

## City of Chicago



O2019-1879

# Office of the City Clerk

**Document Tracking Sheet** 

**Meeting Date:** 

3/13/2019

Sponsor(s):

Emanuel (Mayor)

Type:

Ordinance

Title:

Amendment to 2014 sale of City-owned property at 4911-4913 S Cicero Ave to Pace Property Group LLC, to remove

parking lot deed restriction

**Committee(s) Assignment:** 

Committee on Housing and Real Estate



# OFFICE OF THE MAYOR CITY OF CHICAGO

RAHM EMANUEL MAYOR

March 13, 2019

# 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 an ordinance authorizing a removal of deed restrictions associated with property located at 4911 South Cicero.

Your favorable consideration of this ordinance will be appreciated.

Very truly yours,

Mayor

#### ORDINANCE

- WHEREAS, the City of Chicago (the "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, pursuant to an ordinance adopted by the City Council of the City (the "City Council") on October 8, 2014, and published at pages 92203 through 92206 in the Journal of the Proceedings of the City Council ("Journal") of such date, the City conveyed the real property located at 4911-4913 S. Cicero Avenue, as legally described on <a href="Exhibit A">Exhibit A</a> attached hereto (the "Property"), to Pace Property Group, L.L.C, an Illinois limited liability company (the "Owner"), for Sixty Thousand and No/100 Dollars (\$60,000) (the "Purchase Price"); and
- WHEREAS, the City transferred the Property by Quitclaim Deed dated November 24, 2014, and recorded in the Office of the Recorder of Deeds of Cook County, Illinois, on that same date, as Document No. 1432816013 (the "Deed"); and
- WHEREAS, the conveyance of the Property to the Owner was subject to the express conditions that: 1) the Property be improved with a surface parking lot within twelve (12) months from the date of the Deed; and 2) the Property be maintained and used as parking lot in perpetuity (collectively, the "Parking Lot Restrictions"); and
- **WHEREAS**, the Deed provides that, in the event that the Parking Lot Restrictions are not met, the City may re-enter the property and revest title in the City; and
- **WHEREAS**, this right of reverter and re-entry in favor of the City shall terminate forty years from the date of the Deed; and
  - WHEREAS, the Property has been improved with a surface parking lot; and
- **WHEREAS,** the Owner seeks to expand its adjacent commercial building onto the Property (the "**Improvements**"); and
- **WHEREAS**, the Department of Planning and Development (the "**Department**") has reviewed these plans and finds them to be in the best interests of the City; and
- WHEREAS, the appraised value of the Property, free and clear of all deed restrictions, was One Hundred Thousand and No/100 Dollars (\$100,000) as of December 5, 2018 (the "Appraised Value"); and
- **WHEREAS**, the Owner has agreed to pay to the City the Forty Thousand and No/Dollars (\$40,000) difference between the Appraised Value and the Purchase Price; and
- **WHEREAS**, the City has agreed to amend the Deed to permit the Improvements to 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 Commissioner of the Department (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 record a First Amendment to Deed Restrictions in substantially the form attached hereto as <a href="Exhibit B">Exhibit B</a> (the "First Amendment"), and such other supporting documents as may be necessary or appropriate to carry out and comply with the provisions of the First Amendment, with such changes, deletions and insertions as shall be approved by the persons executing the First Amendment.
- **SECTION 3.** 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 4.** All ordinances, resolutions, motions or orders inconsistent with this ordinance are hereby repealed to the extent of such conflict.
  - **SECTION 5.** This ordinance shall take effect upon its passage and approval.

## EXHIBIT A

## Legal Description (Subject to Title Commitment and Survey):

Lots 4 and 5 in Block 9 in Frederick H. Bartlett's Centerfield, a Subdivision of the West Half of the Northwest Quarter of Section 10, Township 38 North, Range 13, East of the Third Principal Meridian, (except the East 158 feet) in Cook County, Illinois.

