor of demographic and economic data. Other information in Part II of the Housing Impact Study was obtained by Goodman Williams Group and reliable secondary sources as noted in the tables. Some of the information is available by Community Area. The Redevelopment Project Area falls within the Douglas Community Area.

Number and Type of Residential Units

The recent field work identified a total of 1,569 housing units located within the Redevelopment Project Area. Table 9.1 provides estimates of the age of the structures. As the table indicates, nearly 40 percent of the housing units in the Redevelopment Project Area were built between 1960 and 1979. A total of 218 units have been constructed since 2000.

**Table 9.1 Housing Units in
Redevelopment Project Area
by Year Structure Built**

	<u>Number</u>	<u>Percent</u>
Total Housing Units	1,569	100.0%
2000 to Present	218	13.9%
1990 to 1999	133	8.5%
1980 to 1989	143	9.1%
1970 to 1979	265	16.9%
1960 to 1969	358	22.8%
1950 to 1959	93	5.9%
1940 to 1949	69	4.4%
1939 or Earlier	292	18.6%

Source: ERS Enterprises, based on field work, 2014 and percentages derived from U.S. Census

The housing stock in the Redevelopment Project Area consists mostly of multifamily buildings. As Table 9.2 below shows, an estimated 74.2% of the units in the Redevelopment Project Area are located in buildings containing 5 or more units. Roughly 10 percent of the units are in buildings with 2 to 4 units, and the remaining 15.5% of the housing stock is comprised of single-family homes.

Table 9.2
Bronzeville TIF Redevelopment Project Area
Housing Unit Occupancy by Building Type

<u>Building Type</u>	<u>Occupied Units</u>	<u>Vacant Units</u>	<u>Total</u>	
			Number	Percent
Single Unit Buildings	234	9	243	15.5%
Units in Two-Unit Buildings	70	3	72	4.6%
Units in 3 and 4-Unit Buildings	86	3	89	5.7%
Units in Multi-Family (>5 units) Buildings	1,121	43	1,164	74.2%
TOTAL	1,511	58	1,569	100.0%

Sources: ERS Enterprises with percentages derived from U.S. Census

Number and Type of Rooms Within Units

Estimates of the number and types of rooms in the units in the Redevelopment Project Area are shown in Table 9.3. Key findings include:

- Of the 1,569 total units counted in the Redevelopment Project Area, more than 28% contain three rooms. Another 20% of units contain four rooms, and 13% contain five rooms.
- Most of the units in the Redevelopment Project Area (49.2%) contain smaller studios or one-bedrooms. Two and three-bedroom units make up 40.3% of the units. Larger units with four or five bedrooms make up the remainder of the mix.

These findings suggest that the housing stock in the Redevelopment Project Area includes a high percentage of studios and smaller units with one bedroom.

Table 9.3
Bronzeville TIF Redevelopment Project Area
Number and Type of Rooms

	<u>Number</u>	<u>Percent</u>
Total Number of Housing Units	1,569	100.0%
Number of Rooms		
1 room	194	12.3%
2 rooms	120	7.7%
3 rooms	448	28.6%
4 rooms	319	20.3%
5 rooms	206	13.1%
6 rooms	92	5.8%
7 rooms	81	5.2%
8 rooms	53	3.4%
9 or more rooms	56	3.6%
Number of Bedrooms		
No bedroom	225	14.3%
1 bedroom	548	34.9%
2 bedrooms	387	24.7%
3 bedrooms	244	15.6%
4 bedrooms	127	8.1%
5 or more bedrooms	38	2.4%

Sources: ERS Enterprises with percentages derived from U.S. Census

Number of Inhabited Units

Of the 1,569 total residential units identified in the Redevelopment Project Area, 1,511, or 96.3% are occupied. As shown in Table 9.4, most of these occupied units are rental apartments. Owner-occupied units make up 26.1% of the total.

Table 9.4
Bronzeville TIF Redevelopment Redevelopment
Project Area
Housing Units Occupancy and Tenure

	Number	Percent
Total Housing Units	1,569	100.0%
Occupied	1,511	96.3%
Vacant	58	3.7%
Occupied Housing Units	1,511	100.0%
Owner Occupied	395	26.1%
Renter Occupied	1,116	73.9%

Sources: ERS Enterprises and with tenure estimates from Esri Business Analyst

Race and Ethnicity of Residents

Table 9.5 provides basic demographic information on residents of the Redevelopment Project Area.

- The 2013 total population of the Redevelopment Project Area is estimated to be 5,045, a slight increase from the 2010 Census count. Of the population living in the Redevelopment Project Area in 2013, 82.8% of the residents identify as Black or African American, 11.2% White, 5.1% Asian, and 3.1% Hispanic or Latino.
- The Redevelopment Project Area's 1,984 estimated households in 2013 were roughly split between Non-Family and Family Households. Family Households are defined as two or more related persons living together.
- The number of family households living in the Redevelopment Project Area with incomes below the poverty level was slightly higher than the number of households at or above the poverty level. The estimated median household income within the Redevelopment Project Area in 2013 was \$22,366, well below the estimated 2013 median for the City of Chicago of \$43,854.

Table 9.5
Bronzeville TIF Redevelopment Project Area
Select Population Characteristics

	2010		2013 Estimate	
	Number	Percent	Number	Percent
Population	4,924	100.0%	5,045	100.0%
Race				
White Alone	547	11.1%	552	11.2%
Black or African American Alone	3,985	80.9%	4,075	82.8%
American Indian and Alaska Native Alone	18	0.4%	18	0.4%
Asian Alone	242	4.9%	252	5.1%
Native Hawaiian and Other Pacific Islander Alone	1	0.0%	1	0.0%
Some Other Race Alone	29	0.6%	32	0.6%
Two or More Races	102	2.1%	115	2.3%
Hispanic or Latino	142	2.9%	154	3.1%
Households	1,919	100.0%	1,984	100.0%
Family Households	957	49.9%	979	49.3%
Nonfamily Households	962	50.1%	1,005	50.7%
Median Household Income (Esri Estimate)	n/a		\$22,366	

Source: U.S. Census Bureau, Esri Business Analyst and Goodman Williams Group

III. HOUSING IMPACT STUDY – Part II

Current Land Uses in the Redevelopment Project Area

Existing land uses within the Redevelopment Project Area are primarily residential and institutional. Among the prominent institutions located in or adjacent to the TIF are Illinois Institute of Technology (partially included), Dunbar Vocational Career Academy, and De La Salle Institute. The former Michael Reese Hospital property, now vacant, is also included in the Redevelopment Project Area. The Illinois College of Optometry and Mercy Hospital are proximate to, but not included. Commercial buildings fronting East 35th Street and along other commercial arteries are included in the Redevelopment Project Area's original boundaries.

The northern-most of the two properties to be annexed includes Lake Meadows Shopping Center, a 193,000-square foot retail property located at the northeast corner of East 35th Street and Martin Luther King Drive. South of East 35th Street, the property to be annexed includes two Chicago Public School buildings: the Chicago High School for the Arts at 521 East 35th Street and the James R. Doolittle elementary school at 535 East 35th Street.

The second property to be added to the Bronzeville TIF is a vacant site located between East 37th Street and Pershing Road east of Martin Luther King Drive.

Number and Location of Units that Could Potentially be Removed

The primary objectives of the Redevelopment Plan are to rehabilitate existing residential development and redevelop vacant land and buildings. The Plan does not presently envision acquiring or demolishing occupied housing units.

Presented below are the three steps used to fulfill the statutory requirements of defining the number and location of inhabited residential units that may be removed or impacted.

- 1) ***Properties identified for acquisition.*** An acquisition plan has not been prepared as part of the Plan. There are no occupied housing units in the acquisition plan. Therefore, there are no occupied housing units that are planned for acquisition.
- 2) ***Dilapidation.*** As stated above and presented in more detail in the Eligibility Study, there are no occupied residential buildings classified as "dilapidated" in the Redevelopment Project Area. As a result of this analysis, there are no occupied housing units that are likely to be displaced because they are located within a dilapidated structure.
- 3) ***Changes in land use.*** The Land Use Plan, presented in Section V of the Plan identifies the future land uses to be in effect upon adoption of the Plan. If public or private redevelopment occurs in accordance with land use changes proposed by the Plan, displacement of inhabited units will not result. As a result of this analysis, no occupied housing units are likely to be displaced because of land use changes.

Relocation Plan

With no residential displacement anticipated, a relocation plan for displaced residents within the proposed TIF District has not been established. The following section discusses housing alternatives in the adjacent neighborhoods that could be choices for residents in the Redevelopment Project Area.

