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Illinois Anti-Predatory
Lending Database
Program

Certificate of Exemption



Doc#: 1533522075 Fee: \$68.00
RHSP Fee: \$9.00 RPRF Fee: \$1.00
Karen A. Yarbrough
Cook County Recorder of Deeds
Date: 12/01/2015 03:11 PM Pg: 1 of 15

Report Mortgage Fraud
800-532-8785

The property identified as: **PIN:** 03-30-418-015-0000

Address:

Street: 9238 Gross Point Road Skokie, IL

Street line 2:

City: Skokie

State: IL

ZIP Code: 60077

Lender: County of Cook

Borrower: Northern Suburban Housing, LLC

Loan / Mortgage Amount: \$2,000,000.00

This property is located within the program area and the transaction is exempt from the requirements of 765 ILCS 77/70 et seq. because the application was taken by an exempt entity.

Certificate number: F0E1BA79-AA08-43F7-A92F-F4B3892D9427

Execution date: 11/23/2015

CCRD REVIEWER

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This Document Prepared By & Mail to:
 Joselynn Gardner
 Special Assistant of Legal Affairs
 Bureau of Economic Development
 69 W. Washington, 29th Floor
 Chicago, Illinois 60602
 (312) 603-1067

[Space Above This Line for Recording Data]

JUNIOR MORTGAGE
HOME INVESTMENT PARTNERSHIPS PROGRAM

THIS JUNIOR MORTGAGE ("Mortgage") is made as of this 23rd day of November, 2015 between the **COUNTY OF COOK**, a body politic and corporate of the State of Illinois, which is organized and existing under the laws of Illinois, whose address is 69 West Washington, Department of Planning and Development, Suite 2900, Chicago, Illinois 60602 (the "**County**" and "**Lender**") and **North Suburban Housing, LLC**, an Illinois limited liability company, having its principal place of business at 175 W. Jackson Blvd, Suite 350, Chicago, Illinois 60604 (the "**Borrower**"). Borrower owes Lender the initial principal sum of Two Million and No/100 U.S. Dollars (\$2,000,000.00) ("**Junior Loan**"), and for any additional principal loan amount advanced under the HOME Investment Partnerships Loan Agreement ("**Loan Agreement**") bearing the same date as this Junior Mortgage.

The Junior Loan is evidenced by Borrower's Note ("**Note**") dated the same date as this Mortgage, which provides for payments, with the full debt, if not paid earlier, due and payable on the sale, transfer, or alienation of the Property mortgaged by this Mortgage. This Mortgage secures to Lender: (a) the repayment of the debt evidenced by the Note and the Loan Agreement, with interest and all renewals, extensions and modifications of the Note and the Loan Agreement; (b) the payment of all other sums, with interest, advanced to protect the security of this Mortgage; (c) the performance of Borrower's covenants and agreements under this Mortgage, the Note and the Loan Agreement and other related loan documents; and (d) Borrower's compliance with the provisions of the HOME Investment Partnerships Program, 24 CFR, Part 92, as amended, ("**HOME Program**") and all applicable laws, ordinances, rules, regulations, Office of Management and Budget circulars and executive orders applicable to the HOME Program. **For this purpose, Borrower does hereby mortgage, grant and convey to Lender all of its right, title and interest in and to the real property located in Cook County, Illinois legally described in Exhibit A attached hereto and made a part hereof.**

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TOGETHER WITH all the improvements now or hereafter erected on the property, and all easements, rights, appurtenances, rents, royalties, mineral, oil and gas rights and profits, claims or demands with respect to insurance, any and all awards made for the taking by eminent domain, water rights and stock and all fixtures now or hereafter a part of the property. All replacements and additions shall also be covered by this Mortgage. All of the foregoing is referred to in this Mortgage as the "**Property**".

BORROWER COVENANTS that Borrower is lawfully seized of the estate hereby conveyed and has the right to mortgage, grant and convey its leasehold interest in the Property and fee simple title to the improvements located on the Property and that the Property is unencumbered, except for the Senior Mortgages (as hereinafter defined) and such other liens encumbrances of record as shall have been approved by County. Borrower warrants and will defend generally the title to the Property against all claims and demands, subject to (i) the lien securing a senior first loan from the Citibank, N.A ("Senior Lender") to the Borrower, which first loan is secured by a Leasehold Multifamily Mortgage, and Assignment of Rents, Security Agreement and Fixture Filing (the "First Mortgage") dated as of November 23, 2015 executed by Borrower in favor of the Senior Lender, (ii) the lien securing the second loan from Illinois Housing Development Authority ("IHDA") to the Borrower, which second loan is secured by a Junior Mortgage, Security Agreement and Assignment of Rents and Leases (the "Second Mortgage") dated as of November 23, 2015 executed by the Borrower in favor of IHDA (the First Mortgage and the Second Mortgage being herein referred to together as the "Senior Mortgages"), (iii) the lien securing a loan from the Housing Authority of Cook County ("HACC"), which lien shall be junior and subordinate to the liens securing the loans from Senior Lender, IHDA and the within Loan from Junior Lender, which loan is secured by a Junior Mortgage and Assignment of Rents from Borrower to HACC, (iv) the IHDA Low Income Housing Tax Credit Extended Use Agreement (the "Extended Use Agreement") and the IHDA Regulatory and Land Use Restriction Agreement (the "Regulatory Agreement") encumbering the Property and (v) such other such other liens encumbrances of record as shall have been approved by County. This Mortgage is at all times subject to and subordinate to the Extended Use Agreement, the Senior Mortgages and the Regulatory Agreement.

