

# City of Chicago



O2018-4486

# Office of the City Clerk

# **Document Tracking Sheet**

**Meeting Date:** 

5/23/2018

Sponsor(s):

Emanuel (Mayor)

Type:

Ordinance

Title:

Sale of City-owned property at 1501 W School St to 1501 W School Acquisition LLC, an Illinois Limited Liability Company

Committee(s) Assignment:

Committee on Housing and Real Estate



# OFFICE OF THE MAYOR CITY OF CHICAGO

RAHM EMANUEL

May 23, 2018

# 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 ordinances authorizing the sale of city-owned property.

Your favorable consideration of these ordinances will be appreciated.

Very truly yours,

Mayor

# **ORDINANCE**

WHEREAS, the City of Chicago ("City") is a home rule unit of government by virtue of the provisions of the Constitution of the State of Illinois of 1970, and, as such, may exercise any power and perform any function pertaining to its government and affairs; and

WHEREAS, the City is the owner of the real property commonly known as 1501 West School Street, Chicago, Illinois, which is improved with a vacant fire house, and is legally described on Exhibit A attached hereto (the "Property"); and

WHEREAS, the City engaged the brokerage firm JLL to market the Property on the City's behalf, and pursuant to the terms of its master consulting agreement JLL is due a two and one-half percent (2.5%) brokerage commission fee, which fee will be paid to JLL by the City; and

WHEREAS, public notice advertising the City's intent to sell the Property appeared in the *Chicago Sun-Times*, a newspaper of general circulation, on January 11, 18 and 25, 2016, at a listing price of One Million and No/100 Dollars (\$1,000,000), which was equal to the Property's appraised fair market value at the time; and

WHEREAS, the City received no responsive bids for the Property; and

WHEREAS, a second public notice advertising the City's intent to sell the Property appeared in the *Chicago Sun-Times*, a newspaper of general circulation, on April 4, 13 and 27, 2016, at a listing price of One Million and No/100 Dollars (\$1,000,000), which was equal to the Property's appraised fair market value at the time; and

WHEREAS, the sole bid was submitted by Kenmore Estates, LLC, in the amount of Eight Hundred Fifty Thousand and No/100 Dollars (\$850,000); and

**WHEREAS**, the proposal presented by Kenmore Estates, LLC, was withdrawn at the request of the bidder on November 2, 2017; and

WHEREAS, a third public notice advertising the City's intent to sell the Property appeared in the *Chicago Sun-Times*, a newspaper of general circulation, on February 19, February 25 and March 5, 2018, at a listing price of Eight Hundred Fifty Thousand and No/100 Dollars (\$850,000), which is equal to the Property's fair market value as estimated by an updated appraisal; and

WHEREAS, the City received multiple responsive bids for the Property; and

WHEREAS, the highest responsive bid for the Property was submitted by 1501 West School Acquisition, LLC, an Illinois limited liability company, with a principal business address at 1724 W. Belmont Avenue, Chicago, Illinois 60657 ("Grantee"), in the amount of Nine Hundred Thousand Dollars (\$900,000) (the "Purchase Price"), such amount being greater than the aforementioned appraised fair market value of the Property; and

WHEREAS, the City, acting by and through the Department of Planning and Development ("DPD"), desires to sell the Property to the Grantee for the Purchase Price; and

WHEREAS, it is anticipated that the Chicago Plan Commission will consider Resolution No. 18-037-21 on June 19, 2018, which requests a recommendation that the City enter into a negotiated sale with the Grantee for the purchase of the Property; and

WHEREAS, as conditions of the sale, the Grantee must commence redevelopment of the Property within one year of the conveyance of the Property to the Grantee, the Grantee must remediate any environmental contamination found on the Property to a standard acceptable to the City, and the Grantee must share with the City any profits from a sale of the Property that occurs prior to the redevelopment of the Property; now therefore

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

**SECTION 1.** The above recitals are expressly incorporated in and made part of this ordinance as though fully set forth herein.

SECTION 2. The City Council of the City hereby approves the sale of the Property to the Grantee for the amount of Nine Hundred Thousand and No/100 Dollars (\$900,000). The Mayor or his proxy is authorized to execute, and the City Clerk or Deputy City Clerk is authorized to attest, a quitclaim deed conveying the Property to the Grantee in substantially the form attached hereto as Exhibit B.

**SECTION 3.** The Commissioner of DPD (the "Commissioner") or a designee of the Commissioner is each hereby authorized, with the approval of the City's Corporation Counsel as to form and legality, to negotiate, execute and deliver such documents as may be necessary or appropriate to close the sale of the Property to Grantee, and to carry out and comply with the provisions of this ordinance.

**SECTION 4.** 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 other provisions of this ordinance.

**SECTION 5.** All ordinances, resolutions, motions or orders inconsistent with this ordinance are hereby repealed to the extent of such conflict.

**SECTION 6.** This ordinance shall take effect upon its passage and approval.

# **EXHIBIT A**

# **LEGAL DESCRIPTION**

# (SUBJECT TO TITLE COMMITMENT AND SURVEY)

LOT 1 AND THE EAST 7.5 FEET OF LOT 2 IN KEMNITZ AND WOLFF'S SUBDIVISION OF THE SOUTHEAST ¼ OF THE SOUTHWEST ¼ OF THE SOUTHWEST ¼ OF SECTION 20, TOWNSHIP 40 NORTH, RANGE 14 EAST OF THE THIRD PRINCIPAL MERIDIAN, IN COOK COUNTY, ILLINOIS.