Replacement Housing

In accordance with Section 11-74.4-3 (n)(7) of the Act, the City shall make a good faith effort to ensure that affordable replacement housing for any qualified displaced resident whose residence is removed is located in or near the Redevelopment Project Area.

At this juncture, there are no plans to remove any occupied residences within the Redevelopment Project Area. However, if replacement housing were needed, available housing options within the boundaries of, or in close proximity to, the Redevelopment Project Area are discussed in the following section.

Housing Eligibility Assessment

Table 9.6 presents a breakdown of Redevelopment Project Area households by income. The estimates for percentage of households within the Area in each income category are applied to housing data from the field survey. Data indicated that nearly 35.4% of the households in the Redevelopment Project Area have annual incomes of less than \$15,000. Another 25.7% have incomes between \$15,000 and \$35,000, and the remaining 38.8% have incomes greater than \$35,000.

Table 9.6
Bronzeville TIF Redevelopment Project Area
Number of Households by Income, 2013 Estimates

	<\$15,000	\$15,000 - \$24,999	\$25,000 - \$34,999	\$35,000 - \$49,999	\$50,000 - \$74,999	\$75,000 - \$99,999	\$100,000 or more
Number of Households	703	356	155	126	251	110	281
Percent of Households	35.4%	17.9%	7.8%	6.4%	12.7%	5.5%	14.2%

Source: Esri Business Analyst

Most of the subsidized and public housing options available to low-income residents in Chicago are determined by Maximum Annual Income Limits published by the US Department of Housing and Urban Development (HUD). Limits are based on household size and are calculated from the Area Median Income (AMI). The 2013 schedule, the most recent available, is shown in Table 9.7 below. The highlighting corresponds to the household size and income that applies to most of the residents in the Redevelopment Project Area.

Table 9.7
Schedule of Maximum Annual Income Limits for Greater Chicago*
Effective December 18, 2013

AMI	1 Person	2 Person	3 Person	4 Person	5 Person	6 Person	7 Person	8 Person
120%	\$60,840	\$69,600	\$78,240	\$86,880	\$93,840	\$100,800	\$107,760	\$114,720
80%	\$40,550	\$46,350	\$52,150	\$57,900	\$62,550	\$67,200	\$71,800	\$76,450
60%	\$30,420	\$34,800	\$39,120	\$43,440	\$46,920	\$50,400	\$53,880	\$57,360
50%	\$25,350	\$29,000	\$32,600	\$36,200	\$39,100	\$42,000	\$44,900	\$47,800
40%	\$20,280	\$23,200	\$26,080	\$28,960	\$31,280	\$33,600	\$35,920	\$38,240
30%	\$15,210	\$17,400	\$19,560	\$21,720	\$23,460	\$25,200	\$26,940	\$28,680
20%	\$10,140	\$11,600	\$13,040	\$14,480	\$15,640	\$16,800	\$17,960	\$19,120
10%	\$5,070	\$5,800	\$6,520	\$7,240	\$7,820	\$8,400	\$8,980	\$9,560

* Includes Cook, DuPage, Lake, Kane, McHenry, & Will Counties

Source: Illinois Housing Development Authority

The Redevelopment Project Area has an estimated 1,214 households, or 61% of total households, with incomes 60% or less of the Area Median Income; 703 households have incomes less than \$15,000 and are below 30% AMI; 356 households have incomes between \$15,000 and \$24,999—greater than 30% AMI but less than 50% AMI.

Rental Housing

This section discusses multiple rental housing options, including CHA, affordable, and market-rate.

Housing Choice Vouchers. Approximately 74% of the Redevelopment Project Area's residents are renters and 61% of all households have an income at or below 60% AMI, potentially qualifying them for Housing Choice Vouchers, also known as Section 8. Under the Housing Choice Voucher Program, renters pay 30-40% of their income for rent and utilities. Landlords whose tenants have Housing Choice Vouchers are entitled to Fair Market Rents (FMR), established annually by HUD, and which are roughly equivalent to Maximum Monthly Gross Rents for households at 60% AMI. Landlords collect the difference between tenants' rent and the FMR directly from the Chicago Housing Authority (CHA). According to the CHA's FY2012 Annual Report, the City of Chicago had 38,525 tenant-based vouchers at the end of 2012.

Project-Based Voucher Program. This program is designed for developments where landlords enter into a contract with HUD to provide subsidized housing such that the Section 8 status is tied to the development and cannot be transferred if a qualified low-income tenant moves away. A major concern in gentrifying neighborhoods is the loss of these project-based Section 8 units when rental properties convert to condominiums or when landlords choose not to renew their Section 8 contracts, thereby decreasing the availability of low-income housing.

Within the Redevelopment Project Area and surrounding community areas, Table 9.8 shows that there are a total of 2,841 Section 8 units in 29 developments.

Table 9.8
Project-Based Section 8 Housing

<u>Community Area</u>	<u>Assisted Units</u>	<u>Projects</u>
Douglas	1,378	9
Grand Boulevard	1,209	17
Oakland	254	3
Total	2,841	29

Source: Chicago Rehab Network

CHA and the Plan for Transformation. Chicago's public housing stock is in the midst of an ongoing redevelopment program known as CHA Plan for Transformation. Now in its 13th year, the plan calls for the redevelopment of 25,000 units of public housing into mixed-income communities. The CHA's FY2012 Annual Report projected a total of 21,376 units, or 85.5% of 25,000 units, to be completed by the end of FY2012.

Many of the properties in the CHA's portfolio are reserved specifically for families. The CHA Community Wide (Family Housing) Wait List remained closed to new applicants in Fiscal Year 2012. Prior to a wait-list update in December 2012, there were 32,647 applicants remaining on the list. Several CHA properties, discussed below, are located in and around the Redevelopment Project Area.

- *Oakwood Shores.* Started in 2004, this redevelopment spreads over a 94-acre site, replacing four former public housing complexes: Ida B. Wells Homes, Ida B Wells Extension, Clarence Darrow Home, and Madden Park Homes. Phase 1 was completed in 2007, and included 325 mixed-income rental apartments and 129 for-sale units. Approaching completion, Phase 2 will add 199 mixed-income rental units. This phase includes Oakwood Shores Senior Apartments at 3750 South Cottage Grove (76 units) and Mercy Family Health Center and Oakwood Residences (48 units) at 3753 South Cottage Grove, which opened in 2011 and 2013 respectively. Phase 2D began construction in 2013 and features 66 mixed-income rental units in row houses, six flats, and a twelve-unit walk-up. Future phases of Oakwood Shores remain in planning stages. The redevelopment team is led by The Community Builders and Granite Development.
- *Park Boulevard.* The redevelopment of the former Stateway Gardens spans 33 acres bounded by 35th Street on the north, 39th Street on the south, State Street on the east, and Federal Street on the west. Redevelopment of the property calls for 1,316 mixed-income rental and for-sale units. Phases 1A and 1B added 239 rental and for-sale units and 11,000 square feet of retail between 2005 and 2007. Phase 2A was completed in 2012 and included 128 rental units in four buildings. Phase 2B is under construction and will add 108 mixed-income rental units and 4,000 square feet of ground floor retail in four buildings.
- *Lake Park Crescent,* by Draper Kramer, replaces the former Lakefront Homes on the 4000 block of South Lake Park Avenue. Phase 1 was finished in 2008 and featured 65 for-sale townhomes and condos. Phase 2 was completed in 2013, adding 132 mixed-income rental units in an eight-story midrise and twelve three- and six-flat structures located at 1061 East 41st Place.
- *Legends South.* This major redevelopment replaces Robert Taylor Homes. Once the country's largest public housing development with 4,321 units, Robert Taylor was demolished between 2002 and 2007, clearing 92 acres bounded by 39th Street on the north, State Street on the east, 54th Street on the south, and Federal Street on the west. Redevelopment of the property calls for 2,400 mixed-income

rental and for-sale units, with one-third of the units reserved each for public, affordable, and market-rate housing tenants. The redevelopment team is being led by Brinshore Development.

Plans have called for 600 units to be built off-site in the surrounding neighborhood. Brinshore continues their redevelopment efforts with Legends South C-3, a 71-unit mixed-income rental development that is expected to open in December 2014.

- *Dearborn Homes.* The renovation of this 16-acre development on State Street between 27th and 30th Street is one of the latest Plan for Transformation projects. Originally built in 1950, Dearborn Homes were the first CHA buildings to have elevators. Grouped in 16 six- and nine-story buildings, the 800 unit development and its open space underwent extensive exterior, interior, and infrastructure improvements between 2007 and 2012. The addition of four-bedroom apartments and compliance with the Americans with Disabilities Act reduced the total units to 660 from the original 800.