Address:

4911-13 S. Cicero Avenue

Chicago, Illinois 60632

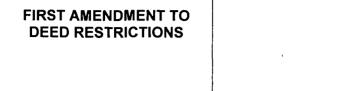
Property Index Number:

19-10-113-004-0000

19-10-113-005-0000

## EXHIBIT B

[Attached]



THIS FIRST AMENDMENT TO DEED RESTRICTIONS ("First Amendment") is made on this \_\_\_ day of \_\_\_\_, 2019, by and between the CITY OF CHICAGO, an Illinois municipal corporation ("City"), acting by and through its Department of Planning and Development, having its principal offices at City Hall, 121 North LaSalle Street, Chicago, Illinois 60602, and PACE PROPERTY GROUP, L.L.C., an Illinois limited liability company ("Grantee").

## RECITALS

WHEREAS, pursuant to an ordinance adopted by the City Council of the City (the "City Council") on October 8, 2014, and published at pages 92203 through 92206 in the Journal of the Proceedings of the City Council ("Journal") of such date, the City conveyed the real property located at 4911-4913 S. Cicero Avenue, as legally described on <a href="Exhibit A">Exhibit A</a> attached hereto (the "Property"), to Grantee for Sixty Thousand and No/100 Dollars (\$60,000) (the "Purchase Price"); and

WHEREAS, the City transferred the Property by Quitclaim Deed dated November 24, 2014, and recorded in the Office of the Recorder of Deeds of Cook County, Illinois, on that same date, as Document No. 1432816013 (the "Deed"); and

WHEREAS, the Deed required Grantee to build a parking lot on the Property within twelve (12) months from the date of the Deed and imposed certain additional conditions and restrictions running with the land (collectively, the "Deed Restrictions"); and

WHEREAS, a parking lot has been constructed on the Property as required; and

WHEREAS, Grantee seeks to expand its adjacent commercial building onto the Property (the "Improvements") and has asked the City to amend the Deed Restrictions to allow for the Improvements to be constructed on the Property; and

WHEREAS, the appraised value of the Property, free and clear of all deed restrictions, was One Hundred Thousand and No/100 Dollars (\$100,000) as of December 5, 2018 (the "Appraised Value"); and

WHEREAS, the Owner has paid to the City the Forty Thousand and No/Dollars (\$40,000) difference between the Appraised Value and the Purchase Price by certified or

WHEREAS, the City Council,	pursuant	to an	ordinance	adopte	d on _		
2019, and published at pages	_ through		in the 、	Journal o	of such	date,	authorized
the execution of this First Amendment.		-	,				

**NOW, THEREFORE,** in consideration of the foregoing recitals and the mutual covenants and agreements of the parties, the parties agree as follows:

- 1. The foregoing recitals constitute an integral part of this First Amendment and are incorporated herein by this reference with the same force and effect as if set forth herein as agreements of the parties. Capitalized terms not otherwise defined herein shall have the same meanings given to said terms in the Deed.
- 2. The second paragraph of the Deed is hereby deleted in its entirety and the following is substituted in lieu thereof:

Environmental Remediation. Grantee agrees that it is solely responsible for all aspects of any investigation, cleanup, monitoring, remedial, removal or restoration work necessary to put the Property in a suitable condition for its intended use, including without limitation constructing the Improvements. Without limiting the foregoing, Grantee further agrees that, at the request of the City's Department of Fleet and Facility Management ("2FM"), it shall perform a Phase I environmental site assessment and other studies or tests necessary to determine whether any environmental or health risks would be associated with the development of the Project. 2FM shall have the right to review and approve the sufficiency of any such studies and tests, and, if the results disclose the presence of contaminants exceeding residential remediation objectives (in the case of a residential project) or commercial remediation objectives (in the case of a commercial project), 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