COVENANTS. Borrower and Lender covenant and agree as follows:

- 1. Payment of Interest.** Borrower shall promptly pay within fifteen (15) days of when due the interest on the debt evidenced by the Note and the Loan Agreement.
- 2. Application of Payments.** All payments received by Lender shall be applied first to other charges and then to principal and interest.
- 3. Charges; Liens.** Borrower shall pay all taxes, assessments, charges, fines, and impositions attributable to the Property, and leasehold payments or ground rents, if any. Upon Lender's request, Borrower shall make these payments directly, and upon Lender's request, promptly furnish to Lender receipts evidencing the payments.

Borrower shall pay, or cause to be paid, when due and payable all taxes, assessments, water charges, sewer charges, license fees and other charges against or in connection with the Property and shall, upon request, promptly furnish to Lender duplicate receipts. Borrower may, in good faith and with due diligence, contest the validity or amount of any such taxes or

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assessments, provided that (a) Borrower shall notify Lender in writing of the intention of Borrower to contest the same before any tax or assessment has been increased by any interest, penalties or costs, (b) Borrower shall first make all contested payments, under protest if Borrower desires, unless such contest shall suspend the collection thereof, or obtain full title insurance coverage over such taxes or assessments, (c) neither the Property nor any part thereof or interest therein are at any time in any danger of being sold, forfeited, lost or interfered with, and (d) Borrower shall furnish such security as may be required in the contest or as reasonably requested by Lender.

4. Hazard Insurance. Borrower shall keep the improvements now existing or hereafter erected on the Property insured against loss by fire, hazards included within the term "extended coverage" and any other hazards, including floods or flooding, for which Lender requires insurance. This insurance shall be maintained in the amounts and for the periods that Lender requires. The insurance carrier providing the insurance shall be chosen by Borrower subject to Lender's approval that shall not be unreasonably withheld. If Borrower fails to maintain coverage described above, Lender may, at Lender's option, obtain coverage to protect Lender's rights in the Property in accordance with Paragraph 6.

All insurance policies and renewals shall be acceptable to Lender and shall include a standard mortgage clause. Lender shall have the right to hold the policies and renewals subject to the rights of the Senior Lender. If Lender requires, Borrower shall promptly give to Lender all receipts of paid premiums and renewal notices. In the event of loss, Borrower shall give prompt notice to the insurance carrier and Lender. Lender may make proof of loss if not made promptly by Borrower, subject to the rights of the Senior Lender.

Unless Lender and Borrower otherwise agree in writing, subject to the rights of the Senior Lender, insurance proceeds shall be applied to restoration or repair of the Property damaged, if the restoration or repair is economically feasible, Lender's security is not lessened and Borrower is not in default under this Mortgage, the Note, the Loan Agreement or other related loan documents for any period beyond the date by which Borrower is required to cure such default as set forth in Lender's notice of default to Borrower. If the restoration or repair is not economically feasible or Lender's security would be lessened, the insurance proceeds shall be applied to the sums secured by this Mortgage, whether or not then due, with any excess paid to Borrower and no such application shall require any prepayment charge or payment. If Borrower abandons the Property, or does not answer within thirty (30) days a notice from Lender that the insurance carrier has offered to settle a claim, then Lender may collect the insurance proceeds. Lender may use the proceeds to repair or restore the Property or to pay sums secured by this Mortgage, whether or not then due. The thirty (30) day period will begin when the notice is given.

If under paragraph 19 the Property is acquired by Lender, Borrower's right to any insurance policies and proceeds resulting from damage to the Property prior to the acquisition shall pass to Lender to the extent of the sums secured by this Mortgage immediately prior to the acquisition.

5. Preservation and Maintenance of Property; Construction under Rehabilitation Project; Borrower's Application; Leaseholds. Borrower shall not destroy, damage, substantially change the Property other than as set forth in the Plans and Specifications as defined in the Loan Agreement executed this same date, allow the Property to deteriorate, or commit waste. Borrower shall maintain the Property in compliance with applicable municipal codes and with Property standards under the HOME Investment Partnerships Program, 24 CFR Part 92, §92.251,

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or as amended. Borrower shall complete on or before the construction deadline contained in Section 22 of the Loan Agreement for the Project any building or buildings now or at any time in process of erection, construction, alteration, repair or rehabilitation upon said Property. Borrower shall be in default if any forfeiture action or proceeding, whether civil or criminal, is begun that in Lender's good faith judgment could result in forfeiture of the Property or otherwise materially impair the lien created by this Mortgage or Lender's security interest. Borrower may cure such a default and reinstate, as provided in paragraph 16, by causing the action or proceeding to be dismissed with a ruling that, in Lender's good faith determination, precludes forfeiture of the Borrower's interest in the Property or other material impairment of the lien created by this Mortgage or Lender's security interest. Borrower shall also be in default if Borrower during the loan application process, gave materially false or inaccurate information or statements to Lender (or failed to provide Lender with any material information) in connection with the loans evidenced by the Note and Loan Agreement.