Market Rate Rentals. The Redevelopment Project Area has relatively few market-rate rental apartments. Listings were identified in Midwest Real Estate Data (MRED) and *Craigslist*, a website where users can list their units for rent, in March 2014. Shown below in Table 9, rents in the Douglas Community Area are higher than IHDA's Maximum Monthly Gross Rents for 50% to 60% Area Median Income (AMI).

**Table 9:9
Summary of Rental Listings**

<i>Douglas Neighborhood</i>		
Bedrooms	Available Apts.	Avg Rent
1	12	\$1,079
2	17	\$1,323
3	7	\$1,648

Source: Midwest Real Estate Data and Craigslist, March 2014

Senior Housing. Three age-restricted senior housing developments are located in the Redevelopment Project Area. Rent is tied to residents' incomes, and all units are reserved for low-income residents. Seniors must be 60 years old to apply and 62 years old to move into CHA senior housing. Three other senior living housing facilities abut the Redevelopment Project Area boundaries, including G&A Senior Residences, CHA's Lincoln Perry Apartments and Annex, and Oakwood Shores Senior Apartments.

The CHA owns six other senior buildings in the vicinity of the Redevelopment Project Area. Nearby community areas with CHA senior buildings include Grand Boulevard, Kenwood, Fuller Park and Greater Grand Crossing. A list of senior properties can be found in the master table in the Appendix.

New and Planned Rental Developments. Several rental projects are recently completed, under construction, or planned in or around the Redevelopment Project Area. These provide additional affordable rental opportunities to residents of the Redevelopment Project Area. They include:

- The Shops and Lofts at 47, a mixed-use development that is currently under construction at the southwest corner of 47th and Cottage Grove. It will include a total of 96 rental apartments.
- The Rosenwald, a long vacant landmarked building at 4600 S Michigan Avenue, is scheduled to undergo extensive redevelopment. The project as currently envisioned will include 239 apartments, 51,000 square feet of commercial space and 27,000 square feet of community space.
- South Park Plaza, 2616 S Martin Luther King Drive, was built in 2005 at the southwest corner of MLK Drive and 26th Street. It replaced the former CHA Prairie Courts Apartments with 134 affordable apartment and townhome rental units. The project was developed by the Woodlawn Community Development Corporation.
- Future phases of Oakwood Shores remain in planning stages.

For-Sale Housing

As discussed previously, 26%.6 of Redevelopment Project Area residents are estimated to be homeowners. The market of for-sale housing is therefore relatively smaller than other community areas. Table 9.11 below summarizes current listings from Midwest Real Estate Data for the Douglas Community Area, where the Bronzeville TIF is located.

**Table 9.10
Summary of Douglas For-Sale Listings**

<u>Type</u>	<u># Bedrooms</u>	<u>Median Price</u>	<u>Price Range</u>	<u># Listings</u>
Condominium	1	\$66,900	\$59,900 - \$75,000	3
Condominium	2	\$134,975	\$68,900 - \$225,000	4
Condominium	3	\$209,500	\$159,999 - \$540,000	4
House	NA	\$575,000	\$224,9000 - \$890,000	7

Source: Midwest Real Estate Data March 2014

Tables 9.11 and 9.12 on the following page show median sale prices of detached and attached housing units sold by Realtors in the Douglas, Grand Boulevard, and Oakland Community Areas over the previous 7 years. Prices of detached housing units are highest in Douglas. Prices dropped precipitously with the market downturn beginning at the end of 2007.

Table 9.11
Median Sales Price of Detached Single-Family Units

Community Name	2007	2008	2009	2010	2011	2012	2013
Douglas	\$500,000	\$415,811	\$309,999	\$212,000	\$178,000	\$152,500	\$314,450
Grand Boulevard	\$379,500	\$242,000	\$139,900	\$200,000	\$80,000	\$220,000	\$249,000
Oakland	\$399,000	\$319,750	\$392,500	\$159,950	\$147,100	\$279,950	\$300,000

Source: This representation is based in whole or in part on data supplied by Midwest Real Estate Data LLC for the period January 2007 through December 2013. Midwest Real Estate Data LLC does not guarantee nor is it in any way responsible for its accuracy. Data maintained by Midwest Real Estate Data LLC may not reflect all real estate activity in the market. © 2014 MRED

Number of Detached Single-Family Units Sold

	2007	2008	2009	2010	2011	2012	2013
Douglas	9	14	13	15	17	24	20
Grand Boulevard	24	30	45	36	27	34	55
Oakland	7	4	6	10	16	8	11

Source: This representation is based in whole or in part on data supplied by Midwest Real Estate Data LLC for the period January 2007 through December 2013. Midwest Real Estate Data LLC does not guarantee nor is it in any way responsible for its accuracy. Data maintained by Midwest Real Estate Data LLC may not reflect all real estate activity in the market. © 2014 MRED

Table 9.12
Median Sales Price of Attached Single-Family Units

Community Name	2007	2008	2009	2010	2011	2012	2013
Douglas	\$208,231	\$212,000	\$97,700	\$84,000	\$57,000	\$55,500	\$77,500
Grand Boulevard	\$239,250	\$205,000	\$57,000	\$36,315	\$40,850	\$50,600	\$60,300
Oakland	\$274,900	\$323,950	\$225,000	\$239,500	\$199,500	\$142,000	\$120,000

Source: This representation is based in whole or in part on data supplied by Midwest Real Estate Data LLC for the period January 2007 through December 2013. Midwest Real Estate Data LLC does not guarantee nor is it in any way responsible for its accuracy. Data maintained by Midwest Real Estate Data LLC may not reflect all real estate activity in the market. © 2014 MRED

Number of Attached Single-Family Units Sold

Community Name	2007	2008	2009	2010	2011	2012	2013
Douglas	144	90	48	55	47	80	82
Grand Boulevard	272	159	153	178	140	158	176
Oakland	43	24	15	12	14	38	37

Source: This representation is based in whole or in part on data supplied by Midwest Real Estate Data LLC for the period January 2007 through December 2013. Midwest Real Estate Data LLC does not guarantee nor is it in any way responsible for its accuracy. Data maintained by Midwest Real Estate Data LLC may not reflect all real estate activity in the market. © 2014 MRED

New and Planned For-Sale Developments. A number of new residential developments are planned or have been announced in and around the Redevelopment Project Area. Most of these developments, described below, are located in the northern half of the Redevelopment Project Area and take advantage of vacant lots or existing buildings in need of rehabilitation.

- Occupying the northwest corner of 26th Street and Martin Luther King, Jr. Drive, East Gate Village was developed in 2007 by New West Realty and Mercy Developers. It is part of a 10-acre site previously belonging to the Mercy Hospital Campus, which downsized in 2005. Originally planned in four phases with as many as 500 units of condos and townhomes, only Phases I and II were completed, amounting to 108 units. East Gate Village is situated just north of the Redevelopment Project Area.
- Signature Residences is a 36 unit condo building built in 2008 by Mark Properties, Inc. The five-story building, at 207 East 31st Street is located on the southeast corner of 31st Street and Indiana Avenue, within the Bronzeville TIF.
- Michigan Place at 3120 South Indiana Avenue and 3115 South Michigan Avenue was built by Optima Inc. and completed in 2002. The development includes 44 townhouses and 76 condominiums. It falls within the Bronzeville TIF, just north of the College of Optometry.

Relocation Assistance

In the event that the implementation of the Plan results in the removal of residential housing units in the Redevelopment Project Area occupied by low-income households or very low-income households, or the displacement of low-income households or very low-income households from such residential housing units, such households shall be provided affordable housing and relocation assistance not less than that which would be provided under the federal Uniform Relocation Assistance and Real Property Acquisition Policies Act of 1970 and the regulations thereunder, including the eligibility criteria. Affordable housing may be either existing or newly constructed housing. The City shall make a good faith effort to ensure that this affordable housing is located in or near the Redevelopment Project Area.

As used in the above paragraph "low-income households", "very low-income households" and "affordable housing" shall have the meanings set forth in Section 3 of the Illinois Affordable Housing Act, 310 ILCS 65/3. As of the date of this Plan, these statutory terms are defined as follows: (i) "low-income household" means a single person, family or unrelated persons living together whose adjusted income is more than 50 percent but less than 80 percent of the median income of the area of residence, adjusted for family size, as such adjusted income and median income are determined from time to time by the United States Department of Housing and Urban Development ("HUD") for purposes of Section 8 of the United States Housing Act of 1937; (ii) "very low-income household" means a single person, family or unrelated persons living together whose adjusted income is not more than 50 percent of the median income of the area of residence, adjusted for family size, as so determined by HUD; and (iii) "affordable housing" means residential housing that, so long as the same is occupied by low-income households or very low-income households, requires payment of monthly housing costs, including utilities other than telephone, of no more than 30 percent of the maximum allowable income for such households, as applicable.