Release. Grantee, on behalf of itself and any affiliate, and the respective officers, directors, employees, agents, successors and assigns of Grantee and its affiliates ("Grantee Parties"), or anyone claiming by, through, or under Grantee Parties, hereby releases, relinquishes and forever discharges the City from and against any and all debts, liens, claims, actions, suits, demands, complaints, legal or administrative proceedings, losses, damages, obligations, liabilities, judgments, amounts paid in settlement, arbitration or mediation awards, interest; fines, penalties, costs, expenses and disbursements of any kind or nature whatsoever (including, without limitation, reasonable attorneys' fees and expenses, consultants' fees and expenses, costs of investigation, and court costs) (collectively, "Losses") which Grantee or any of Grantee Parties ever had, now have, or hereafter may have, whether grounded in tort or contract or otherwise, in any and all courts or other forums, of whatever kind or nature, whether known or unknown, arising out of or in any way connected with, directly or indirectly, (a) the structural, physical or environmental condition of the Property, and (b) any investigation, cleanup, monitoring, remedial, removal or restoration work required by any federal, state or local governmental agency or political subdivision or other third party in connection or associated with the Property or any improvements, facilities or operations located or formerly located thereon (collectively, "Released Claims"). This covenant of

release shall run with the Property, and shall be binding upon all successors and assigns of Grantee with respect to the Property, including, without limitation, each and every person, firm, corporation, limited liability company, trust or other entity owning, leasing, occupying, using or possessing any portion of the Property under or through Grantee following the date of this Deed. It is expressly agreed and understood by and between Grantee and the City that, should any future obligation of Grantee, or any of Grantee Parties, arise or be alleged to arise in connection with any environmental, soil or other condition of the Property, neither Grantee, nor any of Grantee Parties, will assert that those obligations must be satisfied in whole or in part by the City because this paragraph contains a full, complete and final release of all such claims.

3. The fourth paragraph of the Deed is hereby deleted in its entirety and the following is substituted in lieu thereof:

Grantee acknowledges that if Grantee (or its successors or assigns) develops the Property with a "residential housing project," as that term is defined in Section 2-44-070 of the Municipal Code of the City (the "2007 Affordable Requirements Ordinance"), Grantee (or its successors or assigns) shall be obligated to comply with the 2007 Affordable Requirements Ordinance.

4. Except as otherwise provided in this First Amendment, the terms and conditions of the Deed remain in full force and effect.

(Signature Page Follows)

**IN WITNESS WHEREOF**, this First Amendment to Deed Restrictions has been signed as of the date first written above.

CITY OF CHICAGO, an Illinois municipal corporation and home rule unit of government
By: David L. Reifman Commissioner of Planning and Development
PACE PROPERTY GROUP, L.L.C., an Illinois limited liability company
By:
Name:
Title:

THIS INSTRUMENT WAS PREPARED BY, AND AFTER RECORDING, PLEASE RETURN TO:

City of Chicago Department of Law 121 North LaSalle Street, Suite 600 Chicago, Illinois 60602

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 David L. Reifman, the Commissioner of the Department of Planning and Development of the City of Chicago, an Illinois municipal corporation ("City"), and personally known to me to be the same person whose name is subscribed to the foregoing instrument, appeared before me this day in person and, being first duly sworn by me, acknowledged that, as said Commissioner, he signed and delivered the foregoing instrument pursuant to authority given by the City as his free and voluntary act and as the free and voluntary act and deed of the City, for the uses and purposes therein set forth.
Given under my hand and notarial seal on, 2019.
Notary Public
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, the of Pace Property Group, L.L.C., an Illinois limited liability company (the "Company"), personally known to me to be the same person whose name is subscribed to the foregoing instrument, appeared before me this day in person and, being first duly sworn by me, acknowledged that he signed and delivered the foregoing instrument pursuant to authority given by the Company, as his free and voluntary act and as the free and voluntary act and deed of the Company, for the uses and purposes therein set forth.
Given under my hand and notarial seal on, 2019.
Notary Public

## **EXHIBIT A**

## LEGAL DESCRIPTION

## Legal Description (Subject to Title Commitment and Survey):

Lots 4 and 5 in Block 9 in Frederick H. Bartlett's Centerfield, a Subdivision of the West Half of the Northwest Quarter of Section 10, Township 38 North, Range 13, East of the Third Principal Meridian, (except the East 158 feet) in Cook County, Illinois.