ADDRESS: 1501 W. SCHOOL STREET

CHICAGO, ILLINOIS 60657

PIN: 14-20-324-024-0000

# **EXHIBIT B**

# <u>DEED</u>

(ATTACHED)

# **ORDINANCE**

WHEREAS, the City of Chicago ("City") is a home rule unit of government by virtue of the provisions of the Constitution of the State of Illinois of 1970, and, as such, may exercise any power and perform any function pertaining to its government and affairs; and

WHEREAS, the City is the owner of the real property commonly known as 1501 West School Street, Chicago, Illinois, which is improved with a vacant fire house, and is legally described on Exhibit A attached hereto (the "Property"); and

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WHEREAS, it is anticipated that the Chicago Plan Commission will consider Resolution No. 18-037-21 on June 19, 2018, which requests a recommendation that the City enter into a negotiated sale with the Grantee for the purchase of the Property; and

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ADDRESS: 1501 W. SCHOOL STREET

CHICAGO, ILLINOIS 60657

PIN: 14-20-324-024-0000

# **EXHIBIT B**

# **DEED**

(ATTACHED)

# QUITCLAIM DEED

(The Above Space for Recorder's Use Only)

The CITY OF CHICAGO, an Illinois municipal corporation and home rule unit of local government, having its principal offices at 121 North LaSalle Street, Chicago, Illinois 60602 ("Grantor"), for and in consideration of Nine Hundred Thousand Dollars (\$900,000) (the "Purchase Price"), conveys and quitclaims to 1501 West School Acquisition, LLC, an Illinois limited liability company, whose principal place of business is located at 1724 W. Belmont Street, Chicago, Illinois 60657 ("Grantee"), all interest and title of Grantor in the real property legally described and identified on Exhibit A attached hereto (the "Property"), pursuant to an ordinance adopted by the City Council on June \_\_\_\_\_\_, 2018, and published at pages [\_\_\_\_] through [\_\_\_\_\_] in the Journal of the Proceedings of the City Council of such date.

Without limiting the quitclaim nature of this deed, this conveyance is subject to: (a) the standard exceptions in an ALTA title insurance policy; (b) general real estate taxes and any special assessments or other taxes; (c) all easements, encroachments, covenants and restrictions of record and not shown of record; (d) such other title defects that may exist; and (e) any and all exceptions caused by the acts of Grantee or its agents. In addition, this conveyance is subject to the following express conditions and covenants which are a part of the consideration for the Property and which are to be taken and construed as running with the land and binding on Grantee and Grantee's successors and assigns:

**FIRST.** Grantee shall commence redevelopment of the shuttered, two-story, masonry-constructed firehouse on the Property (the "<u>Former Firehouse</u>") within one year of the date hereof, provided that the Department of Planning and Development (the "<u>DPD</u>"), in its sole discretion, may extend the construction commencement date.

**SECOND.** If Grantee sells the Property prior to the completion of the redevelopment of the Firehouse, Grantee must share with the City fifty percent (50%) of the net profits of the sale, calculated pursuant to a formula to be determined in DPD's sole discretion.

**THIRD.** Grantee shall not discriminate on the basis of race, color, sex, gender identity, age, religion, disability, national origin, ancestry, sexual orientation, marital status, parental status, military discharge status, or source of income in the sale, lease, rental, use or occupancy of the Property or any part thereof. This covenant shall have no limitation as to time.

FOURTH. Except for a known underground fuel storage tank on the Property and associated contaminated soils, which the City is removing, Grantee agrees that it is solely responsible for all aspects of any environmental investigation, remedial, removal or restoration work necessary to put the Property and the Former Firehouse in a suitable condition for their intended use, including, without limitation, remediation and removal of lead-based paint, polychlorinated biphenyl-containing light fixtures and asbestos-containing building materials. Without limiting the foregoing, Grantee agrees that, at the request of the City's Department of Fleet and Facilities Management ("DFFM"), it shall perform any environmental assessments, studies or tests deemed necessary by DFFM to determine whether any environmental or health risks would be associated with the redevelopment of the Property and occupancy of the Former Firehouse. DFFM shall have the right to review and approve the sufficiency of any such environmental assessments, studies and tests, and, if the results disclose the presence of contaminants exceeding residential remediation objectives, may require Grantee to enroll the Property (or the applicable portion thereof) in the Illinois Environmental Protection Agency's Site Remediation Program ("SRP") and complete the remediation of the Property in accordance with SRP requirements.

FIFTH. Grantee acknowledges and agrees that the Property is being conveyed, and Grantee accepts the Property, including the Former Firehouse, in its "as is," "where is" and "with all faults" condition without any covenant, representation or warranty, express or implied, of any kind, as to the structural, physical or environmental condition of the Property or the Firehouse or the suitability of the Property or the Firehouse for any purpose whatsoever. Grantee, on behalf of itself and its successors and assigns, shall release, relinquish and forever discharge Grantor and its officers, employees, agencies, departments and officials, from and against any and all claims, causes of action, demands, legal or administrative proceedings, losses, damages, liabilities, judgments, amounts paid in settlement, interest, fines, penalties, costs and expenses (including, without limitation, reasonable attorney's fees and expenses and court costs) based upon, arising out of or in any way connected with, directly or indirectly, the structural, physical or environmental condition of the Property or the Former Firehouse. This covenant shall have no limitation as to time.