6. Protection of Lender's Rights in the Property. If Borrower fails to perform the covenants and agreements contained in this Mortgage, the Note, the Loan Agreement or other related loan documents or fails to comply with the provisions of the HOME Program, or there is a legal proceeding that may significantly affect Lender's rights in the Property (such as a proceeding in bankruptcy, probate, for condemnation or to enforce laws or regulations), then Lender, subject to the rights of the Senior Lender, may do and pay for whatever is necessary to protect the value of the Property and Lender's rights in the Property. Lender's actions may include paying any sums secured by a lien that has priority over this Mortgage, appearing in court, paying reasonable attorneys' fees, and entering on the Property to make repairs. Although Lender may take action under this paragraph, Lender does not have to do so.

Any amount disbursed by Lender under this paragraph shall become additional debt of Borrower secured by this Mortgage. Unless Borrower and Lender agree to other terms of payment, these amounts shall bear interest from the date of disbursement at the Note rate and shall be payable, with interest, upon notice from Lender to Borrower requesting payment.

As additional security hereunder the Borrower hereby assigns to Lender the rents of the Property, provided that the Borrower shall, prior to acceleration under this Mortgage hereof or abandonment of the Property, have the right to collect and retain such rents as they become due and payable.

7. Inspection. The Lender shall have the right to inspect or may cause the inspection of the Property at all reasonable times upon prior reasonable notice and access thereto shall be permitted for that purpose.

8. Condemnation. Subject to the rights of the Senior Lender, the proceeds of any award or claim for damages, direct or consequential, in connection with any condemnation or other taking of any part of the Property, or for conveyance in lieu of condemnation, are hereby assigned and shall be paid to Lender.

In the event of a total taking of the Property, the proceeds shall be applied to the sums secured by this Mortgage, whether or not then due, with any excess paid to Borrower. In the event of a partial taking of the Property, unless Borrower and Lender otherwise agree in writing, the proceeds shall be paid to the Lender and the sums secured by this Mortgage shall be reduced by the amount of the proceeds multiplied by the following fraction: (a) the total amount of the sums secured immediately before the taking, divided by (b) the fair market value of the Property immediately before the taking. Any balance shall be paid to Borrower.

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If the Property is abandoned by Borrower, or if, after notice by Lender to Borrower that the condemnor offers to make an award or settle a claim for damages, Borrower fails to respond to Lender within thirty (30) days after the date the notice is given, Lender is authorized to collect and apply the proceeds, at its option, either to restoration or repair of the Property or to the sums secured by this Mortgage, whether or not then due.

Notwithstanding anything herein to the contrary and subject to the rights of the Senior Lender, unless Lender and Borrower otherwise agree in writing, condemnation proceeds shall be applied to restoration or repair of the Property damaged, if the restoration or repair is economically feasible, Lender's security is not lessened and Borrower is not in default under this Mortgage, the Note or the Loan Agreement or any other related loan documents for any period beyond the date by which Borrower is required to cure such default as set forth in Lender's notice of default to Borrower. If the restoration or repair is not economically feasible, or Lender's security would be lessened, the condemnation proceeds shall be applied to the sums secured by this Mortgage, whether or not then due with any excess paid to Borrower and no such application shall require any prepayment charge or payment.

9. Borrower Not Released; Forbearance By Lender Not a Waiver. Extension of the time for payment or modification or amortization of the sums secured by this Mortgage granted by Lender to any successor in interest of the Borrower shall not operate to release the liability of the original Borrower or Borrower's successors in interest. Lender shall not be required to commence proceedings against any successor in interest nor shall Lender be required to extend time for payment or otherwise modify amortization of the sums secured by this Mortgage by reason of any demand made by the original Borrower or Borrower's successors in interest. A waiver in one or more instances of any of the terms, covenants, conditions or provisions hereof, or of the Note, the Loan Agreement, or any other related loan documents or any part thereof, shall apply to the particular instance or instances and at the particular time or times only, and no such waiver shall be deemed a continuing waiver but all of the terms, covenants, conditions and other provisions of this Mortgage and of the Note and Loan Agreement or any other related loan documents shall survive and continue to remain in full force and effect. No waiver shall be asserted against Lender unless in writing signed by Lender.

10. Successors and Assigns Bound; Joint and Several Liability; Co-Signers. The covenants and agreements of this Mortgage shall bind and benefit the successors and assigns of Lender and Borrower, subject to the provisions of paragraph 15. If there is more than one party signing this Mortgage as Borrower, each of Borrower's covenants and agreements shall be joint and several. Any Borrower who co-signs this Mortgage but does not execute the Note or Loan Agreement: (a) is co-signing this Mortgage only to mortgage, grant and convey that Borrower's interest in the Property under the terms of this Mortgage; (b) is not personally obligated to pay the sums secured by this Mortgage; and (c) agrees that Lender and any other Borrower may agree to extend, modify, forbear or make any accommodations with regard to the terms of this Mortgage, the Note or the Loan Agreement without that Borrower's consent.