Address:

4911-13 S. Cicero Avenue

Chicago, Illinois 60632

Property Index Number:

19-10-113-004-0000

19-10-113-005-0000

## CITY OF CHICAGO ECONOMIC DISCLOSURE STATEMENT AND AFFIDAVIT

## **SECTION I -- GENERAL INFORMATION**

A. Legal name of the Disclosing Party subm	itting this EDS. In	clude d/b/a/ if applicable:	
Pace Property Group, L.L.C.			
Check ONE of the following three boxes:			
Indicate whether the Disclosing Party submit  1. [X] the Applicant OR 2. [] a legal entity currently holding, or the contract, transaction or other undertaking "Matter"), a direct or indirect interest in excess name:	anticipated to hold to which this EDS	pertains (referred to below as the	
OR 3. [] a legal entity with a direct or indirect or indirect the legal name of the entity in which the	_	* * * * * * * * * * * * * * * * * * * *	
B. Business address of the Disclosing Party: 200 West M		son, Suite 4200	
•	Chicago, IL 606	606	
C. Telephone: 312.332.4172 Fax: 312	2.332.2119	Email: gdh48@aol.com	
D. Name of contact person: George Hanus		_	
E. Federal Employer Identification No. (if yo	u have one): N/A		
F. Brief description of the Matter to which th property, if applicable):	is EDS pertains. (l	ínclude project number and location of	
Amendment of deed restriction at 4911-4913	S. Cicero Avenue		
G. Which City agency or department is reque	sting this EDS? De	partment of Planning and Development	
If the Matter is a contract being handled by the complete the following:	e City's Departmen	t of Procurement Services, please	
Specification #	and Contract # _		
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## SECTION II -- DISCLOSURE OF OWNERSHIP INTERESTS

A. NATURE OF THE DISCLOSING PART	Y
1. Indicate the nature of the Disclosing P [ ] Person [ ] Publicly registered business corporation [ ] Privately held business corporation [ ] Sole proprietorship [ ] General partnership [ ] Limited partnership [ ] Trust	[X] Limited liability company [ ] Limited liability partnership [ ] Joint venture [ ] Not-for-profit corporation (Is the not-for-profit corporation also a 501(c)(3))? [ ] Yes [ ] No [ ] Other (please specify)
2. For legal entities, the state (or foreign cour	ntry) of incorporation or organization, if applicable:
3. For legal entities not organized in the State business in the State of Illinois as a foreign en	e of Illinois: Has the organization registered to do atity?
[]Yes []No ,	[X] Organized in Illinois
B. IF THE DISCLOSING PARTY IS,A LEG	SAL ENTITY:
the entity; (ii) for not-for-profit corporation are no such members, write "no members whice similar entities, the trustee, executor, administ limited partnerships, limited liability comparations."	oplicable, of: (i) all executive officers and all directors of s, all members, if any, which are legal entities (if there ch are legal entities"); (iii) for trusts, estates or other strator, or similarly situated party; (iv) for general or anies, limited liability partnerships or joint ventures, ager or any other person or legal entity that directly or t of the Applicant.
NOTE: Each legal entity listed below must su	bmit an EDS on its own behalf.
Name	Title
George Hanus	Managing Member
indirect, current or prospective (i.e. within 6 m ownership) in excess of 7.5% of the Applicant.	oncerning each person or legal entity having a direct or onths after City action) beneficial interest (including Examples of such an interest include shares in a up or joint venture, interest of a member or manager in a