If Grantee violates, breaches or fails to comply with any of the foregoing covenants and conditions, Grantee shall have thirty (30) days after written notice of default from Grantor to cure the default, or such longer period as shall be reasonably necessary to cure such default provided Grantee promptly commences such cure and thereafter diligently pursues such cure to completion (so long as continuation of the default does not create material risk to the Former Firehouse or to persons using the Former Firehouse or Property). If the default is not cured in the time period provided for herein, Grantor may exercise any and all rights and remedies available to it at law or in equity, including but not limited to, the right to reenter and take possession of the Property, terminate the estate conveyed to Grantee, and revest title to the Property in Grantor

(the "Right of Reverter"); provided, however, Grantor's Right of Reverter shall be limited by, and shall not defeat, render invalid, or limit in any way, the lien of any mortgage authorized by the Department. Grantee, at Grantor's request, covenants to execute and deliver to the City a reconveyance deed to the Property to further evidence such revesting of title, and Grantee shall be responsible for all real estate taxes and assessments which accrued during the period the Property was owned by Grantee and shall cause the release of all liens and encumbrances placed on the Property (except those permitted by the Department) during the period of time the Property was owned by Grantee. Grantee shall pay Grantor's legal fees incurred in enforcing Grantee's obligations under these covenants.

[Signature Page Follows]

on or as of the day of	, 2018.
	CITY OF CHICAGO, an Illinois municipal corporation
	Rahm Emanuel, Mayor
ATTEST:	·
Andrea M. Valencia,	
City Clerk	
Approved as to form (except for legal desc	ription):

THIS TRANSFER IS EXEMPT PURSUANT TO THE PROVISIONS OF THE REAL ESTATE TRANSFER TAX ACT, 35 ILCS 200/31-45(b); SECTION 3-33-060.B. OF THE MUNICIPAL CODE OF CHICAGO (CHICAGO REAL PROPERTY TRANSFER TAX ORDINANCE); AND SECTION 6 (B) OF THE COOK COUNTY REAL PROPERTY TAX ORDINANCE.

STATE OF ILLINOIS	)
	) SS.
COUNTY OF COOK	)

I, the undersigned, a Notary Public in and for said County, in the State aforesaid, do hereby certify that Edward N. Siskel, personally known to me to be the Corporation Counsel of the City of Chicago, an Illinois municipal corporation (the "City") pursuant to proxy on behalf of Rahm Emanuel, Mayor, and Andrea M. Valencia, City Clerk of the City, both personally known to me to be the same persons whose names are subscribed to the foregoing instrument, appeared before me this day in person, and being first duly sworn by me acknowledged that as said Corporation Counsel and said City Clerk, respectively, each person signed and delivered the said instrument and caused the corporate seal of said City to be affixed thereto, pursuant to authority given by the City, as each person's free and voluntary act, and as the free and voluntary act and deed of said City, for the uses and purposes therein set forth.

GIVEN under my hand and notarial seal this _	day of, 2018.	
		_
	NOTARY PUBLIC	

THIS INSTRUMENT WAS PREPARED BY: Lisa Misher Department of Law, Real Estate Division 121 North LaSalle Street, Suite 600 Chicago, Illinois 60602 312-742-3932 MAIL DEED AND TAX BILLS TO: 1501 West School Acquisition, LLC 1724 W. Belmont Avenue Chicago, Illinois 60657

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# **SUB-EXHIBIT Á**

# **LEGAL DESCRIPTION**

LOT 1 AND THE EAST 7.5 FEET OF LOT 2 IN KEMNITZ AND WOLFF'S SUBDIVISION OF THE SOUTHEAST ¼ OF THE SOUTHWEST ¼ OF THE SOUTHWEST ¼ OF SECTION 20, TOWNSHIP 40 NORTH, RANGE 14 EAST OF THE THIRD PRINCIPAL MERIDIAN, IN COOK COUNTY, ILLINOIS.

ADDRESS: 1501 W. SCHOOL STREET

CHICAGO, ILLINOIS 60657

PIN: 14-20-324-024-0000

### STATEMENT BY GRANTOR AND GRANTEE

The grantor or his agent affirms that, to the best of his knowledge, the name of the grantee shown on the deed or assignment of beneficial interest in a land trust is either a natural person, an Illinois corporation or foreign corporation authorized to do business or acquire and hold title to real estate in Illinois, a partnership authorized to do business or acquire and hold title to real estate in Illinois, or other entity recognized as a person and authorized to do business or acquire title to real estate under the laws of the State of Illinois.

City of Chicago, by one of its attorneys: Dated , 2018 Signature\_\_\_ Lisa Misher **Chief Assistant Corporation Counsel** Subscribed and sworn to before me this \_\_\_\_ day of \_\_\_\_\_\_, 2018 Notary Public The grantee or his agent affirms that the name of the grantee shown on the deed or assignment of beneficial interest in a land trust is either a natural person, an Illinois corporation or foreign corporation authorized to do business or acquire and hold title to real estate in Illinois, a partnership authorized to do business or acquire and hold title to real estate in Illinois, or other entity recognized as a person authorized to do business or acquire and hold title to real estate under the laws of the State of Illinois. Signature Grantee or Agent Dated \_\_\_\_\_\_\_, 2018 Subscribed and sworn to before me this \_\_\_\_ day of \_\_\_\_\_, 2018 Notary Public

Note: Any person who knowingly submits a false statement concerning the identity of a grantee shall be guilty of a Class C misdemeanor for the first offense and of a Class A misdemeanor for subsequent offenses.