11. Loan Charges. If the loan secured by this Mortgage is subject to a law which sets maximum loan charges, and that law is finally interpreted so that the interest or other loan charges collected or to be collected in connection with the loan exceed the permitted limits, then: (a) any such loan charge shall be reduced by the amount necessary to reduce the charge to the permitted limit; and (b) any sums already collected from Borrower which exceeded permitted limits will be refunded to Borrower. Lender may choose to make this refund by reducing the

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principal owed under the Note or by making a direct payment to Borrower. If a refund reduces principal, the reduction will be treated as a partial prepayment without any prepayment charge under the Note.

12. Notices. Any notice provided for in this Mortgage shall be deemed to have been given by delivering it or three (3) days after mailing it by certified mail, postage prepaid, return receipt requested unless applicable law requires use of another method. The notice shall be directed to the persons/entities set forth in the Loan Agreement or any other address Borrower or Lender designates by notice to the other.

13. Governing Law; Severability. This Mortgage shall be governed by federal law and the laws of the State of Illinois. In the event that any provision or clause of this Mortgage or the Note or Loan Agreement or any other related loan documents conflicts with applicable law, such conflict shall not affect other provisions of this Mortgage or the Note or Loan Agreement or any other related loan documents which can be given effect without the conflicting provision. To this end, the provisions of this Mortgage and the Note or Loan Agreement or any other related loan documents are declared to be severable.

14. Assignment by Lender. Lender may assign all or any portion of its interest hereunder and its rights granted herein and in the Note and Loan Agreement to any governmental entity, or to any person, trust, financial institution or corporation as Lender may determine and upon such assignment, such assignee shall thereupon succeed to all the rights, interests, and options of Lender herein and in the Note and Loan Agreement, and Lender shall thereupon have no further obligations or liabilities thereunder.

15. Transfer of the Property or a Beneficial Interest in Borrower; Due on Sale. If all or any part of the Property or any interest including a beneficial interest in it is sold or transferred or otherwise alienated without Lender's prior written consent, Lender may, at its option, require immediate payment in full of all sums secured by this Mortgage in accordance with the Note, Security Agreement and all other related loan documents, except for any transfers permitted or provided by Paragraphs 24 and 10 (c)(iii) of the Loan Agreement.

If Lender exercises this option, Lender shall give Borrower notice of acceleration if applicable. The notice shall provide a period of not less than 30 days from the date the notice is delivered or mailed within which Borrower must pay all sums secured by this Mortgage. If Borrower fails to pay these sums when due, Lender may invoke any remedies permitted by this Mortgage, the Note, the Security Agreement, Loan Agreement and all other related loan documents without further notice or demand on Borrower. Notwithstanding the foregoing, the membership and property interests in the Borrower may be pledged and assigned to Senior Lender to secure the Senior Loan.

16. Borrower's Right to Reinstate. If Borrower meets certain conditions, Borrower shall have the right to have enforcement of this Mortgage discontinued at any time prior to the entry of a judgment enforcing this Mortgage. Those conditions are that the Borrower: (a) pays Lender all sums which then would be due under this Mortgage, the Note, the Security Agreement, the Loan Agreement and all other related loan documents had no acceleration occurred; (b) cures any default of any other covenants or agreements or provisions contained in this Mortgage, the Note, the Security Agreement, the Loan Agreement, all other related loan documents or the HOME Program; (c) pays all expenses incurred in enforcing this Mortgage, including, but not limited to,

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reasonable attorneys' fees; (d) takes such action as Lender may reasonably require to assure that the lien of this Mortgage, Lender's rights in the Property and Borrower's obligation to pay the sums secured by this Mortgage shall continue unchanged; and (e) not use this provision more frequently than once every five (5) years. Upon reinstatement by Borrower, this Mortgage and the obligations secured hereby shall remain fully effective as if no acceleration had occurred. However, this right to reinstate shall not apply in the case of acceleration under paragraph 15.

17. Hazardous Substances. Except as disclosed by Borrower to Lender through the delivery of environmental reports or studies regarding the Property, Borrower shall not cause or permit the presence, use, disposal, storage, or release of any Hazardous Substances on or in the Property. Borrower shall not do, nor allow anyone else to do anything affecting the Property that is in violation of any Environmental Law. The preceding two sentences shall not apply to the presence, use or storage on the Property of small quantities of Hazardous Substances that are generally recognized to be appropriate to normal residential uses and to maintenance of the Property.

Borrower shall promptly give Lender written notice of any investigation, claim, demand, lawsuit or other action by any governmental or regulatory agency or private party involving the Property and any Hazardous Substance or Environmental Law of which Borrower has actual knowledge. If Borrower learns or is notified by any governmental or regulatory authority, that any removal or other remediation of any Hazardous Substance affecting the Property is necessary, Borrower shall promptly take all necessary remedial actions in accordance with Environmental Law.