limited liability company, or interest of a beneficiary of a trust, estate or other similar entity. If none, state "None," NOTE: Each legal entity listed below may be required to submit an EDS on its own behalf. Name Business Address Percentage Interest in the Applicant George Hanus 200 West Madison, Suite 4200 Chicago, IL 60606 SECTION III -- INCOME OR COMPENSATION TO, OR OWNERSHIP BY, CITY ELECTED **OFFICIALS** Has the Disclosing Party provided any income or compensation to any City elected official during the 12-month period preceding the date of this EDS? [ ] Yes [x] No Does the Disclosing Party reasonably expect to provide any income or compensation to any City elected official during the 12-month period following the date of this EDS? [ ] Yes If "yes" to either of the above, please identify below the name(s) of such City elected official(s) and describe such income or compensation: Does any City elected official or, to the best of the Disclosing Party's knowledge after reasonable inquiry, any City elected official's spouse or domestic partner, have a financial interest (as defined in Chapter 2-156 of the Municipal Code of Chicago ("MCC")) in the Disclosing Party? IXI No [] Yes If "yes," please identify below the name(s) of such City elected official(s) and/or spouse(s)/domestic partner(s) and describe the financial interest(s). SECTION IV -- DISCLOSURE OF SUBCONTRACTORS AND OTHER RETAINED PARTIES

The Disclosing Party must disclose the name and business address of each subcontractor, attorney, lobbyist (as defined in MCC Chapter 2-156), accountant, consultant and any other person or entity whom the Disclosing Party has retained or expects to retain in connection with the Matter, as well as the nature of the relationship, and the total amount of the fees paid or estimated to be paid. The Disclosing Party is not required to disclose employees who are paid solely through the Disclosing Party's regular payroll. If the Disclosing Party is uncertain whether a disclosure is required under this Section, the Disclosing Party must either ask the City whether disclosure is required or make the disclosure.

Name (indicate whether Business Relationship to Disclosing Party Fees (indicate whether retained or anticipated (subcontractor, attorney, paid or estimated.) NOTE: Address to be retained) lobbyist, etc.) "hourly rate" or "t.b.d." is not an acceptable response. Taft Stettinius & Hollister LLP 111 E. Wacker, Chicago Atty. (retained) \$5,000.00 estimated (Add sheets if necessary) [ ] Check here if the Disclosing Party has not retained, nor expects to retain, any such persons or entities. SECTION V -- CERTIFICATIONS A. COURT-ORDERED CHILD SUPPORT COMPLIANCE Under MCC Section 2-92-415, substantial owners of business entities that contract with the City must remain in compliance with their child support obligations throughout the contract's term. Has any person who directly or indirectly owns 10% or more of the Disclosing Party been declared in arrearage on any child support obligations by any Illinois court of competent jurisdiction? 1 | Yes [X] No [ ] No person directly or indirectly owns 10% or more of the Disclosing Party. If "Yes," has the person entered into a court-approved agreement for payment of all support owed and is the person in compliance with that agreement? | | Yes [ ]No

#### B. FURTHER CERTIFICATIONS

- 1. [This paragraph 1 applies only if the Matter is a contract being handled by the City's Department of Procurement Services.] In the 5-year period preceding the date of this EDS, neither the Disclosing Party nor any Affiliated Entity [see definition in (5) below] has engaged, in connection with the performance of any public contract, the services of an integrity monitor, independent private sector inspector general, or integrity compliance consultant (i.e., an individual or entity with legal, auditing, investigative, or other similar skills, designated by a public agency to help the agency monitor the activity of specified agency vendors as well as help the vendors reform their business practices so they can be considered for agency contracts in the future, or continue with a contract in progress).
- 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.

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- 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").

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
- e. 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 Ver.2018-1

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see attached Exhibit A	·
If the letters "NA," the word "None," or no response appears on presumed that the Disclosing Party certified to the above statem	
12. To the best of the Disclosing Party's knowledge after reasons complete list of all current employees of the Disclosing Party whomough period preceding the date of this EDS, an employee, or el of Chicago (if none, indicate with "N/A" or "none").	ho were, at any time during the 12-
N/A	,
complete list of all gifts that the Disclosing Party has given or ear the 12-month period preceding the execution date of this EDS, to official, of the City of Chicago. For purposes of this statement, a made generally available to City employees or to the general put the course of official City business and having a retail value of le political contribution otherwise duly reported as required by law "none"). As to any gift listed below, please also list the name of	o an employee, or elected or appointed a "gift" does not include: (i) anything olic, or (ii) food or drink provided in less than \$25 per recipient, or (iii) a (if none, indicate with "N/A" or
C. CERTIFICATION OF STATUS AS FINANCIAL INSTITU	TION
1. The Disclosing Party certifies that the Disclosing Party (check     is [X] is not	k one)
a "financial institution" as defined in MCC Section 2-32-455(	b).
2. If the Disclosing Party IS a financial institution, then the Disc	losing Party pledges:
"We are not and will not become a predatory lender as defined in pledge that none of our affiliates is, and none of them will become MCC Chapter 2-32. We understand that becoming a predatory lender may result in the loss of the privilege of doing b	e, a predatory lender as defined in ender or becoming an affiliate of a

