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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



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Karen A. Yarbrough
Cook County Recorder of Deeds
Date: 12/01/2015 03:13 PM Pg: 1 of 10

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DECLARATION OF COVENANTS, CONDITIONS AND RESTRICTIONS HOME INVESTMENT PARTNERSHIPS PROGRAM

THIS DECLARATION ("Declaration") is made as of this 23rd day of November, 2015 by 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 ("Declarant").

WHEREAS, Declarant has a ground leasehold interest and owns legal title to the improvements situated at the real estate in Village of Skokie and Village of Arlington Heights, County of Cook and State of Illinois which real estate is legally described in **Exhibit A** attached hereto and by this reference made a part hereof (the "**Real Estate**"); and

WHEREAS, the County of Cook, a body politic and corporate of the State of Illinois, (the "County") has been designated a Participating Jurisdiction and receives HOME Program funds under the Cranston-Gonzalez National Affordable Housing Act of 1990, The HOME Investment Partnerships Act, as amended (The "**Act**"), which is implemented by the HOME Investment Partnerships Program, 24 CFR Part 92, as amended ("**HOME Program**"); and

WHEREAS, a fundamental purpose of the HOME Program is to provide Participating Jurisdictions with federal housing assistance to expand the supply of decent, safe, sanitary and affordable housing for very low-income and low-income persons and to make new construction, rehabilitation, substantial rehabilitation, and acquisition of such housing feasible; and

WHEREAS, in fulfilling this public purpose and in consideration of HOME Program assistance, the HOME Program requires that the assisted real estate qualify as affordable housing for very low-income and low-income persons as to occupancy under rental housing, and as to occupancy and ownership under home ownership, for a minimum number of years, which depends on the use of the loan funds and the amount of funds loaned for that use, as specified at 24 CFR Part 92 ("**Minimum Affordable Housing Periods**"); and

WHEREAS, the Minimum Affordable Housing Periods set forth in the HOME

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Program, 92 CFR Part 24, are not necessarily terminated by the term of any mortgage or the transfer of any ownership of real estate; and

WHEREAS, the Home Program specifies that housing will or may remain affordable for at least the Minimum Affordable Housing Periods set forth therein to low or very low-income persons pursuant to covenants running with the land. This provision is set forth at 24 CFR section 92.252 ("**Qualification as affordable housing and income targeting: Rental Housing**") and at 24 CFR section 92.254 ("**Qualification as affordable housing: homeownership**"); and

WHEREAS, the County has established the County HOME Program ("**County HOME Program**") pursuant to the Act and the HOME Program. The County HOME Program assists in the financing and provision of affordable home ownership or rental housing which is decent, safe and sanitary to low and very-low income persons. Further, the County HOME Program expends its time and funds to fulfill this public purpose; and

WHEREAS, the County HOME Program restricts ownership and transfer of ownership of the Real Estate to those who maintain or will maintain affordable housing on the Real Estate during the applicable affordable housing period, as defined below, in fulfillment of this public purpose; and

WHEREAS, the County HOME Program requires that the affordable housing period applicable to the Real Estate is the Minimum Affordable Housing Period set forth in the HOME Program ("**Applicable Affordable Housing Period**"); and

WHEREAS, Declarant has acquired, and/or will rehabilitate, and/or will engage in new construction on the Real Estate ("**the Project**"), including One Hundred Ninety-Nine (199) HOME-assisted units, as a result of receiving loan funds from the County pursuant to the County HOME Program and this public purpose; and

WHEREAS, it was not possible for Declarant to receive loan funds from conventional lending sources, in either the amount or at the interest rate provided by the County, and therefore without funding under the County HOME Program, the Declarant could not perform or have performed such acquisition, rehabilitation or new construction on the Real Estate; and

WHEREAS, Declarant will be materially benefitted by such loan; and

WHEREAS, as a condition to receiving the HOME loan, Declarant agreed to comply with: the Act, implemented by the HOME Program at 24 CFR Part 92, as amended; the County's requirements pursuant to the County HOME Program; and this Declaration of Covenants, Conditions and Restrictions.

NOW, THEREFORE, in consideration of the foregoing and other good and valuable consideration the receipt and sufficiency of which is hereby acknowledged, Declarant hereby declares that the Real Estate described in **Exhibit A** and any such addition thereto as may hereafter be made is and shall be transferred, held, sold, conveyed and accepted subject to this Declaration of Covenants, Conditions, and Restrictions. The Declarant does hereby further declare that the following covenants, restrictions, conditions, burdens and uses shall: (1) exist at

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all times during the term of this Declaration amongst all parties having or acquiring any right, title or interest in all or any portions of the Real Estate; (2) be binding upon each Owner, where said Owner is one or more persons or entities holding title to or an interest in the Real Estate or any portion thereof, including contract sellers, but excluding those having such interest merely as security for the performance of an obligation ("Owner"); (3) be enforced by the County of Cook, and its successors and assigns to the administration or management of the County HOME Program; and (4) run with the land subjected to this Declaration, to be held, sold and conveyed subject thereto.