(Attach to deed or ABI to be recorded in Cook County, Illinois if exempt under provisions of Section 4 of the Illinois Real Estate Transfer Tax Act)

# CITY OF CHICAGO ECONOMIC DISCLOSURE STATEMENT AND AFFIDAVIT

# **SECTION I -- GENERAL INFORMATION**

4 7 4 04 70		
J	sclosing Party submitting this EDS. Include d/b/a/ if applicable:	
1501 WEST SCHOOL	ACQUISITION LLC	
Check ONE of the follow	wing three boxes:	
<ol> <li>I the Applicant OR</li> <li>I a legal entity of the contract, transaction of</li> </ol>	closing Party submitting this EDS is:  urrently holding, or anticipated to hold within six months after Cit or other undertaking to which this EDS pertains (referred to below rect interest in excess of 7.5% in the Applicant. State the Applican	as the
	with a direct or indirect right of control of the Applicant (see Section e entity in which the Disclosing Party holds a right of control:	on II(B)(1))
B. Business address of the	chicago, ILINOIS 60657	
C. Telephone: <b>212.339</b>	1.9737 Fax: N/A Email: 1	4
D. Name of contact perso	on: BRIAN DOHMEN	
E. Federal Employer Iden	ntification No. (if you have one):	
F. Brief description of the property, if applicable):	e Matter to which this EDS pertains. (Include project number and	l location of
THE APPLICANT IS SEEN	WHO TO PURCHASE THE PROPERTY LOCATED AT 1501 NEST	Salaa STREET.
G. Which City agency or	department is requesting this EDS? DPD	
If the Matter is a contract complete the following:	being handled by the City's Department of Procurement Services	, please
Specification #	and Contract #	···
	Page 1 of 14	

# SECTION II – DISCLOSURE OF OWNERSHIP INTERESTS

A. NATURE OF THE DISCLOSING PAR	TY
<ol> <li>Indicate the nature of the Disclosing</li> <li>Person</li> <li>Publicly registered business corporation</li> <li>Privately held business corporation</li> <li>Sole proprietorship</li> <li>General partnership</li> <li>Limited partnership</li> <li>Trust</li> </ol>	[ I Limited liability company
2. For legal entities, the state (or foreign co	ountry) of incorporation or organization, if applicable:
IVANOIS	
3. For legal entities not organized in the State of Illinois as a foreign	ate of Illinois: Has the organization registered to do entity?
[ ] Yes [ ] No	[/] Organized in Illinois
B. IF THE DISCLOSING PARTY IS A LE	EGAL ENTITY:
the entity; (ii) for not-for-profit corporation are no such members, write "no members we similar entities, the trustee, executor, admirated partnerships, limited liability con	applicable, of: (i) all executive officers and all directors of ons, all members, if any, which are legal entities (if there which are legal entities"); (iii) for trusts, estates or other nistrator, or similarly situated party; (iv) for general or appanies, limited liability partnerships or joint ventures, anager or any other person or legal entity that directly or tent of the Applicant.
NOTE: Each legal entity listed below must	submit an EDS on its own behalf.
Name BRIAN COHMEN	Title MANAGING MEMBER
	\
indirect, current or prospective (i.e. within 6 ownership) in excess of 7.5% of the Application	n concerning each person or legal entity having a direct or 6 months after City action) beneficial interest (including ant. Examples of such an interest include shares in a rship or joint venture, interest of a member or manager in a

limited liability compastate "None."	ny, or interest of a beneficiary of a tru	st, estate or other similar entity. If none
NOTE: Each legal enti	ity listed below may be required to sul	bmit an EDS on its own behalf.
Name BRIAN DOHMEN	Business Address 1724 Ness Belmout Advalus	Percentage Interest in the Applicant
	CHICAGO, MUNDIS, 10057	
SECTION III - INCO OFFICIALS	OME OR COMPENSATION TO, O	OR OWNERSHIP BY, CITY ELECT
	ty provided any income or compensat ding the date of this EDS?	ion to any City elected official during the [ ] Yes [ ] No
	rty reasonably expect to provide any the 12-month period following the dat	
If "yes" to either of the describe such income of		e(s) of such City elected official(s) and
inquiry, any City electe	official or, to the best of the Disclosined official's spouse or domestic partne [unicipal Code of Chicago ("MCC"))	er, have a financial interest (as defined i
	below the name(s) of such City elect the financial interest(s).	ted official(s) and/or spouse(s)/domestic
SECTION IV DISC	I OSIDE OF SURCONTRACTOR	RS AND OTHER RETAINED PART
The Disclosing Party melobbyist (as defined in whom the Disclosing Party is not Party's regular payroll.	nust disclose the name and business and MCC Chapter 2-156), accountant, contarty has retained or expects to retain it inship, and the total amount of the fee required to disclose employees who a	ddress of each subcontractor, attorney, as ultant and any other person or entity in connection with the Matter, as well as paid or estimated to be paid. The are paid solely through the Disclosing whether a disclosure is required under the

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disclosure.