Appendix

Affordable Housing Options on Chicago's Southside

<u>Name</u>	<u>Address</u>	<u>Bedrooms</u>	<u>Tenant Type</u>	<u>Income Restricted Units</u>	<u>Total Units</u>	<u>Source of Subsidy</u>
Within Project Area						
South Park Plaza	2600 S. King Dr.	-	Multifamily	-	134	DPD
Eden Development	3145 S. Michigan Ave.	-	Multifamily	-	14	DPD
Pioneer Gardens Supportive Living	3800 S. King Dr.	0, 1	Senior	-	120	DPD
Pioneer Village Apartments	340 E. 38th St	1, 2	Senior	-	152	DPD, IHDA
MEDS Housing for the Elderly	60 E. 36th Pl	-	Senior	108	-	Section 8
Outside Project Area						
Dearborn Homes						
G & A Senior Residences	2840 S Dearborn Street	-	Multifamily	-	600	CHA
Lincoln Perry Apartments & Annex	300 E. 26th St	1	Senior	-	117	IHDA
Lake Park Crescent	3245 S. Prairie Ave.	1	Senior	-	267	CHA
Oakwood Shores Terraces	1061 E. 41st Place	-	Multifamily	-	148	DPD
Oakwood Shores 1A	3755 S. Cottage Grove Ave.	-	Senior	-	40	DPD
Oakwood Shores 1B	37th/Ellis	-	Multifamily	-	163	DPD, IHDA
Oakwood Shores 2A	37th/Cottage	-	Multifamily	-	162	DPD, IHDA
Oakwood Shores 2B 1	37th/Langley	-	Multifamily	-	199	DPD, IHDA
Oakwood Shores Senior Apartments	38th/Vincennes	-	Multifamily	-	75	DPD, IHDA
Park Boulevard IA	3750 S. Cottage Grove Ave.	-	Multifamily	-	75	DPD
Park Boulevard IIA	3845 S. State St	-	Multifamily	-	80	DPD
Park Boulevard IIB	17 W. 36th St	-	Multifamily	-	36	DPD
Park Boulevard IIC	3604 S. State St	-	Multifamily	-	6	DPD
Park Boulevard IID	3612 S. State St	-	Multifamily	-	6	DPD
Park Boulevard IIE	3640 S. State St.	-	Multifamily	-	80	DPD
Park Boulevard IIF	3506 S. State St	-	Multifamily	-	54	DPD
Indiana Manor Town Homes	44th/Indiana	-	Multifamily	-	65	DPD
Hearts United Phase I - The Langston	41st St - 44th St	-	Multifamily	-	116	DPD
Hearts United Phase II - The Quincy	E. Evans - W. Vincennes	-	Multifamily	-	107	DPD
Progressive Square	4752 S. Wabash Ave.	-	Multifamily	-	107	DPD
Park Boulevard Tower/Grand Renaissance Apts	4257 S. King Dr.	-	Senior	-	65	DPD
Geneva Gables	4420-24 S. Michigan Ave.	-	Multifamily	-	20	DPD
Margaret Ford Manor Independent Living	4500 S. Wabash Ave.	-	Senior HUD 202	-	60	DPD
Cornestone/Evans Langley	4907 S. St. Lawrence Ave.	-	Senior	-	45	DPD
Legends South - Hansberry Square	4034 S. State St	-	Multifamily	-	181	DPD, CHA
Legends South - Mahalia Place	116 E. 43rd St	-	Multifamily	-	110	DPD, CHA

Legends South - Coleman Place	223 E. 41st St	-	Multifamily	-	118 DPD, CHA
Legends South - Savoy Square	4448 S. Slate St	-	Multifamily	-	138 DPD, CHA
Hearts United Apartments	654 E. 43rd St	-	Multifamily	-	116 DPD
Liberty Commons	4835 S King Dr	-	Multifamily	54	54 Section 8
Lake Parc Place	3900 S Lake Park Ave	-	Multifamily	300	300 CHA
Jazz on the Boulevard	4162 S Drexel Blvd	2, 3, 4	Multifamily	39	137 CHA
Lake Park Crescent	1061 E 41st Place	1, 2, 3, 4	Multifamily	-	215 CHA
Legends South	4016 S State St	-	Multifamily	-	- CHA
Oakwood Shores	3867 S Ellis Ave	1, 2, 3, 4	Multifamily	-	- CHA
Park Boulevard	3506 S State St	-	Multifamily	-	- CHA
Judge Green Apartments	4030 S Lake Park	1	Senior	-	- CHA
Judge Slater Apts & Annex	401 E 43rd & 4218 S Cottage Grove	1	Senior	-	- CHA
Maudelle Brown Bousfield Apts	4949 S Cottage Grove	1	Senior	-	- CHA
Vivian Gordon Harsh Apt	4227 S Oakmeadow	1	Senior	-	- CHA
Mary Jane Lawrence Apts	4930 S Langley	-	Senior	-	- CHA
Minnie Riperton Apts	4250 S Princeton	-	Senior	-	- CHA
Vision House	514 E 50th Pl	0, 1, 2, 3	Supportive	25	25 IHDA
Cottage View Terrace	4829 S Cottage Grove	1, 2	Senior	-	97 IHDA
Vincennes Court	4801-07 S Vincennes	1, 2, 3	Multifamily	20	20 IHDA
Transformation Housing, II (fka Grand Apts.)	4751 S Vincennes	1, 2, 3	Multifamily	36	36 IHDA
McGill Terrace	829 E. 49th St	1, 2, 3	Multifamily	48	48 Section 8
Willard Square Apts	4843 S St. Lawrence Ave	-	Multifamily	83	102 IHDA
Harper Square Coop.	4800 S Lake Park	1, 2, 3	Multifamily	-	591 IHDA
51st & King Drive Apartments	5049 S King Drive	1, 2, 3, 4, 5	Multifamily	-	96 Section 8
Kenwood Apartments	4710 S Woodlawn Ave	1, 2, 3, 4	Multifamily	48	48 Section 8
Hearts United Phase III (CHA)	400 E 41st St	1, 2, 3, 4	Multifamily	-	203 IHDA
Woodlake Townhomes	4521 S Woodlawn	2, 3	Multifamily	-	70 IHDA
Lake Grove Village	3555 S Cottage Grove	1, 2, 3	Multifamily	-	458 IHDA
Paul G. Stewart Phase V	410 E Bowen	1, 2	Multifamily	-	96 IHDA, DPD
Kenwood-Oakland Apts. fka Krmh Apts.	4001 S Ellis Ave	1, 2, 3	Multifamily	-	102 IHDA
Lake Park Crescent I (CHA)	1061 E 41st Pl	1, 2, 3	Multifamily	-	141 IHDA
43 King Partnership	4240-42 S Martin Luther King Dr.	2, 3, 4, 5	Multifamily	-	8 IHDA
45th & Vincennes	4520 S Vincennes	1, 2, 3	Multifamily	-	18 IHDA
46th & Vincennes	444 E 46th St	2, 3, 4	Multifamily	-	- Section 8
Paul G. Stewart IV	400 E 41st St	1, 2, 3, 4	Multifamily	11	187 Section 8
Spring Grove Apartments	4554 S Drexel Blvd	1, 2, 3	Multifamily	99	101 IHDA
Grand Boulevard Ren.	4331 S King Dr	1, 2, 3	Multifamily	-	30 IHDA
Deliverance Manor	4201 S Wabash	2, 3, 4, 5	Multifamily	-	56 Section 8
Cat-Met Village	4101 S Calumet Ave	-	Senior	75	- Section 8

Margaret Ford Manor	4500-12 S Wabash	Senior	59	60 Section 8
North Washington Park Manor	550 E 50th Pl	Multifamily, Senior	57	- Section 8
Trinity Acres	3939 S Calumet Ave	Senior	70	- Section 8
Willis Rawls Manor	4120 S Indiana Ave	Senior	123	- Section 8
King Drive Apts	4747 S King Dr	Multifamily	141	- Section 8
North Washington Park Estates	4756-58 S Vincennes Ave	Senior	-	21 Section 8
Paul G Stewart Apts III	401 E Bowen	Multifamily	190	190 Section 8
Vincennes Apartments	460 E 42nd Pl	Senior	8	9 Section 8
Greencastle of Kenwood	4909 S Cottage Grove	Senior	-	60 Section 8
Alpha Towers	936 E 47th St	Senior	149	149 Section 8
Drexel Court Apts	4420 S Drexel Blvd	Multifamily	-	60 Section 8
Drexel Square	810 E Hyde Park Blvd	Multifamily	-	103 Section 8
Drexel Tower Apartments	4825 S Drexel Blvd	Multifamily	-	136 Section 8
Ellis Lakeview Apartments	4624 S Ellis Ave	Multifamily	-	105 Section 8
Lake Park East Apartments	4325 S Drexel Blvd	Multifamily	-	153 Section 8
Lake Village East Apartments	4700 S Lake Park Ave	Multifamily	43	- Section 8