RECITALS

The foregoing recitals and declarations are incorporated herein and made a part hereof by reference.

MAINTAINING AFFORDABLE HOUSING

Every person or entity who is an Owner of the Real Estate is bound to comply with the HOME Program set forth at 24 CFR Part 92, and as amended, as well as those requirements of the County HOME Program set forth herein, in each case with respect to the two hundred forty-four (244) HOME-assisted units.

(A) Compliance with the County HOME Program includes maintaining affordable housing for very low-income and low-income persons as set forth at 24 CFR Part 92, § 92.252 and § 92.254 for the Applicable Affordable Housing Period.

(i) § 92.252 sets forth, inter alia, rent limitations necessary to qualify as affordable housing and provides that an Owner of real estate must reexamine the income of each tenant household living in low-income units at least annually pursuant to Department of Housing and Urban Development ("HUD") guidelines. The maximum monthly rent must be recalculated by the Owner and reviewed and approved by Cook County annually; and

(ii) § 92.254 sets forth, inter alia, purchase and/or rehabilitation limitations for qualification as affordable homeownership and provides that as to purchase, resale restrictions include making the housing available only to a low-income family, as determined by HUD, that will use the Real Estate as its principal residence.

(iii) Declarant represents and warrants that all the units are comparable for purposes of 24 CFR 92.252(j) and, in the event that HUD determines that they are not comparable, Declarant agrees to cover all costs incurred by the County associated with the adverse determination by HUD.

(B) Except for transfers pursuant to certain Purchase Option and Right of First Refusal Agreement dated November 25, 2015 between members of the Declarant, in the event that any Owner, including a contract seller, desires to transfer title to the Real Estate within the applicable affordable housing period, as a condition precedent to each and every proposed transfer, the Owner shall notify the Director of Housing at the Cook County Housing Department in the Cook County Bureau of Community Development in writing to that effect by registered or certified mail at the principal office of the Cook County Housing Department. The Cook County Bureau of Community Development administers the County HOME Program. Further, the Owner and prospective grantee shall submit to the Director the information necessary for the County to

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make a determination as to whether affordable housing will be maintained by the prospective grantee pursuant to the County HOME Program.

Within thirty (30) days subsequent to the sending of notice by the County to the Owner that both the Owner's notice and the necessary information has been received, the County shall issue, or refuse to issue, its "Cook County HOME Program Certificate of Compliance", executed by the Chief Administrative Officer or his/her designee, or the County's successors and assigns to the administration or management of the County HOME Program. In the event the County refuses to issue, as aforesaid, it will deliver to Borrower, together with the notice of said refusal, a statement of the reason(s) for such refusal.

The Certificate of Compliance is the County's certification that the covenants, conditions and restrictions in this Declaration are not violated by the proposed transfer of title. If the County refuses to issue its Certificate of Compliance, any transfer of title is in violation of the covenants, conditions and restrictions contained herein, and the County will have the right to exercise all remedies set forth in this agreement in addition to all other rights and remedies at law or in equity.

TERM

The Minimum Federal Affordable Housing Period applicable to this Real Estate set forth in the HOME Program is fifteen (15) years from the date of Project completion for the Real Estate. The estimated date of project completion is eighteen (18) months from the Execution Date, that date being MAY 23, 2017.

However, pursuant to the County HOME Program requirements, the "**Applicable Affordable Housing Period**" for this Project is fifteen (15) years, beginning from the date of Project completion and receipt of certificate of occupancy or other evidence of completion of the Project acceptable to the County.

The County's HOME loan is secured by a junior mortgage on the Real Estate conveyed by Declarant. Notwithstanding anything contained herein to the contrary, the term of the Covenants, Conditions and Restrictions is no less than the term of the Mortgage.