contractor/subcontractor that does not provide such certifications or that the Applicant has reason to

believe has not provided or cannot provide truthful certifications.

If the Disclosing Party is unable to make this pledge because it or any of its affiliates (as defined in MCC Section 2-32-455(b)) is a predatory lender within the meaning of MCC Chapter 2-32, explain here (attach additional pages if-necessary):				
		e appears on the lines above, it will be stiffed to the above statements.		
D. CERTIFICATION R	EGARDING FINANCIAL	INTEREST IN CITY BUSINESS		
Any words or terms defi	ned in MCC Chapter 2-156	have the same meanings if used in this Part D.		
after reasonable inquiry,		the best of the Disclosing Party's knowledge yee of the City have a financial interest in his or entity in the Matter?		
[ ] Yes	[X] No			
	"Yes" to Item D(1), procee D(2) and D(3) and proceed	d to Items D(2) and D(3). If you checked "No" to Part E.		
official or employee shall other person or entity in taxes or assessments, or e "City Property Sale"). C	I have a financial interest in the purchase of any propert (iii) is sold by virtue of legal compensation for property to	bidding, or otherwise permitted, no City elected his or her own name or in the name of any y that (i) belongs to the City, or (ii) is sold for all process at the suit of the City (collectively, taken pursuant to the City's eminent domain the meaning of this Part D.		
Does the Matter involve	a City Property Sale?			
[ ] Yes	[ ] No			
3. If you checked "Yes" or employees having such	n financial interest and iden	ames and business addresses of the City officials tify the nature of the financial interest:		
Name	Business Address	Nature of Financial Interest		
		1		
4. The Disclosing Party	•	hibited financial interest in the Matter will be		

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## 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.

connection with the Matter voidable by the City.	•
X 1. The Disclosing Party verifies that the Disclosing Party has searched any and all the Disclosing Party and any and all predecessor entities regarding records of investme from slavery or slaveholder insurance policies during the slavery era (including insurar issued to slaveholders that provided coverage for damage to or injury or death of their the Disclosing Party has found no such records.	ents or profits ace policies
2. The Disclosing Party verifies that, as a result of conducting the search in step (Disclosing Party has found records of investments or profits from slavery or slaveholder policies. The Disclosing Party verifies that the following constitutes full disclosure of records, including the names of any and all slaves or slaveholders described in those records.	er insurance all such
CECTION VI. CEDITIEICATIONS FOR EFREDALL VEUNDER MATTERS	
SECTION VI CERTIFICATIONS FOR FEDERALLY FUNDED MATTERS	
NOTE: If the Matter is federally funded, complete this Section VI. If the Matter is federally funded, proceed to Section VII. For purposes of this Section VI, tax credits a 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 Lobby Disclosure Act of 1995, as amended, who have made lobbying contacts on behalf of the 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 w	
appear, it will be conclusively presumed that the Disclosing Party means that NO person registered under the Lobbying Disclosure Act of 1995, as amended, have made lobbying	

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 Ver.2018-1

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behalf of the Disclosing Party with respect to the Matter.)

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  $\Lambda(1)$  and  $\Lambda(2)$  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.