As used in this paragraph 17, "Hazardous Substances" are those substances defined as toxic or hazardous substances by Environmental Law and the following substances: gasoline, kerosene, other flammable or toxic petroleum products, toxic pesticides and herbicides, volatile solvents, materials containing asbestos or formaldehyde, and radioactive materials. As used in this paragraph 17, "Environmental Law" means federal laws and laws of the jurisdiction where the Property is located that relate to health, safety or environmental protection.

18. Acceleration; Remedies. Lender shall give notice to Borrower prior to acceleration following Borrower's breach of any covenant or agreement or provision in this Mortgage, the Note, the Security Agreement, the Loan Agreement all other related loan documents or the HOME Program (but not prior to acceleration under Paragraph 15 unless applicable law provides otherwise). The notice shall specify: (a) the default; (b) the action required to cure the default; (c) a date, not less than thirty (30) days from the date the notice is given to Borrower, by which the default must be cured; and (d) that failure to cure the default on or before the date specified in the notice may result in acceleration of the sums secured by this Mortgage, foreclosure by judicial proceeding and sale of the Property. If a default cannot be cured within thirty (30) days, but Borrower proceeds to cure within such thirty (30) day period and diligently pursues a cure, then the cure period is extended while the cure is pursued. The notice shall further inform Borrower of the right to reinstate, if applicable, after acceleration and the right to assert in the foreclosure proceeding the nonexistence of a default or any other defense of Borrower to acceleration and foreclosure. If the default is not cured on or before the date specified in the notice, Lender at its option may require immediate payment in full of all sums secured by this Mortgage without further demand and may foreclose this Mortgage by judicial proceeding. Lender shall be entitled to collect all expenses incurred in proceedings pursuing the remedies provided in this Paragraph 18 including, but not limited to, reasonable attorneys' fees and costs of title evidence. Senior Lender shall have the right to cure defaults on the same terms as the

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Borrower. Any cure tendered by the investor member of the Borrower shall be treated as a cure tendered by the Borrower, and shall be accepted or rejected on the same terms as if the cure had been tendered by the Borrower.

19. Lender in Possession. Upon acceleration under Paragraph 18 or abandonment of the Property and at any time prior to the expiration of any period of redemption following judicial sale, Lender (in person, by agent or by judicially appointed receiver) shall be entitled to enter upon, take possession of, and manage the Property and to collect the rents of the Property including those past due. Any rents collected by Lender or the receiver shall be applied first to payment of the costs of management of the Property and collection of rents, including, but not limited to receiver's fees, premiums on receiver's bonds and reasonable attorneys' fees, and then to the sums secured by this Mortgage. Nothing herein contained shall be construed as constituting Lender a mortgagee in possession in the absence of the taking of actual possession of the Property by Lender pursuant to this Paragraph 19. In the exercise of the powers herein granted Lender, no liability shall be asserted or enforced against Lender, all such liability being expressly waived and released by Borrower.

20. Release. Upon payment of all sums secured by this Mortgage, Lender shall release this Mortgage without charge to Borrower. Borrower shall pay all costs of recordation if any.

21. No Offsets by Borrower. No offset or claim that Borrower now has or may have in the future against Lender shall relieve Borrower from paying any amounts due under the Note, the Loan Agreement, the Security Agreement, this Mortgage, all other related loan documents or from performing any other obligations contained therein.

22. Riders to this Security Instrument. If one or more riders are executed by Borrower and recorded together with this Mortgage, the covenants and agreements of each such rider shall be incorporated into and shall amend and supplement the covenants and agreements of this Mortgage as if the rider(s) were a part of this Mortgage.

23. Incorporation of Note, Security Agreement, Loan Agreement, All Other Related Loan Documents and HOME Investment Partnerships Program. The covenants or agreements of the Loan Agreement, the Note, the Security Agreement and all other related loan documents are incorporated herein. The provisions of the HOME Program, as amended, are incorporated herein as are the laws, ordinances, rules, regulations, Office of Management and Budget circulars and executive orders that are applicable to the HOME Program. A failure to comply with any covenant or agreement or provision of this Mortgage, the Loan Agreement, the Security Agreement, the Note, all other related loan documents or the HOME Program is a default. All remedies provided for in this Mortgage, the Loan Agreement or the Note are distinct and cumulative to any other right or remedy under this Mortgage, the Loan Agreement, the Note or afforded by law or equity and may be exercised concurrently, independently, or successively.

24. Acknowledgment of Debt. Borrower shall furnish from time to time within fifteen (15) days after Lender's written request, a written statement, duly acknowledged, setting forth the amount secured by this Mortgage and whether any alleged offsets or defenses exist against the indebtedness secured by this Mortgage.

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25. Evidence of Real Estate Tax and Insurance Payments. Lender may or may not require if not already required by the Senior Lender, that an escrow for payment of real estate taxes and insurance premiums be maintained. If Lender requires such an escrow be maintained, Lender shall pay real estate taxes and insurance premiums with the funds in the escrow. If requested by Lender, the Borrower must place funds, within thirty (30) days of receiving notice from the Lender, in an escrow account acceptable to the Lender for the payment of real estate taxes and insurance premiums. The amount to be deposited in such account shall be determined by the Lender on the basis of current data and reasonable estimates of expenditures of future escrow items or otherwise in accordance with applicable law. Also, at the option of the Lender, additional monthly deposits may be required to be made by the Borrower. If the amount of the funds held in escrow at any time is not sufficient to pay the escrow items when due, Borrower shall place in escrow the amount necessary to make up the deficiency. Borrower agrees that all documents and information pertaining to this account will be available to the Lender and HUD upon request.