Source: Goodman Williams Group, February 2014

8261

EXHIBIT B

CDC Resolution recommending That City Council Approve the Amended Plan; Designate The Expanded Area and Adopt Tax Increment Allocation Financing

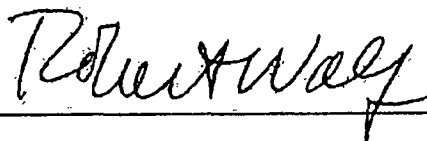
SEE ATTACHED

STATE OF ILLINOIS)
)SS
COUNTY OF COOK)

CERTIFICATE

I, Robert Wolf, the duly authorized and qualified Assistant Secretary of the **Community Development Commission of the City of Chicago**, and the custodian of the records thereof, do hereby certify that I have compared the attached copy of a Resolution adopted by the **Community Development Commission of the City of Chicago** at a Regular Meeting held on the 8th Day of July 2014 with the original resolution adopted at said meeting and noted in the minutes of the Commission, and do hereby certify that said copy is a true, correct and complete transcript of said Resolution.

Dated this 8th Day of July 2014



ASSISTANT SECRETARY
Robert Wolf

**COMMUNITY DEVELOPMENT COMMISSION
OF THE
CITY OF CHICAGO**

RESOLUTION 14-CDC-26

**RECOMMENDING TO THE CITY COUNCIL OF
THE CITY OF CHICAGO
FOR THE PROPOSED
BRONZEVILLE AMENDMENT
REDEVELOPMENT PROJECT AREA:**

**APPROVAL OF AMENDMENT NO. 3 TO THE
REDEVELOPMENT PLAN AND PROJECT**

WHEREAS, the Community Development Commission (the "Commission") of the City of Chicago (the "City") has heretofore been appointed by the Mayor of the City with the approval of its City Council ("City Council," referred to herein collectively with the Mayor as the "Corporate Authorities") (as codified in Section 2-124 of the City's Municipal Code) pursuant to Section 5/11-74.4-4(k) of the Illinois Tax Increment Allocation Redevelopment Act, as amended (65 ILCS 5/11-74.4-1 et seq.) (the "Act"); and

WHEREAS, the Commission is empowered by the Corporate Authorities to exercise certain powers set forth in Section 5/11-74.4-4(k) of the Act, including the holding of certain public hearings required by the Act; and

WHEREAS, staff of the City's Department of Planning and Development has conducted or caused to be conducted certain investigations, studies and surveys of the Bronzeville Redevelopment Project Area Amendment No. 3, the street boundaries of which are described on Exhibit A hereto (the "Area"), to determine the eligibility of the Area as a redevelopment project area as defined in the Act (a "Redevelopment Project Area") and for tax increment allocation financing pursuant to the Act ("Tax Increment Allocation Financing"), and previously has presented the following documents to the Commission for its review:

Bronzeville Redevelopment Plan and Project Amendment No. 3 (the "Plan"); and

WHEREAS, prior to the adoption by the Corporate Authorities of ordinances approving a redevelopment plan, designating an area as a Redevelopment Project Area or adopting Tax Increment Allocation Financing for an area, it is necessary that the Commission hold a public hearing (the "Hearing") pursuant to Section 5/11-74.4-5(a) of the Act, convene a meeting of a joint review board (the "Board") pursuant to Section 5/11-74.4-5(b) of the Act, set the dates of such Hearing and Board meeting and give notice thereof pursuant to Section 5/11-74.4-6 of the Act; and

WHEREAS, a public meeting (the “Public Meeting”) was held in accordance and in compliance with the requirements of Section 5/11-74.4-6(e) of the Act, on **May 1, 2014** at 6:00 pm at the **James Doolittle Jr Elementary School - 535 E. 35th Street, Chicago, Illinois**, (this date being more than 14 business days before the scheduled mailing of the notice of the Hearing [hereinafter defined], as specified in the Act), pursuant to notice from the City’s Commissioner of the Department of Planning and Development, given on **April 14, 2014**, (this date being more than 15 days before the date of the Public Meeting, as specified in the Act), by certified mail to all taxing districts having real property in the proposed Area and to all entities requesting that information that have taken the steps necessary to register to be included on the interested parties registry for the proposed Area in accordance with Section 5/11-74.4-4.2 of the Act and, with a good faith effort, by regular mail, to all residents and to the last known persons who paid property taxes on real estate in the proposed Area (which good faith effort was satisfied by such notice being mailed to each residential address and to the person or persons in whose name property taxes were paid on real property for the last preceding year located in the proposed Area); and

WHEREAS, the Report and Plan were made available for public inspection and review since **May 2, 2014**, being a date not less than 10 days before the Commission meeting at which the Commission adopted Resolution 14-CDC-18 on May 13, 2014 fixing the time and place for the Hearing, at City Hall, 121 North LaSalle Street, Chicago, Illinois, in the following offices: City Clerk, Room 107 and Department of Planning and Development, Room 1000; and

WHEREAS, notice of the availability of the Report and Plan, including how to obtain this information, were sent by mail on **May 19, 2014** which is within a reasonable time after the adoption by the Commission of Resolution 14-CDC-18 to: (a) all residential addresses that, after a good faith effort, were determined to be (i) located within the Area and (ii) located outside the proposed Area and within 750 feet of the boundaries of the Area (or, if applicable, were determined to be the 750 residential addresses that were outside the proposed Area and closest to the boundaries of the Area); and (b) organizations and residents that were registered interested parties for such Area; and

WHEREAS, notice of the Hearing by publication was given at least twice, the first publication being on **June 10, 2014** a date which is not more than 30 nor less than 10 days prior to the Hearing, and the second publication being on **June 17, 2014**, both in the Chicago Sun-Times or the Chicago Tribune, being newspapers of general circulation within the taxing districts having property in the Area; and

WHEREAS, notice of the Hearing was given by mail to taxpayers by depositing such notice in the United States mail by certified mail addressed to the persons in whose names the general taxes for the last preceding year were paid on each lot, block, tract or parcel of land lying within the Area, on **June 10, 2014**, being a date not less than 10 days prior to the date set for the Hearing; and where taxes for the last preceding year were not paid, notice was also mailed to the

persons last listed on the tax rolls as the owners of such property within the preceding three years; and

WHEREAS, notice of the Hearing was given by mail to the Illinois Department of Commerce and Economic Opportunity ("DECO") and members of the Board (including notice of the convening of the Board), by depositing such notice in the United States mail by certified mail addressed to DECO and all Board members, on **May 16, 2014**, being a date not less than 45 days prior to the date set for the Hearing; and

WHEREAS, notice of the Hearing and copies of the Report and Plan were sent by mail to taxing districts having taxable property in the Area, by depositing such notice and documents in the United States mail by certified mail addressed to all taxing districts having taxable property within the Area, on **May 16, 2014**, being a date not less than 45 days prior to the date set for the Hearing; and

WHEREAS, the Hearing was held on **July 8, 2014** at 1:00 p.m. at City Hall, 2nd Floor, 121 North LaSalle Street, Chicago, Illinois, as the official public hearing, and testimony was heard from all interested persons or representatives of any affected taxing district present at the Hearing and wishing to testify, concerning the Commission's recommendation to City Council regarding approval of the Plan, designation of the Area as a Redevelopment Project Area and adoption of Tax Increment Allocation Financing within the Area; and

WHEREAS, the Board meeting was convened on **June 6, 2014** at 10:00 a.m. (being a date at least 14 days but not more than 28 days after the date of the mailing of the notice to the taxing districts on **May 16, 2014**) in Room 1003A, City Hall, 121 North LaSalle Street, Chicago, Illinois, to review the matters properly coming before the Board to allow it to provide its advisory recommendation regarding the approval of the Plan, designation of the Area as a Redevelopment Project Area, adoption of Tax Increment Allocation Financing within the Area and other matters, if any, properly before it, all in accordance with Section 5/11-74.4-5(b) of the Act; and

WHEREAS, the Commission has reviewed the Report and Plan, considered testimony from the Hearing, if any, the recommendation of the Board, if any, and such other matters or studies as the Commission deemed necessary or appropriate in making the findings set forth herein and formulating its decision whether to recommend to City Council approval of the Plan, designation of the Area as a Redevelopment Project Area and adoption of Tax Increment Allocation Financing within the Area; now, therefore,

BE IT RESOLVED BY THE COMMUNITY DEVELOPMENT COMMISSION OF THE CITY OF CHICAGO:

Section 1. The above recitals are incorporated herein and made a part hereof.

