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Illinois Anti-Predatory Lending Database Program

Certificate of Exemption

Rec 4th 7/16/27330

Recording Requested by &
When Recorded Return To:
Indecomm US Recordings
2925 Country Drive
St. Paul, MN 55117

Report Mortgage Fraud
800-532-8785



1027804051

Doc#: 1027804051 Fee: \$46.00
Eugene "Gene" Moore RHSP Fee: \$10.00
Cook County Recorder of Deeds
Date: 10/05/2010 01:30 PM Pg: 1 of 6

The property identified as: **FIN: 25-04-113-033-0000**

Address:

Street: 8846 S. Normal

Street line 2:

City: Chicago

State: IL

ZIP Code: 60620

Lender: Illinois Housing Development

Borrower: Sam F. Grayson

Loan / Mortgage Amount: \$3,000.00

This property is located within the program area and the transaction is exempt from the requirements of 765 ILCS 7770 et seq. because the application was taken by an exempt entity.

Certificate number: 28963D26-79F7-4ADC-8A51-1D4535CD8CF9

Execution date: 08/20/2010

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4
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INT

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RETURN TO:
 Indecomm US Recordings
 2925 Country Drive
 St. Paul, MN 55117

REC 4th 76627330
 This instrument prepared by
 Tracy Shine, Esq.

~~after recording, return to:~~
 Homeownership Department
 Illinois Housing Development Authority
 401 N. Michigan Ave., Suite 700
 Chicago, Illinois 60611

Property Identification No.:
 25-04-113-033-0000
 Property Address:
 8846 S. Normal Avenue
 Chicago, Illinois 60620

STF-50103 LUCHA Single Family

BT10-03962 4/4 RECAPTURE AGREEMENT

THIS RECAPTURE AGREEMENT (this "Agreement") dated as of the 20th day of August, 2010, made by Sam F. Grayson (the "Owner") whose address is 8846 S. Normal Avenue, Chicago, Illinois, in favor of the **ILLINOIS HOUSING DEVELOPMENT AUTHORITY** ("IHDA") whose address is 401 North Michigan Avenue, Suite 700, Chicago, Illinois;

WITNESSETH:

WHEREAS, the Owner is purchasing and will be the holder of legal title to certain real property and the improvements constructed on it, commonly known as 8846 S. Normal Avenue, Chicago, Illinois (the "Residence"), legally described in Exhibit A attached to and made a part of this Agreement; and

WHEREAS, IHDA has agreed to make a grant to the Owner in the amount of Three Thousand and No/100 Dollars (\$3,000.00) (the "Grant"), the proceeds of which are to be used for down payment and closing cost assistance in connection with the Owner's purchase of the Residence; and

WHEREAS, as an inducement to IHDA to make the Grant, the Owner has agreed to provide this Agreement.

NOW, THEREFORE, the parties agree as follows:

1. **Incorporation.** The foregoing recitals are made a part of this Agreement.
2. **Recapture.**
 - a. As a condition of IHDA's making of the Grant, the Owner agrees to repay to IHDA the Repayment Amount (as defined in subparagraph b. below) if one or more of the

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following events (each such event is called a “**Recapture Event**”) occurs before the Termination Date (as defined in Paragraph 3 below):

- (i) the Owner sells, conveys or transfers title to the Residence for consideration;
- (ii) the Residence ceases to be the Owner’s principal residence;
- (iii) the Owner refinances the Residence in a manner such that it is not a Permitted Refinancing (as defined below).

The following events (each such event is called a **Permitted Transfer**) are not Recapture Events:

- (iv) a transfer to a spouse as a result of a divorce;
- (v) a transfer by operation of law to a surviving spouse upon the death of a joint tenant Owner;
- (vi) a transfer by will; or
- (vii) a Permitted Refinancing.