If, however, Lender does not require such an escrow, notwithstanding any other provision contained within this Mortgage, Borrower, shall, within thirty (30) days prior to expiration of Borrower's insurance policy, submit to Lender evidence of its annual payment renewing all of the insurance required herein. In addition, Borrower shall, upon receipt of its real estate tax bill, immediately forward a copy to Lender. Borrower shall, within ten (10) days from the date that such real estate taxes are due, submit to Lender evidence of full payment of the real estate taxes for that period due. In the event that Borrower obtains tax exempt status for the Property, Borrower shall, each year that the Mortgage is in effect, submit proof of such status with Lender which shall satisfy Borrower's obligation under this paragraph. Borrower's failure to submit evidence of payment of insurance and real estate taxes or evidence of tax exempt status shall constitute a default under the terms of this Mortgage, the Note and the Loan Agreement.

26. Prior Mortgage. Borrower shall not be in default of any provision of any prior mortgage beyond any applicable cure period.

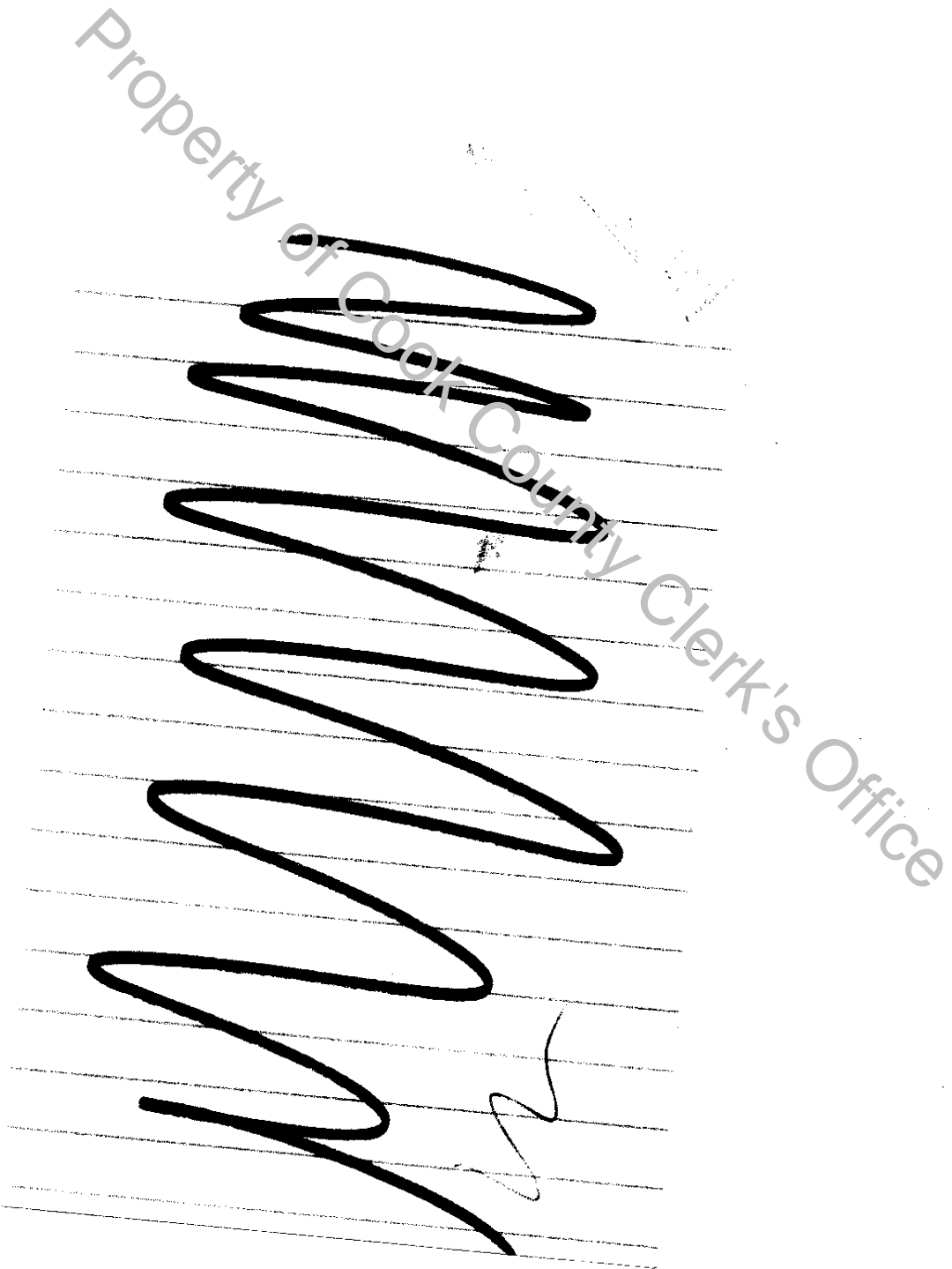
27. Recourse. Notwithstanding anything in this document to the contrary, the Loan is a non-recourse obligation of Borrower. Except for losses, costs or damages incurred by Lender for fraud, misrepresentation, or breach of the Environmental Indemnity, neither Borrower nor any of its members shall have personal liability for repayment of the Loan or any other amounts evidenced or secured by the Loan Documents. The sole recourse for Lender under the Loan Documents for repayment of the Loan shall be the exercise of its rights against the Property and the related security interests of the rental proceeds.