Section 2. The Commission hereby makes the following findings pursuant to Section 5/11-74.4-3(n) of the Act or such other section as is referenced herein:

a. The Area on the whole has not been subject to growth and development through investment by private enterprise and would not reasonably be expected to be developed without the adoption of the Plan;

b. The Plan:

(i) conforms to the comprehensive plan for the development of the City as a whole; or

(ii) the Plan either (A) conforms to the strategic economic development or redevelopment plan issued by the Chicago Plan Commission or (B) includes land uses that have been approved by the Chicago Plan Commission;

c. The Plan meets all of the requirements of a redevelopment plan as defined in the Act and, as set forth in the Plan, the estimated date of completion of the projects described therein and retirement of all obligations issued to finance redevelopment project costs is not later than December 31 of the year in which the payment to the municipal treasurer as provided in subsection (b) of Section 5/11-74.4-8 of the Act is to be made with respect to ad valorem taxes levied in the twenty-third calendar year following the year of the adoption of the ordinance approving the designation of the Area as a redevelopment project area and, as required pursuant to Section 5/11-74.4-7 of the Act, no such obligation shall have a maturity date greater than 20 years;

d. To the extent required by Section 5/11-74.4-3(n) (6) of the Act, the Plan incorporates the housing impact study, if such study is required by Section 5/11-74.4-3(n)(5) of the Act;

e. The Plan will not result in displacement of residents from inhabited units.

f. The Area includes only those contiguous parcels of real property and improvements thereon that are to be substantially benefited by proposed Plan improvements, as required pursuant to Section 5/11-74.4-4(a) of the Act;

g. As required pursuant to Section 5/11-74.4-3(p) of the Act:

(i) The Area is not less, in the aggregate, than one and one-half acres in size; and

(ii) Conditions exist in the Area that cause the Area to qualify for designation as a redevelopment project area and a blighted area as defined in the Act;

h. If the Area is qualified as a “blighted area”, whether improved or vacant, each of the factors necessary to qualify the Area as a Redevelopment Project Area on that basis is (i) present, with that presence documented to a meaningful extent so that it may be reasonably found that the factor is clearly present within the intent of the Act and (ii) reasonably distributed throughout the improved part or vacant part, as applicable, of the Area as required pursuant to Section 5/11-74.4-3(a) of the Act;

i. If the Area is qualified as a “conservation area” the combination of the factors necessary to qualify the Area as a redevelopment project area on that basis is detrimental to the public health, safety, morals or welfare, and the Area may become a blighted area; [and]

Section 3. The Commission recommends that the City Council approve the Plan pursuant to Section 5/11-74.4-4 of the Act.

Section 4. The Commission recommends that the City Council designate the Area as a Redevelopment Project Area pursuant to Section 5/11-74.4-4 of the Act.

Section 5. The Commission recommends that the City Council adopt Tax Increment Allocation Financing within the Area.

Section 6. If any provision of this resolution shall be held to be invalid or unenforceable for any reason, the invalidity or unenforceability of such provision shall not affect any of the remaining provisions of this resolution.

Section 7. All resolutions, motions or orders in conflict with this resolution are hereby repealed to the extent of such conflict.

Section 8. This resolution shall be effective as of the date of its adoption.

Section 9. A certified copy of this resolution shall be transmitted to the City Council.

ADOPTED: July 8, 2014

List of Attachments:

Exhibit A: Street Boundary Description of the Area

EXHIBIT A

Street Boundary Description of the Area

The Redevelopment Project Area is generally bounded by 25th Street to the north, Cottage Grove and Lake Shore Drive to the east, the Dan Ryan Expressway and State Street to the west, and 40th Street to the south.

EXHIBIT C

Legal Description of the Expanded Area

SEE ATTACHED

Legal Description of Expanded Area



**Amended Exhibit 1 – Amended Legal Description
Bronzeville Redevelopment Project Area**

That part of the North Half of Section 3 and 4, Township 38 North, Range 14, East of the Third Principal Meridian, Section 27, 28, 33, and 34, Township 39 North, Range 14, East of the third Principal Meridian, described as follows:

Beginning at the intersection of the East line of Wentworth Avenue and the North line of Pershing Road; Thence East along the North line of Pershing Road to the West line of State Street; Thence North along the West line of State Street to the South line of 27th Street; Thence West along the South line of 27th Street to the West line of Lot 75 in W.H. Adams Subdivision of part of the East Half of the Southeast Quarter of Section 28, Township 39 North, Range 14, as extended South; Thence North along said extended line, being the West line of said Lot 75, Lot 40 and 9 in said W.H. Adams Subdivision and its extension North to the North line of 26th Street; Thence West along said North line of 26th Street to the West line of a vacated 10 foot wide alley adjoining Lot 24 in Block 3 of G.W. Gerrish's Subdivision of part of the East Half of the Northeast Quarter of Section 28, Township 39 North, Range 14; Thence North along the West line of said vacated 10 foot wide alley to the Westerly extension of the North Line of Lot 19 in said Block 3 of G.W. Gerrish's Subdivision; Thence East along said Westerly extension of the North Line of Lot 19 to the centerline of said vacated 10 foot wide alley; Thence North along said centerline to the North line of 25th Street; Thence Easterly along the North line of 25th Street to the East line of Lot 1 extended North in Gardner's Subdivision of the West Half of Block 60, in Canal Trustee's Subdivision of the West Half of the Northwest Quarter of Section 27, Township 39 North, Range 14; Thence South along said extended line to the North line of 26th Street; Thence Southerly to the Northwest corner of Lot 28 in Assessor's Division recorded as document 20877; Thence South along the East line of an alley to a point on the North line of Lot 2 in County Clerks Division recorded as document 176695; Thence West along the North line of Lots 2 through 5 in said Assessor's Division to the West line of said Lot 5; Thence southwest and south along the West line of said Lot 5 and its extension South to the North line of 28th Street; Thence West along the North line of 28th Street to the East line of Wabash Avenue; Thence South along East line of Wabash Avenue to the South line of 29th Street; Thence West along the South line of 29th Street to the East line of the West 22 feet of Lot 6 in Block 1 in Assessor's Division of the West ½ of Block 93 in Canal Trustees' Subdivision; Thence South along the East line of the West 22 feet of Lot 6 to the centerline of a 16 foot vacated alley lying first south of 29th Street; Thence East along said centerline to the West line of the East 35 feet of Lot 42 in Block 1 of Assessor's Division aforesaid extended north; Thence South along the West line of the East 35 feet of Lot 42 and of Lots 36 through 41 to the South line of Lot 36; Thence West to the West line of the East 36 feet of Lot 35; Thence South along the West line of the East 36 feet of Lot 35 and of Lots 30 through 34 to the South line of Lot 30, said south line also being the North line of Lot 32 in Aaron Gibbs' Subdivision; Thence continuing South along the West line of the East 36 feet of said Lot 32 to the North line of Lot 31; Thence East to the West line of the East 35 feet of said Lot 31; Thence South along the West line of the East 35 feet of said Lot 31 to the North line of Lot 30; Thence East to the West line of the East 34 feet of said Lot 30; Thence South along the West line of the East 34 feet of said Lot 30 to the North line of Lot 29; Thence East to the West line of the East 33 feet of said Lot 29; Thence South along the West line of the East 33 feet of said Lot 29 to the North line of Lot 28; Thence East to the