Name (indicate whether retained or anticipated to be retained)	Business Address		ship to Disclosing Partactor, attorney, etc.)	ry Fees (indicate whether paid or estimated.) NOTE:  "hourly rate" or "t.b.d." is not an acceptable response.
LAW OPFICES OF SAH	WEL VP BA	wks	ATTORNOYS	Pro Bonlo
221 NOCAL LASANE ST	vect, 38n	Koou	<u> </u>	(Document Rediens +
CHICACO ILLINOIS.	100001			PEOPARATION)
(Add sheets if necessary)	,			
[ ] Check here if the Disc	closing Party	has not re	etained, nor expects to	retain, any such persons or entities.
SECTION V CERTII	FICATIONS	\$		
A. COURT-ORDERED	CHILD SUP	PORT CO	OMPLIANCE	
Under MCC Section 2-92 remain in compliance with	-			that contract with the City must the contract's term.
Has any person who direct arrearage on any child sup				Disclosing Party been declared in impetent jurisdiction?
[]Yes [ ]No []	No person di	rectly or i	ndirectly owns 10% o	r more of the Disclosing Party.
If "Yes," has the person e is the person in compliance				payment of all support owed and
[] Yes [] No				
B. FURTHER CERTIFIC	CATIONS			
Procurement Services.] I Party nor any Affiliated E performance of any publi inspector general, or integinvestigative, or other sin	n the 5-year Entity [see de c contract, the grity complianilar skills, d	period pre finition in he services ance consu esignated	eceding the date of thing (5) below] has engages of an integrity monitultant (i.e., an individually a public agency to	ndled by the City's Department of s EDS, neither the Disclosing ged, in connection with the or, independent private sector hal or entity with legal, auditing, help the agency monitor the m their business practices so they

Ver.2017-1

2. The Disclosing Party and its Affiliated Entities are not delinquent in the payment of any fine, fee, tax or other source of indebtedness owed to the City of Chicago, including, but not limited to, water and sewer charges, license fees, parking tickets, property taxes and sales taxes, nor is the Disclosing Party delinquent in the payment of any tax administered by the Illinois Department of Revenue.

can be considered for agency contracts in the future, or continue with a contract in progress).

- 3. The Disclosing Party and, if the Disclosing Party is a legal entity, all of those persons or entities identified in Section II(B)(1) of this EDS:
- a. are not presently debarred, suspended, proposed for debarment, declared ineligible or voluntarily excluded from any transactions by any federal, state or local unit of government;
- b. have not, during the 5 years before the date of this EDS, been convicted of a criminal offense, adjudged guilty, or had a civil judgment rendered against them in connection with: obtaining, attempting to obtain, or performing a public (federal, state or local) transaction or contract under a public transaction; a violation of federal or state antitrust statutes; fraud; embezzlement; theft; forgery; bribery; falsification or destruction of records; making false statements; or receiving stolen property;
- c. are not presently indicted for, or criminally or civilly charged by, a governmental entity (federal, state or local) with committing any of the offenses set forth in subparagraph (b) above;
- d. have not, during the 5 years before the date of this EDS, had one or more public transactions (federal, state or local) terminated for cause or default; and
- e. have not, during the 5 years before the date of this EDS, been convicted, adjudged guilty, or found liable in a civil proceeding, or in any criminal or civil action, including actions concerning environmental violations, instituted by the City or by the federal government, any state, or any other unit of local government.
- 4. The Disclosing Party understands and shall comply with the applicable requirements of MCC Chapters 2-56 (Inspector General) and 2-156 (Governmental Ethics).
- 5. Certifications (5), (6) and (7) concern:
  - the Disclosing Party;
  - any "Contractor" (meaning any contractor or subcontractor used by the Disclosing Party in connection with the Matter, including but not limited to all persons or legal entities disclosed under Section IV, "Disclosure of Subcontractors and Other Retained Parties");
  - any "Affiliated Entity" (meaning a person or entity that, directly or indirectly: controls the Disclosing Party, is controlled by the Disclosing Party, or is, with the Disclosing Party, under common control of another person or entity). Indicia of control include, without limitation: interlocking management or ownership; identity of interests among family members, shared facilities and equipment; common use of employees; or organization of a business entity following the ineligibility of a business entity to do business with federal or state or local government, including the City, using substantially the same management, ownership, or principals as the ineligible entity. With respect to Contractors, the term Affiliated Entity means a person or entity that directly or indirectly controls the Contractor, is controlled by it, or, with the Contractor, is under common control of another person or entity;
  - any responsible official of the Disclosing Party, any Contractor or any Affiliated Entity or any other official, agent or employee of the Disclosing Party, any Contractor or any Affiliated Entity, acting pursuant to the direction or authorization of a responsible official of the Disclosing Party, any Contractor or any Affiliated Entity (collectively "Agents").