However, the foregoing shall in no way limit Borrower's liability for, or as a result of, (i) fraudulent acts, or willful and wanton acts or omissions in violation of the provisions of this instrument and/or any other Loan Document including, but not limited to the Note and Loan Agreement, by, through or under Lender, (ii) the fair market value of the personalty or fixtures removed or disposed of from the Premises (as defined in the Loan Agreement) in violation of the terms of the Loan Documents, (iii) the misapplication of any funds or proceeds in violation of the terms of the Loan Documents, to the full extent of such misapplied funds and proceeds, including, any funds or proceeds received under any insurance policies or awards, (iv) any misapplication of any security deposits attributable to any leases of units at the Premises, failure to pay interest on such security deposits as required by law and (v) waste committed on the Premises to the extent that replacement reserves (as defined in the Loan Agreement) are

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available to remedy such waste and Borrower has failed to remedy the waste despite the written instructions of Lender.

Property of Cook County Clerk's Office



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IN WITNESS WHEREOF, Borrower agrees to the terms and covenants contained in this Mortgage and in any rider(s) executed by Borrower and recorded with the Mortgage by its authorized representatives as of the date first written above.

BORROWER

NORTH SUBURBAN HOUSING, LLC
An Illinois limited liability company

By: ONEVISION HOUSING II, LLC
its Manager

By: HOUSING AUTHORITY OF COOK COUNTY
its Managing Member

By: *Richard J. Monocchio*
Name: Richard J. Monocchio
Its Executive Director

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 Richard J. Monocchio personally known to me to be the Executive Director/Manager of the North Suburban Housing, LLC and Illinois limited liability company, 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 signed and delivered the said instrument.

Given under my hand and official seal, this 23 day of November 2015.

My Commission expires: 10/16/18

Jos. C. Farwell
Notary Public



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EXHIBIT A
LEGAL DESCRIPTION OF THE REAL ESTATE
Goedke House Apartments

Common Address: 215 West Miner Street, Arlington Heights, Illinois, 60005

PERMANENT INDEX NUMBERS:

03-30-418-015-0000 (PARCEL 1)
03-30-418-014-0000 (PARCEL 2)
03-30-418-034-0000 (PARCEL 2)
03-30-418-035-0000 (PARCEL 3)
03-30-418-036-0000 (PARCEL 4)
03-30-418-037-0000 (PARCEL 4)

PARCEL 1:

LOT 2 IN BLOCK 3 IN MINERS' ADDITION TO DUNTON, A SUBDIVISION OF THE NORTH 1/2 OF THE SOUTHEAST 1/4 OF THE SOUTHEAST 1/4 OF SECTION 30, TOWNSHIP 42 NORTH, RANGE 11, EAST OF THE THIRD PRINCIPAL MERIDIAN, IN COOK COUNTY, ILLINOIS.

PARCEL 2:

LOTS 1 AND 4 IN BLOCK 4 IN MINERS' ADDITION TO DUNTON, A SUBDIVISION OF THE NORTH 1/2 OF THE SOUTHEAST 1/4 OF THE SOUTHEAST 1/4 OF SECTION 30, TOWNSHIP 42 NORTH, RANGE 11, EAST OF THE THIRD PRINCIPAL MERIDIAN, IN COOK COUNTY, ILLINOIS.

PARCEL 3:

LOT 3 IN BLOCK 3 IN MINERS' ADDITION TO DUNTON, A SUBDIVISION OF THE NORTH 1/2 OF THE SOUTHEAST 1/4 OF THE SOUTHEAST 1/4 OF SECTION 30, TOWNSHIP 42 NORTH, RANGE 11, EAST OF THE THIRD PRINCIPAL MERIDIAN, IN COOK COUNTY, ILLINOIS.

PARCEL 4:

LOT 3 IN BLOCK 2 AND LOT 4 IN BLOCK 3 IN MINERS' ADDITION TO DUNTON, A SUBDIVISION OF THE NORTH 1/2 OF THE SOUTHEAST 1/4 OF THE SOUTHEAST 1/4 OF SECTION 30, TOWNSHIP 42 NORTH, RANGE 11, EAST OF THE THIRD PRINCIPAL MERIDIAN, IN COOK COUNTY, ILLINOIS.