West line of the East 32 feet of said Lot 28; Thence South along the West line of the East 32 feet of said Lot 28 to the North line of Lot 27; Thence East to the West line of the East 31 feet of said Lot 27; Thence South along the West line of the East 31 feet of said Lot 27 to the North line of Lot 26; Thence East to the West line of the East 30 feet of said Lot 26; Thence South along the West line of the East 30 feet of said Lot 26 to the North line of Lot 25; Thence East to the West line of the East 29 feet of said Lot 25; Thence South along the West line of the East 29 feet of said Lot 25 to the South line of said Lot 25 also being the North line of Lot 12 in Weston's Subdivision; Thence East to the West line of the East 28 feet of said Lot 12; Thence South along the West line of the East 28 feet of said Lot 12 to the North line of Lot 11; Thence East to the West line of the East 27 feet of said Lot 11; Thence South along the West line of the East 27 feet of said Lot 11 to the North line of Lot 10; Thence East to the West line of the East 26 feet of said Lot 10; Thence South along the West line of the East 26 feet of said Lot 10 to the North line of Lot 9; Thence East to the West line of the East 25 feet of said Lot 9; Thence South along the West line of the East 25 feet of said Lot 9 to the South line of Lot 9 also being the North line of Lot 4 in Assessor's Division of Lots 5, 6, 7 and 8 in Weston and Gibbs' Subdivision; Thence East to the East line of the West 4 feet of said Lot 4; Thence South along the East line of the West 4 feet of said Lot 4 to the North line of 30th Street; Thence South to the Northeast corner of Lot 65 in R.S. Thomas' Subdivision of Block 99 in Canal Trustees Subdivision; Thence South along the East line of said Lot 65, its extension to the Northeast corner of Lot 70 and the East line of Lot 70 to a point 70.0 feet North of 31st Street; Thence West 4.0 feet; Thence South parallel with the East line of Lot 70 to the North line of 31st Street; Thence East along the North line of 31st Street to the centerline of vacated Indiana Avenue; Thence North along the centerline of vacated Indiana Avenue to the North line The South 50 Feet of 29th Street; Thence East along the North line of The South 50 Feet of 29th Street to the West line of Prairie Avenue; Thence North along the West line of Prairie Avenue to the South line of 26th Street; Thence East along the South line of 26th Street to the West line of Dr. Martin Luther King Drive; Thence North along the West line of Dr. Martin Luther King Drive to the North line of 25th Street as extended West; Thence East along said extended line and the North line of 25th Street to the Easterly line of Lake Park Avenue; Thence continuing Easterly along the Easterly extension of the North line of 25th Street to the Westerly line of Lake Shore Drive; Thence Southerly along the Easterly line of Lake Shore Drive to the North line of the Southeast Quarter of Section 27, Township 39 North, Range 14; Thence continuing Southerly along the West line of Lake Shore Drive to the South line of Section 27, said line also being the Easterly extension of the centerline of 31st Street; Thence West along the centerline of 31st Street to the West line of Lot 13 in Chicago Land Clearance Commission No. 2 recorded as document 17511645 as extended South; Thence North along said line to the South line of 30th Street; Thence West to the West line of Vernon Avenue; Thence North along the West line of Vernon Avenue to the North line of 29th Place; Thence East to the center line of Cottage Grove Avenue; Thence North along the center line of Cottage Grove Avenue to the South line of 29th Street; Thence West along the South line of 29th Street to the West line of Vernon Avenue; Thence North and Northeast along the West line of Vernon Avenue to the West line of Ellis Avenue; Thence North along the West line of Ellis Avenue to the South line of 26th Street; Thence West along the South line of 26th Street to the East line of Dr. Martin Luther King Drive; Thence South along the East line of Dr. Martin Luther King Drive to the intersection with the South line of 31st Street as extended East; Thence West along the South line of 31st Street to the Northeast corner of Lot 2 in Block 2 in Loomis and Laflin's Subdivision; Thence South along the East line of Lots 2, 3, 6 and 7 to a point 17.0 feet North of the Southeast corner of Lot 7 in Block 2 in Loomis and Laflin's Subdivision; Thence West parallel with the South line of Lot 7 in Loomis and Laflin's Subdivision and its extension to

a point on the West line Giles Avenue; Thence South along the West line of Giles Avenue to the Southeast corner of Lot 4 in C. Cleaver's Subdivision; Thence West along the South line of said Lot 4 to the Southwest corner of Lot 4 in C. Cleaver's Subdivision; Thence North along the West line of said Lot 4 to a point of intersection with the Easterly extension of the South line of Lot 1 in Haywood's Subdivision as extended East; Thence West along said extended line and the South line of Lots 1 through 5 in Haywood's Subdivision to the East line of Prairie Avenue; Thence West to the Southeast corner of Lot 6 in Haywood's Subdivision; Thence West along the South line of Lots 6 through 10 and its extension to the Southeast corner of Lot 11 in Haywood's Subdivision; Thence South along the Southerly extension of the East line of said Lot 11 to the Easterly extension of the South line of Lot 16 in Haywood's Subdivision; Thence West along the South line of said Lot 16 and its extension West to the East line of Indiana Avenue; Thence South along the East line of Indiana Avenue to the South line of 32nd Street; Thence West along the South line of 32nd Street to the West line of Michigan Avenue; Thence North along the West line of Michigan Avenue to the Southeast corner of Lot 8 in Block 2 in C.H Walker's Subdivision; Thence West along the South line of said Lot 8 in Block 2 in C.H. Walker Subdivision and its extension West to the Southwest corner of Lot 7 in Block 2 in C.H Walker's Subdivision being the East line of vacated Wabash Avenue; Thence South along the East line of vacated Wabash Avenue being the West line of Block 2 in C.H. Walker's Subdivision to the South line of vacated 32nd Street; Thence East along the South line of vacated 32nd Street to the Northwest corner of Lot 46 in Block 2 in J. Wentworth's Subdivision; Thence South along the East line of Wabash Avenue to the Southwest corner of Lot 1 in J. S. Barnes' Subdivision; Thence East along the South line of said Lot 1 and its extension East to the West line of a vacated 20.0 foot wide alley; Thence North along said centerline of said vacated 20.0 foot alley to the centerline of 34th Street; Thence East to the East line of Michigan Avenue; Thence South along the East line of Michigan Avenue to the Northwest corner of Lot 30 in Block 7 in J. Wentworth's Subdivision; Thence East along the North line of said Lot 30 and its extension East to the East line of a 20.0 foot wide alley, being the Northwest corner of Lot 19 in Block 7 in J. Wentworth's Subdivision; Thence South along the East line of said alley to the Southwest corner of Lot 20 in Block 7 in J. Wentworth's Subdivision; Thence East along the South line of said Lot 20 and its extension East to the East line of Indiana Avenue; Thence North along the East line of Indiana Avenue to the Northwest corner of Lot 39 in Block 1 of Harriet Farlin's Subdivision; Thence East along the North line of said Lot 39 and its extension East to the East line of an 18.0 foot wide alley in said Block 1; Thence South along the East line of said alley to the Southwest corner of Lot 15 in Block 1 in Harriet Farlin's Subdivision; Thence East along the South line of said Lot 15 in Block 1 to the West line of Prairie Avenue; Thence North along the West line of Prairie Avenue to the North line of the South half of Lot 7 in Block 1 in Dyer and Davisson's Subdivision as extended West; Thence East along said extended line to the West line of an 18.0 foot alley; Thence South along the West line of said alley to the South line of said Lot 7; Thence East along the South line of said Lot 7 and its extension West to the West line of Giles Avenue; Thence North along the West line of Giles Avenue to the South line of a vacated 16.0 foot alley in Block 2 in Dyer and Davisson's Subdivision; Thence West along the South line of said alley to the East line of an 18.0 foot alley in said Block 2; Thence South along the East line of said alley to the Westerly extension of the North line of the South 3 feet of Lot 1 in Nellie C. Dodson's Subdivision extended East; Thence West along said extended line to the West line of Prairie Avenue; Thence North along the West line of Prairie Avenue to a point 85.0 feet South of the south line of 33rd Street; Thence West parallel with 33rd Street 124.62 feet to the East line of 16.0 foot alley; Thence North along the East line of said alley to the South line of 33rd Street; Thence East along the South line of 33rd Street to the West line of 14.0 foot alley, being the Northeast corner