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Neither the Disclosing Party, nor any Contractor, nor any Affiliated Entity of either the Disclosing Party or any Contractor, nor any Agents have, during the 5 years before the date of this EDS, or, with respect to a Contractor, an Affiliated Entity, or an Affiliated Entity of a Contractor during the 5 years before the date of such Contractor's or Affiliated Entity's contract or engagement in connection with the Matter:

- a. bribed or attempted to bribe, or been convicted or adjudged guilty of bribery or attempting to bribe, a public officer or employee of the City, the State of Illinois, or any agency of the federal government or of any state or local government in the United States of America, in that officer's or employee's official capacity;
- b. agreed or colluded with other bidders or prospective bidders, or been a party to any such agreement, or been convicted or adjudged guilty of agreement or collusion among bidders or prospective bidders, in restraint of freedom of competition by agreement to bid a fixed price or otherwise; or
- c. made an admission of such conduct described in subparagraph (a) or (b) above that is a matter of record, but have not been prosecuted for such conduct; or
- d. violated the provisions referenced in MCC Subsection 2-92-320(a)(4)(Contracts Requiring a Base Wage); (a)(5)(Debarment Regulations); or (a)(6)(Minimum Wage Ordinance).
- 6. Neither the Disclosing Party, nor any Affiliated Entity or Contractor, or any of their employees, officials, agents or partners, is barred from contracting with any unit of state or local government as a result of engaging in or being convicted of (1) bid-rigging in violation of 720 ILCS 5/33E-3; (2) bid-rotating in violation of 720 ILCS 5/33E-4; or (3) any similar offense of any state or of the United States of America that contains the same elements as the offense of bid-rigging or bid-rotating.
- 7. Neither the Disclosing Party nor any Affiliated Entity is listed on a Sanctions List maintained by the United States Department of Commerce, State, or Treasury, or any successor federal agency.
- 8. [FOR APPLICANT ONLY] (i) Neither the Applicant nor any "controlling person" [see MCC Chapter 1-23, Article I for applicability and defined terms] of the Applicant is currently indicted or charged with, or has admitted guilt of, or has ever been convicted of, or placed under supervision for, any criminal offense involving actual, attempted, or conspiracy to commit bribery, theft, fraud, forgery, perjury, dishonesty or deceit against an officer or employee of the City or any "sister agency"; and (ii) the Applicant understands and acknowledges that compliance with Article I is a continuing requirement for doing business with the City. NOTE: If MCC Chapter 1-23, Article I applies to the Applicant, that Article's permanent compliance timeframe supersedes 5-year compliance timeframes in this Section V.
- 9. [FOR APPLICANT ONLY] The Applicant and its Affiliated Entities will not use, nor permit their subcontractors to use, any facility listed as having an active exclusion by the U.S. EPA on the federal System for Award Management ("SAM").
- 10. [FOR APPLICANT ONLY] The Applicant will obtain from any contractors/subcontractors hired or to be hired in connection with the Matter certifications equal in form and substance to those in Certifications (2) and (9) above and will not, without the prior written consent of the City, use any such

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contractor/subcontractor that does not provide such certifications or that the Applicant has reason to believe has not provided or cannot provide truthful certifications.
11. If the Disclosing Party is unable to certify to any of the above statements in this Part B (Further Certifications), the Disclosing Party must explain below:
-
If the letters "NA," the word "None," or no response appears on the lines above, it will be conclusively presumed that the Disclosing Party certified to the above statements.
12. To the best of the Disclosing Party's knowledge after reasonable inquiry, the following is a complete list of all current employees of the Disclosing Party who were, at any time during the 12-month period preceding the date of this EDS, an employee, or elected or appointed official, of the City of Chicago (if none, indicate with "N/A" or "none").
complete list of all gifts that the Disclosing Party has given or caused to be given, at any time during the 12-month period preceding the execution date of this EDS, to an employee, or elected or appointed official, of the City of Chicago. For purposes of this statement, a "gift" does not include: (i) anything made generally available to City employees or to the general public, or (ii) food or drink provided in the course of official City business and having a retail value of less than \$25 per recipient, or (iii) a political contribution otherwise duly reported as required by law (if none, indicate with "N/A" or "none"). As to any gift listed below, please also list the name of the City recipient.
C. CERTIFICATION OF STATUS AS FINANCIAL INSTITUTION
1. The Disclosing Party certifies that the Disclosing Party (check one)  [ ] is [/] is not
a "financial institution" as defined in MCC Section 2-32-455(b).
2. If the Disclosing Party IS a financial institution, then the Disclosing Party pledges:
"We are not and will not become a predatory lender as defined in MCC Chapter 2-32. We further pledge that none of our affiliates is, and none of them will become, a predatory lender as defined in MCC Chapter 2-32. We understand that becoming a predatory lender or becoming an affiliate of a predatory lender may result in the loss of the privilege of doing business with the City."

MCC Section 2-32-	rty is unable to make this pledge t 455(b)) is a predatory lender with nal pages if necessary):	ecause it or any of its affiliates (as defined in in the meaning of MCC Chapter 2-32, explain
	the word "None," or no response a ned that the Disclosing Party certi-	appears on the lines above, it will be fied to the above statements.
D. CERTIFICATIO	ON REGARDING FINANCIAL I	NTEREST IN CITY BUSINESS
Any words or terms	defined in MCC Chapter 2-156 h	ave the same meanings if used in this Part D.
after reasonable inqu		ne best of the Disclosing Party's knowledge e of the City have a financial interest in his or ntity in the Matter?
[ ] Yes	[ <b>/</b> ] No	
	cked "Yes" to Item D(1), proceed ems D(2) and D(3) and proceed to	to Items D(2) and D(3). If you checked "No" o Part E.
official or employee other person or entit taxes or assessments "City Property Sale"	s shall have a financial interest in by in the purchase of any property s, or (iii) is sold by virtue of legal	idding, or otherwise permitted, no City elected his or her own name or in the name of any that (i) belongs to the City, or (ii) is sold for process at the suit of the City (collectively, ten pursuant to the City's eminent domain he meaning of this Part D.
Does the Matter inv	olve a City Property Sale?	
[]Yes	[ ] No	
		mes and business addresses of the City officials ify the nature of the financial interest:
Name	Business Address	Nature of Financial Interest
•		
	Party further certifies that no proly official or employee.	nibited financial interest in the Matter will be