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EXHIBIT A
LEGAL DESCRIPTION OF THE REAL ESTATE
Armond King Apartments

Common

Address: 9238 Gross Point Road, Skokie, Illinois 60077

PIN: 10-16-204-022-0000

THAT PART OF THE NORTHEAST QUARTER OF SECTION 16, TOWNSHIP 41 NORTH, RANGE 13, EAST OF THE THIRD PRINCIPAL MERIDIAN, LYING EAST OF THE EAST LINE OF LAMON AVENUE EXTENDED FROM CHURCH STREET, DESCRIBED AS FOLLOWS: COMMENCING AT A STAKE AT THE INTERSECTION OF THE CENTER LINE OF THE ROAD FROM GROSS POINT TO NILES WITH THE NORTHERLY LINE OF CHARLES ODE'S TEN ACRE TRACT AND DISTANT NORTH 52 DEGREES WEST FROM THE SOUTH LINE OF THE NORTH EAST QUARTER OF SECTION 16, AFORESAID, 4 CHAINS AND 53 LINKS; RUNNING THENCE ALONG THE CENTER LINE OF SAID ROAD NORTH 36 DEGREES AND 45 MINUTES EAST A DISTANCE OF 2 CHAINS AND 68 LINKS, THENCE NORTH 36 DEGREES WEST A DISTANCE OF 23 CHAINS AND 41 LINKS TO THE EAST LINE OF CHARLES ODE'S SEVEN ACRE TRACT; THENCE SOUTH 0 DEGREES 00 MINUTES 00 SECONDS EAST ALONG SAID EAST LINE OF TRACT AND PARALLEL WITH THE WEST LINE OF THE EAST HALF OF THE NORTH EAST QUARTER OF SAID SECTION 16, A DISTANCE OF 11.0 CHAINS AND 28 LINKS; THENCE SOUTH 52 DEGREES EAST A DISTANCE OF 15 CHAINS AND 70 LINKS TO THE PLACE OF BEGINNING, BEING A PART OF THE SOUTHWESTERLY 10.0 ACRES OF LOT 3 IN COUNTY CLARK'S DIVISION OF THE TOWN OF NILES (EXCEPT THE SOUTHEASTERLY 40.0 FEET THEREOF AND EXCEPT THAT PART DESCRIBED AS FOLLOWS: BEGINNING AT THE MOST NORTH CORNER OF THE ABOVE DESCRIBED PREMISES; THENCE SOUTH 0 DEGREES 00 MINUTES 00 SECONDS EAST 419.18 FEET TO THE SOUTHWESTERLY LINE OF SAID PREMISES, THENCE NORTH 30 DEGREES 00 MINUTES 00 SECONDS EAST 272.48 FEET TO A POINT IN THE NORTHEASTERLY LINE OF SAID PREMISES; THENCE NORTH 36 DEGREES WEST 220.30 FEET TO THE POINT OF BEGINNING;), ALL IN COOK COUNTY, ILLINOIS.

Also Known As:

THAT PART OF THE NORTH EAST QUARTER OF SECTION 16, TOWNSHIP 41 NORTH, RANGE 13, EAST OF THE THIRD PRINCIPAL MERIDIAN, LYING EAST OF THE EAST LINE OF LAMON AVENUE EXTENDED FROM CHURCH STREET, DESCRIBED AS FOLLOWS: COMMENCING AT A STAKE AT THE INTERSECTION OF THE CENTER LINE OF THE ROAD FROM GROSS POINT TO NILES WITH THE NORTHERLY LINE OF CHARLES ODE'S TEN ACRE TRACT AND DISTANT NORTH 52 DEGREES WEST FROM THE SOUTH LINE OF THE NORTH EAST QUARTER OF SECTION 16, AFORESAID, 298.98 FEET; RUNNING THENCE ALONG THE CENTER LINE OF SAID ROAD NORTH 36 DEGREES AND 45 MINUTES EAST A DISTANCE OF 176.86 FEET; THENCE NORTH 36 DEGREES WEST A DISTANCE OF 1545.06 FEET, TO THE EAST

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LINE OF CHARLES ODE'S SEVEN ACRE TRACT; THENCE SOUTH 0 DEGREES 00 MINUTES 00 SECONDS EAST ALONG SAID EAST LINE OF TRACT AND PARALLEL WITH THE WEST LINE OF THE EAST HALF OF THE NORTH EAST QUARTER OF SAID SECTION 16, A DISTANCE OF 744.48 FEET; THENCE SOUTH 52 DEGREES EAST A DISTANCE OF 1036.20 FEET TO THE PLACE OF BEGINNING, BEING A PART OF THE SOUTHWESTERLY 10.0 ACRES OF LOT 3 IN COUNTY CLARK'S DIVISION OF THE TOWN OF NILES (EXCEPT THE SOUTHEASTERLY 40.0 FEET THEREOF AND EXCEPT THAT PART DESCRIBED AS FOLLOWS: BEGINNING AT THE MOST NORTH CORNER OF THE ABOVE DESCRIBED PREMISES; THENCE SOUTH 0 DEGREES 00 MINUTES 00 SECONDS EAST 419.18 FEET TO THE SOUTHWESTERLY LINE OF SAID PREMISES, THENCE NORTH 30 DEGREES 00 MINUTES 00 SECONDS EAST 272.48 FEET TO A POINT IN THE NORTHEASTERLY LINE OF SAID PREMISES; THENCE NORTH 36 DEGREES WEST 220.30 FEET TO THE POINT OF BEGINNING;) ALL IN COOK COUNTY, ILLINOIS.

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