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of Lot 1 in Fuller, Frost and Cobb's Subdivision; Thence South along the West line of said alley to the North line of Lot 15 in Francis J. Young's Subdivision extended West; Thence East along the North line of said Lot 15 to the West line of Calumet Avenue; Thence South along the West line of Calumet Avenue to the North line of Lot 23 in Fowler's Subdivision extended West; Thence East along said extended line and North line of Lots 23 to 19 in said Fowler's Subdivision and its extension East to the East line of a 16.0 foot alley; Thence North along said East line of the public alley to the South line of the 66 foot wide right of way of 33RD Street; Thence East along said South right of way line of 33RD Street to the West right of way line of Martin Luther King Drive; Thence South along the West right of way line of Martin Luther King Drive to a point of intersection with the Westerly extension of the North right of way line of 33RD Place; Thence East along the North right of way line of 33RD Place to a point of intersection with the Northerly extension of the East right of way line of Rhodes Avenue; Thence South along the East right of way line of Rhodes Avenue to the North right of way line of 35TH Street; Thence East along the North right of way line of 35TH Street to the East right of way line of Cottage Grove Avenue; Thence Southeasterly along the East right of way line of Cottage Grove Avenue to a point of intersection with the Northeasterly extension of a line being 300 feet Northwesterly of the center line of vacated 36TH Street; Thence Southwesterly along said extension line to a point being 150 feet Westerly of the West line of Cottage Grove Avenue; Thence Southeasterly on a line being parallel with the West right of way line of Cottage Grove Avenue to the center line of vacated 36TH Street; Thence Southwesterly along the center line of vacated 36TH Street to an angle point; Thence Westerly along the center line of vacated 36TH Street to the Westerly right of way line of Vincennes Avenue; Thence Northerly along the Westerly right of way line of Vincennes Avenue to the South right of way line of Browning Avenue; Thence West along the South right of way line of Browning Avenue to the West right of way line of Rhodes Avenue; Thence North along the West right of way line of Rhodes Avenue to the South right of way line of 35TH Street; Thence West along the South right of way line of 35TH Street to the center line of a 16.0 foot alley extended North said center line being 132.0 feet East of the East line of Dr. Martin Luther King Drive; Thence south along the center line of the 16.0 foot alley to the Easterly extension of the South line of Lot 1 in Loomis' Resubdivision of Lots 1 and 4 in Block 1 of Ellis' West Addition to Chicago in the SE ¼ of Section 34 aforesaid; Thence West along the Easterly extension of the South line of Lot 1 in Loomis' Resubdivision to the West line of Dr. Martin Luther King Drive; Thence North along the West line of Dr. Martin Luther King Drive to a point 120.0 feet South of the South line of 35th Street; Thence West parallel with 35th Street to the East line of a 16.0 foot alley, being 70.0 feet East of the East line of Calumet Avenue; Thence South along the East line of said alley to the North line of Lot 2 in D. Harry Hammer's Subdivision; Thence West along the North line of said Lot 2 to the East line of Lot 24 in W. D. Bishopp's Subdivision; Thence South along the east line of said Lot 24 to the North line of 37th Street; Thence East along the North line of 37th Street to The East right of way line of Rhodes Avenue; Thence South along the East right of way line of Rhodes Avenue to the North right of way line of Pershing Road; Thence West along the North line of Pershing Avenue to the East line of an alley extended North, said line being the West line of Lot 17 in Block 1 in Bowen and Smith's Subdivision; Thence South along the east line of said alley to the North line of Oakwood Boulevard; Thence East along the North line of Oakwood Boulevard to the Southeast corner of Lot 1 in Subdivision of Lot 32 in Block 1 in Bowen and Smith's Subdivision of the Northeast ¼ of said Section 3; Thence South along the Southerly extension of said Lot 1 a distance of 25 feet; Thence West along a line being 25 feet South of and parallel with the North line of Oakwood Boulevard to the Northerly extension of the West line of Lot 16 in Bowen & Smith's Subdivision; Thence South to the Northeast corner of Lot 16 in Bowen & Smith's Subdivision; Thence South

along the East line of Lots 16, 17, and 18 in Bowen & Smith's Subdivision to the South line of Lot 18 in Block 2 in Bowen and Smith's Subdivision aforesaid; Thence West along said South line to the West line of Dr. Martin Luther King Drive; Thence North along the West line of Dr. Martin Luther King Drive to the Southeast corner of Lot 1 in Wallace R. Martin's Subdivision; Thence West along the South line of Lots 1 through 3 in Wallace R. Martin's Subdivision to the East line of a 16.0 foot alley; Thence North along the East line of said 16.0 foot alley to the South line of Lot 66 in Circuit Court Partition per document 1225139 extended East; Thence West along the South line of Lots 66 through 70 in Circuit Court Partition and its extension West to the West line of Calumet Avenue; Thence West along the North line of a 16.0 foot alley to the East line of Prairie Avenue; Thence South along the East line of Prairie Avenue to the South line of Lot 3 in Springer's Subdivision extended East; Thence West along said extended line and South line of said Lot 3 to the Southwest corner of Lot 3; Thence North along the West line of Lot 3 to the Southeast corner of Lot 4 in Springer's Subdivision; Thence West along the South line of Lots 4 through 7 in Springer's Subdivision to the East line of Indiana Avenue; Thence South along the East line of Indiana Avenue to the North line of 40th Street; Thence West along the North line of 40th Street and its extension West to the centerline line of State Street; Thence South along the centerline of State Street to the South line of 40th Street; Thence West along the South line of 40th Street to the East line of Block 4 in Pryor's Subdivision; Thence North along said East line to the North line of the U.S. Yards Railroad Right of Way running through said Block 4 in Pryor's Subdivision; Thence West along said North line to the East line of Wentworth Avenue; Thence North along East line of Wentworth Avenue to the place of beginning, all in Cook County, Illinois.

EXHIBIT D

: Street Location of the Expanded Area

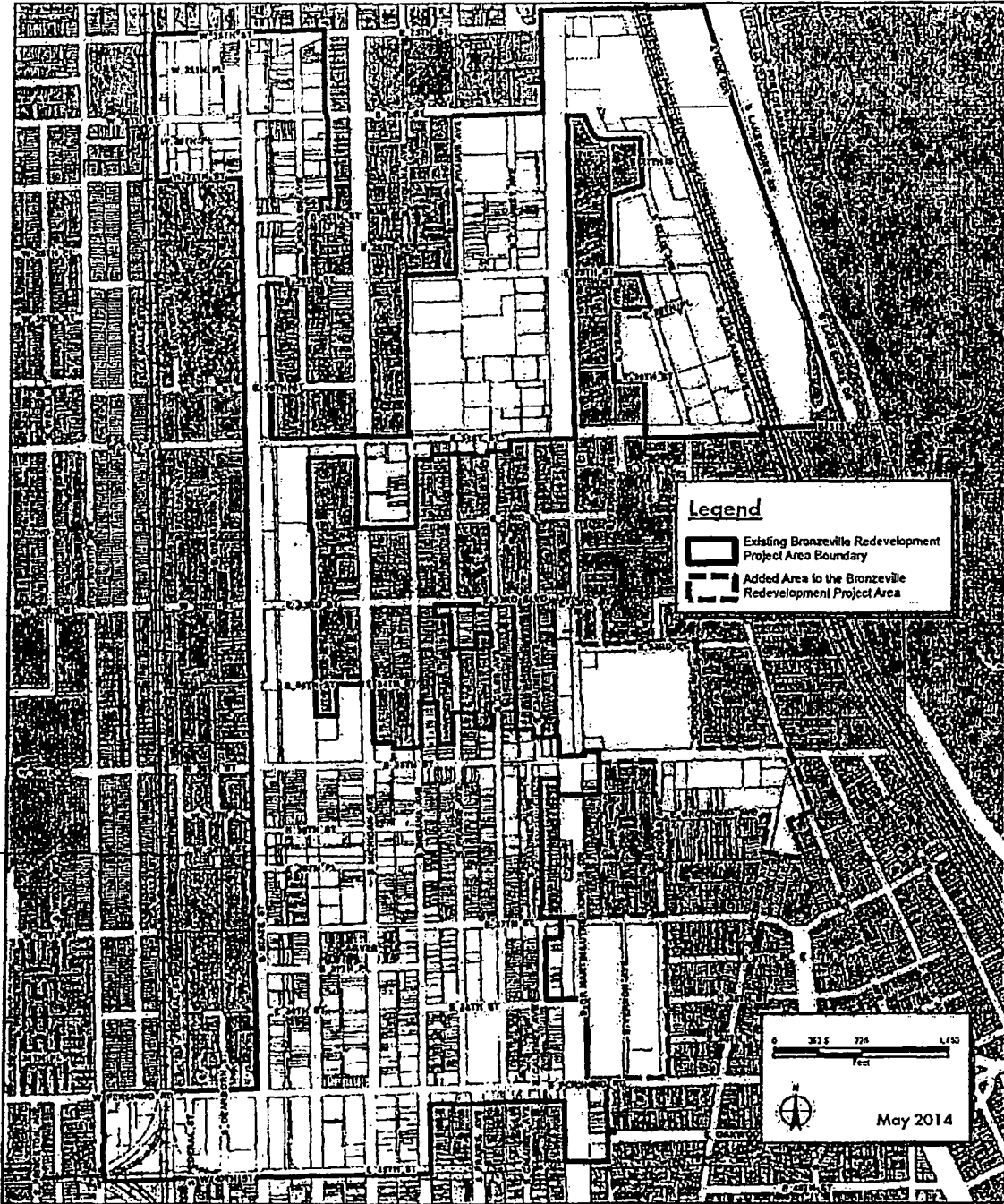
The Redevelopment Project Area is generally bounded by 25th Street to the north, Cottage Grove and Lake shore Drive to the east, the Dan Ryan Expressway and State Street to the west, and 40th Street to the south.

EXHIBIT E

Map of the Expanded Area

SEE ATTACHED

Amended Map of the Area



Map 1
Redevelopment Project Area Boundary Amendment No. 3

Amendment to Bronzeville Redevelopment Project Area
City of Chicago, Illinois



Chicago City Engineer's Office, Inc.
615 North Dearborn Street, Suite 1515, Chicago, Illinois 60610