# E. CERTIFICATION REGARDING SLAVERY ERA BUSINESS

Please check either (1) or (2) below. If the Disclosing Party checks (2), the Disclosing Party must disclose below or in an attachment to this EDS all information required by (2). Failure to comply with these disclosure requirements may make any contract entered into with the City in connection with the Matter voidable by the City.
1. The Disclosing Party verifies that the Disclosing Party has searched any and all records of the Disclosing Party and any and all predecessor entities regarding records of investments or profits from slavery or slaveholder insurance policies during the slavery era (including insurance policies issued to slaveholders that provided coverage for damage to or injury or death of their slaves), and the Disclosing Party has found no such records.
2. The Disclosing Party verifies that, as a result of conducting the search in step (1) above, the Disclosing Party has found records of investments or profits from slavery or slaveholder insurance policies. The Disclosing Party verifies that the following constitutes full disclosure of all such records, including the names of any and all slaves or slaveholders described in those records:
SECTION VI — CERTIFICATIONS FOR FEDERALLY FUNDED MATTERS  NOTE: If the Matter is federally funded, complete this Section VI. If the Matter is not federally funded, proceed to Section VII. For purposes of this Section VI, tax credits allocated by the City and proceeds of debt obligations of the City are not federal funding.
A. CERTIFICATION REGARDING LOBBYING
1. List below the names of all persons or entities registered under the federal Lobbying Disclosure Act of 1995, as amended, who have made lobbying contacts on behalf of the Disclosing Party with respect to the Matter: (Add sheets if necessary):
(If no explanation appears or begins on the lines above, or if the letters "NA" or if the word "None" appear, it will be conclusively presumed that the Disclosing Party means that NO persons or entities registered under the Lobbying Disclosure Act of 1995, as amended, have made lobbying contacts on behalf of the Disclosing Party with respect to the Matter.)
2. The Disclosing Party has not spent and will not expend any federally appropriated funds to pay any person or entity listed in paragraph A(1) above for his or her lobbying activities or to pay any person or entity to influence or attempt to influence an officer or employee of any agency, as defined by applicable federal law, a member of Congress, an officer or employee of Congress, or an employee

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of a member of Congress, in connection with the award of any federally funded contract, making any federally funded grant or loan, entering into any cooperative agreement, or to extend, continue, renew, amend, or modify any federally funded contract, grant, loan, or cooperative agreement.

- 3. The Disclosing Party will submit an updated certification at the end of each calendar quarter in which there occurs any event that materially affects the accuracy of the statements and information set forth in paragraphs A(1) and A(2) above.
- 4. The Disclosing Party certifies that either: (i) it is not an organization described in section 501(c)(4) of the Internal Revenue Code of 1986; or (ii) it is an organization described in section 501(c)(4) of the Internal Revenue Code of 1986 but has not engaged and will not engage in "Lobbying Activities," as that term is defined in the Lobbying Disclosure Act of 1995, as amended.
- 5. If the Disclosing Party is the Applicant, the Disclosing Party must obtain certifications equal in form and substance to paragraphs A(1) through A(4) above from all subcontractors before it awards any subcontract and the Disclosing Party must maintain all such subcontractors' certifications for the duration of the Matter and must make such certifications promptly available to the City upon request.

# B. CERTIFICATION REGARDING EQUAL EMPLOYMENT OPPORTUNITY

If the Matter is federally funded, federal regulations require the Applicant and all proposed subcontractors to submit the following information with their bids or in writing at the outset of negotiations.

Is the Disclosing Pa	rty the Applicant?	
[ ] Yes	[]No	
If "Yes," answer the	three questions be	elow:
Have you developed federal regulations?     Yes		ave on file affirmative action programs pursuant to applicable t 60-2.)
	ms, or the Equal E	orting Committee, the Director of the Office of Federal Contract mployment Opportunity Commission all reports due under the
[ ] Yes	[ ] No	[] Reports not required
3. Have you partic equal opportunity c	• • •	ous contracts or subcontracts subject to the
[]Yes	[ ] No	
If you checked "No	" to question (1) or	(2) above, please provide an explanation:
<del></del>		

### SECTION VII -- FURTHER ACKNOWLEDGMENTS AND CERTIFICATION

The Disclosing Party understands and agrees that:

- A. The certifications, disclosures, and acknowledgments contained in this EDS will become part of any contract or other agreement between the Applicant and the City in connection with the Matter, whether procurement, City assistance, or other City action, and are material inducements to the City's execution of any contract or taking other action with respect to the Matter. The Disclosing Party understands that it must comply with all statutes, ordinances, and regulations on which this EDS is based.
- B. The City's Governmental Ethics Ordinance, MCC Chapter 2-156, imposes certain duties and obligations on persons or entities seeking City contracts, work, business, or transactions. The full text of this ordinance and a training program is available on line at <a href="https://www.cityofchicago.org/Ethics">www.cityofchicago.org/Ethics</a>, and may also be obtained from the City's Board of Ethics, 740 N. Sedgwick St., Suite 500, Chicago, IL 60610, (312) 744-9660. The Disclosing Party must comply fully with this ordinance.
- C. If the City determines that any information provided in this EDS is false, incomplete or inaccurate, any contract or other agreement in connection with which it is submitted may be rescinded or be void or voidable, and the City may pursue any remedies under the contract or agreement (if not rescinded or void), at law, or in equity, including terminating the Disclosing Party's participation in the Matter and/or declining to allow the Disclosing Party to participate in other City transactions. Remedies at law for a false statement of material fact may include incarceration and an award to the City of treble damages.
- D. It is the City's policy to make this document available to the public on its Internet site and/or upon request. Some or all of the information provided in, and appended to, this EDS may be made publicly available on the Internet, in response to a Freedom of Information Act request, or otherwise. By completing and signing this EDS, the Disclosing Party waives and releases any possible rights or claims which it may have against the City in connection with the public release of information contained in this EDS and also authorizes the City to verify the accuracy of any information submitted in this EDS.
- E. The information provided in this EDS must be kept current. In the event of changes, the Disclosing Party must supplement this EDS up to the time the City takes action on the Matter. If the Matter is a contract being handled by the City's Department of Procurement Services, the Disclosing Party must update this EDS as the contract requires. NOTE: With respect to Matters subject to MCC Chapter 1-23, Article I (imposing PERMANENT INELIGIBILITY for certain specified offenses), the information provided herein regarding eligibility must be kept current for a longer period, as required by MCC Chapter 1-23 and Section 2-154-020.

### CERTIFICATION

Under penalty of perjury, the person signing below: (1) warrants that he/she is authorized to execute this EDS, and Appendices A and B (if applicable), on behalf of the Disclosing Party, and (2) warrants that all certifications and statements contained in this EDS, and Appendices A and B (if applicable), are true, accurate and complete as of the date furnished to the City.

1501 NEST SCHOOL ACQUISITION (Print or type name of person signing)

MANACER ONNER - APPLICANT (Print or type title of person signing)

Signed and sworn to before me on (date) APRIV 30m, 2018.

Commission expires: Notinger 15, 2020

OFFICIAL SEAL SAPA K BARNES RY PUBLIC - STATE OF ILLINOIS mmission Expires November 15, 2020

# CITY OF CHICAGO ECONOMIC DISCLOSURE STATEMENT AND AFFIDAVIT APPENDIX A

# FAMILIAL RELATIONSHIPS WITH ELECTED CITY OFFICIALS AND DEPARTMENT HEADS

This Appendix is to be completed only by (a) the Applicant, and (b) any legal entity which has a direct ownership interest in the Applicant exceeding 7.5%. It is not to be completed by any legal entity which has only an indirect ownership interest in the Applicant.

Under MCC Section 2-154-015, the Disclosing Party must disclose whether such Disclosing Party or any "Applicable Party" or any Spouse or Domestic Partner thereof currently has a "familial relationship" with any elected city official or department head. A "familial relationship" exists if, as of the date this EDS is signed, the Disclosing Party or any "Applicable Party" or any Spouse or Domestic Partner thereof is related to the mayor, any alderman, the city clerk, the city treasurer or any city department head as spouse or domestic partner or as any of the following, whether by blood or adoption: parent, child, brother or sister, aunt or uncle, niece or nephew, grandparent, grandchild, father-in-law, mother-in-law, son-in-law, daughter-in-law, stepfather or stepmother, stepson or stepdaughter, stepbrother or stepsister or half-brother or half-sister.

"Applicable Party" means (1) all executive officers of the Disclosing Party listed in Section II.B.1.a., if the Disclosing Party is a corporation; all partners of the Disclosing Party, if the Disclosing Party is a general partnership; all general partners and limited partners of the Disclosing Party is a limited partnership; all managers, managing members and members of the Disclosing Party, if the Disclosing Party is a limited liability company; (2) all principal officers of the Disclosing Party; and (3) any person having more than a 7.5% ownership interest in the Disclosing Party. "Principal officers" means the president, chief operating officer, executive director, chief financial officer, treasurer or secretary of a legal entity or any person exercising similar authority.

Does the Disclosing Party or any "Applicable Party" or any Spouse or Domestic Partner thereof currently have a "familial relationship" with an elected city official or department head?

_ [ ] Yes	[/] No	N. Committee of the com		
which such person	is connected; (3) the na	me and title of the e	person, (2) the name of the legal elected city official or department is nature of such familial relation	head to
				<del></del>
			ı	_

# CITY OF CHICAGO ECONOMIC DISCLOSURE STATEMENT AND AFFIDAVIT APPENDIX B

# BUILDING CODE SCOFFLAW/PROBLEM LANDLORD CERTIFICATION

This Appendix is to be completed only by (a) the Applicant, and (b) any legal entity which has a direct ownership interest in the Applicant exceeding 7.5% (an "Owner"). It is not to be completed by any legal entity which has only an indirect ownership interest in the Applicant.

		10, is the Applicant or any Owner identified as a building code to MCC Section 2-92-416?
[ ] Yes	[ <b>√</b> ] No	
		blicly traded on any exchange, is any officer or director of code scofflaw or problem landlord pursuant to MCC Section
[ ] Yes	[ ]No	[ 1] The Applicant is not publicly traded on any exchange.
	scofflaw or problem	entify below the name of each person or legal entity identified a landlord and the address of each building or buildings to which