The term “**Permitted Refinancing**” means a refinancing that lowers the interest rate of the first mortgage loan on the Residence, decreases its term or lowers the monthly payment of the loan; it does not include a refinancing that increases the outstanding balance of the first mortgage loan, increases the interest rate on the loan or allows the Owner to receive money as a result of the refinancing. Any Permitted Refinancing must be approved by IHDA, in writing, in advance.

b. If a Recapture Event occurs, the Owner shall pay to IHDA the amount of the Grant reduced by one sixtieth (1/60th) of that amount for each full month the Owner has occupied the Residence during the term of this Agreement (the “**Repayment Amount**”), but only to the extent of Net Proceeds. If the Repayment Amount is greater than the Net Proceeds, the Owner must pay only the amount of the Net Proceeds; the amount of the Repayment Amount in excess of the Net Proceeds shall be forgiven. For purposes of this Paragraph 2.b, “**Net Proceeds**” means the proceeds of the sale or transfer of the Residence less (i) the amount of any documented capital improvement costs to the Residence incurred by the Owner, and (ii) the Owner’s initial contribution to the cost of acquiring the Residence.

3. **Covenants to Run With the Land; Termination**. This Agreement shall encumber the Residence and be binding on any future owner of the Residence and the holder of any legal, equitable or beneficial interest in it for five (5) years from the date of this Agreement (the “**Termination Date**”); provided, however, that if no Recapture Event occurs before the Termination Date, or if any sale, conveyance or transfer of the Residence occurs due to a foreclosure, a deed in lieu of foreclosure, or the death of all Owners of the Residence, this Agreement shall automatically terminate and shall be deemed to have been released.

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4. **Default.** The Owner's failure to make any payment due under this Agreement shall be a default hereunder. IHDA shall give written notice of such default to Owner at the Residence. Upon such default IHDA may:

- a. Declare the unforgiven portion of the Grant immediately due and payable; and/or
- b. Exercise such other rights or remedies as may be available to IHDA hereunder, at law or in equity.

IHDA's remedies are cumulative and the exercise of one shall not be deemed an election of remedies, nor foreclose the exercise of IHDA's other remedies. No delay on the part of IHDA in exercising any rights hereunder, failure to exercise such rights or the exercise of less than all of its rights shall operate as a waiver of any such rights.

5. **Amendment.** This Agreement shall not be altered or amended without the prior written approval of the IHDA.

6. **Partial Invalidity.** The invalidity of any clause, part or provision of this Agreement shall not affect the validity of the remaining portions thereof.

7. **Gender.** The use of the plural in this Agreement shall include the singular; the singular shall include the plural; and the use of any gender shall be deemed to include all genders.

8. **Captions.** The captions used in this Agreement are inserted only as a matter of convenience and for reference and in no way define, limit or describe the scope or the intent of the agreement.

9. **WAIVER OF JURY TRIAL.** THE PARTIES WAIVE TRIAL BY JURY IN ANY ACTION, PROCEEDING OR COUNTERCLAIM BROUGHT BY EITHER OF THE PARTIES HERETO AGAINST THE OTHER ON ANY MATTER WHATSOEVER ARISING OUT OF OR IN ANY WAY CONNECTED WITH THE LOAN OR THIS AGREEMENT.

IN WITNESS WHEREOF, the Owner has executed this Agreement as of the date and year first above written.

OWNER:



 Sam F. Grayson

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Exhibit A – Recapture Agreement

STF – 50103

Legal Description of Residence

THE SOUTH 17 FEET OF LOT 4 AND ALL OF LOT 5 (EXCEPT THE SOUTH 78 FEET THEREOF) IN BLOCK 14 IN SISSON AND NEWMAN'S SOUTH ENGLEWOOD SUBDIVISION OF THE NORTHWEST ¼ OF SECTION 4, TOWNSHIP 37 NORTH, RANGE 14, EAST OF THE THIRD PRINCIPAL MERIDIAN, IN COOK COUNTY, ILLINOIS.

Property of Cook County Clerk's Office



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