If you checked "No" to quo	estion (1) or (	(2) above, please pro	ovide an explanati	ion:	
3. Have you participated i equal opportunity clause?  [ ] Yes	n any previo [ ] No	ous contracts or subc	ontracts subject to	o the	
<ol> <li>Have you filed with the Compliance Programs, or applicable filing requirements</li> <li>Yes</li> </ol>	the Equal Enents?	_	ity Commission a		
Have you developed at federal regulations? (See [ ] Yes			e action programs	s pùrsuant to applicab	le
If "Yes," answer the three	questions be	elow:			
[ ] Yes	Applicant?	,	I		

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#### 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 all applicable Appendices, on behalf of the Disclosing Party, and (2) warrants that all certifications and statements contained in this EDS, and all applicable Appendices, are true, accurate and complete as of the date furnished to the City.

NOTARY PUBLIC - STATE OF ILLINOIS MY COMMISSION EXPIRES 03 06:20

#### Exhibit A

Within the preceding 5 years, neither the Disclosing Party, Pace Property Group, L.L.C., nor its Sole Member identified in Section II.B.1, Mr. George Hanus, has been convicted, adjudged guilty, or found liable in a civil proceeding, or in any criminal or civil action instituted by the City or by any federal government, any state, or any other unit of local government.

To satisfy the intent of full disclosure, please note that:

- 1. Mr. Hanus is the Sole Member of, or owns or controls, not only the Disclosing Party but also many other entities holding real property or operating retail or other businesses. From time to time, these entities have received citations or notices of violation or non-compliance (including building code/environmental violations), audit inquiries, fines, fees invoices, water and sewer charge invoices, license fee invoices, property tax bills and sales tax bills. To the best of his recollection, Mr. Hanus was not named personally on these citations, notices, inquiries, fines, invoices and bills and has, without exception, responded promptly and completely in each instance. Mr. Hanus personally has also received parking and moving vehicle citations and audit inquiries and, again, to the best of his recollection, Mr. Hanus has, without exception, responded promptly and completely in each instance.
- 2. Relative to Section B.10 of the disclosure document, Disclosing Party has retained a law firm to assist it with the disclosure document but has not obtained certifications like those in Section B.2 and B.9 of the disclosure document from such law firm as Disclosing Party does not consider its legal counsel to be a "contractor/subcontractor" as such term is used in such Section B.10.

## CITY OF CHICAGO ÉCONOMIC 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, if 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	[X] No	$\lambda$	ţ
which such person	is connected; (3) the n	ame and title of such person, (2) the name of the name and title of the elected city official or depart ship, and (4) the precise nature of such familial re-	ment head to
		{	

# 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.

		t to MCC Section 2-92-416?
[ ] Yes	[X] No	
		ablicly traded on any exchange, is any officer or director of code scofflaw or problem landlord pursuant to MCC Section
[ ] Yes	[ ]No	[ X] The Applicant is not publicly traded on any exchange.
	scofflaw or problen	entify below the name of each person or legal entity identified in landlord and the address of each building or buildings to which
		/

## CITY OF CHICAGO ECONOMIC DISCLOSURE STATEMENT AND AFFIDAVIT APPENDIX C

## PROHIBITION ON WAGE & SALARY HISTORY SCREENING - CERTIFICATION

This Appendix is to be completed only by an Applicant that is completing this EDS as a "contractor" as defined in MCC Section 2-92-385. That section, which should be consulted (<a href="www.amlegal.com">www.amlegal.com</a>), generally covers a party to any agreement pursuant to which they: (i) receive City of Chicago funds in consideration for services, work or goods provided (including for legal or other professional services), or (ii) pay the City money for a license, grant or concession allowing them to conduct a business on City premises.

On behalf of an Applicant that is a contractor pursuant to MCC Section 2-92-385, I hereby certify that the Applicant is in compliance with MCC Section 2-92-385(b)(1) and (2), which prohibit: (i) screening job applicants based on their wage or salary history, or (ii) seeking job applicants' wage or salary history from current or former employers. I also certify that the Applicant has adopted a policy that includes those prohibitions.

Yes
[ ] No
[X] N/A – I am not an Applicant that is a "contractor" as defined in MCC Section 2-92-385.
This certification shall serve as the affidavit required by MCC Section 2-92-385(c)(1).
If you checked "no" to the above, please explain.