Therefore, pursuant to the County HOME Program, **THE COVENANTS, CONDITIONS AND RESTRICTIONS CONTAINED HEREIN RUN WITH THE LAND FOR A MINIMUM PERIOD OF FIFTEEN (15) YEARS FROM THE DATE OF PROJECT COMPLETION OR FOR THE PERIOD OF TIME THE MORTGAGE SECURING THE REPAYMENT OF THE HOME LOAN TO THE COUNTY IS A LIEN ON THE REAL ESTATE, WHICHEVER IS GREATER (THE "TERM"), CONTINUING AND EXTENDING WHEN THE MINIMUM FEDERAL AFFORDABLE HOUSING PERIOD TERMINATES AFTER 15 YEARS.**

THE FOREGOING COVENANTS, CONDITIONS, AND RESTRICTIONS CONTAINED HEREIN WHICH RUN WITH THE LAND SHALL BE BINDING ON ALL PERSONS AND ENTITIES WHO HOLD TITLE TO OR AN INTEREST IN THE REAL ESTATE, OR ANY PORTION THEREOF, INCLUDING CONTRACT SELLERS, AND THOSE CLAIMING UNDER THEM, BUT EXCLUDING THOSE HAVING SUCH INTEREST MERELY AS SECURITY FOR THE PERFORMANCE OF AN OBLIGATION, DURING THE TERM, UNLESS AN INSTRUMENT SIGNED BY THE THEN OWNER OF THE

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REAL ESTATE AND THE DULY AUTHORIZED CHIEF ADMINISTRATIVE OFFICER OF THE COUNTY OF COOK OR HIS/HER DESIGNEE, ON BEHALF OF COOK COUNTY, OR THE COUNTY'S SUCCESSORS AND ASSIGNS TO THE ADMINISTRATION OR MANAGEMENT OF THE COUNTY HOME PROGRAM, CHANGING SAID DECLARATION IN WHOLE OR IN PART HAS BEEN EXECUTED AND RECORDED.

BY EXECUTION AND RECORDATION OF THIS DECLARATION, THE DECLARANT SUBJECTS THE REAL ESTATE DESCRIBED IN EXHIBIT A, AND ANY SUCH ADDITION THERETO AS MAY HEREAFTER BE MADE, TO THE COVENANTS, CONDITIONS AND RESTRICTIONS HEREIN.

THIS DECLARATION AND THE COVENANTS, CONDITIONS, AND RESTRICTIONS CONTAINED HEREIN LAPSES AT THE EXPIRATION OF THE TERM.

INVALIDATION

Invalidation of any of these covenants, conditions or restrictions by judgment or order shall in no way affect any other provisions which shall remain in full force and effect.

BINDING EFFECT

All the covenants, conditions and restrictions contained herein shall run with the land and be binding upon Declarant and each subsequent holder of any interest in any portion of the Real Estate, and their respective grantees, heirs, successors, personal representatives and assigns with the same full force and effect for all purposes as though set forth at length in each and every conveyance of the Real Estate or any part thereof.

TERMINATION ON FORECLOSURE

At the election of the County, this Declaration and the Minimum Affordable Housing Period may terminate upon occurrence of any of the following termination events in accordance with 24 CFR § 92.254: Foreclosure, transfer in lieu of foreclosure, or assignment of an FHA insured mortgage to HUD. The County may use purchase options, rights of first refusal or other preemptive rights to purchase the Property or buy out the lien of any senior lender before foreclosure or the transfer of a deed in lieu of foreclosure. Notwithstanding anything herein to the contrary, this Declaration shall terminate upon foreclosure or deed in lieu of foreclosure of the Senior Mortgage (as described in the Mortgage) from Declarant to Citibank, N.A. This Declaration and the affordability restrictions shall be revived according to the original terms if, during the original affordability restriction period or the original term of this Declaration, the Owner of record before the termination event, or any entity that includes the former owner or those with whom the former Owner has or had family or business ties, obtains an ownership interest in the Project or Real Estate. The election to allow the termination of this Declaration and the Minimum Affordable Housing Period shall only be effective if made in writing by the County.

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BAR FROM OTHER HOUSING PROGRAMS

If the County determines that any Owner has violated any of the covenants, conditions or restrictions of this Declaration, the County may bar the Owner, its directors, officers, principals, and agents from ever again participating in any Cook County administered or Cook County related federally assisted housing program, and all such Owners, directors, officers, principals and agents are bound by said determination made by the County.

VOID CONVEYANCE; REMEDIES AT LAW AND IN EQUITY; NO WAIVER

Any conveyance or transfer of the Real Estate made or attempted to be made by the Owner in violation of the covenants, conditions and restrictions of this Declaration is void.

The County, and its successors or assigns to the administration or management of the County HOME Program, has the right to enforce, by any proceeding at law or in equity, all covenants, conditions, or restrictions, now or hereafter imposed by the provisions of this Declaration. The County's remedies include but are not limited to seeking restraint or enjoinder of a violation of the covenants, conditions or restrictions of this Declaration and recovering damages, including but not limited to those resulting from the labor and expense incurred by the County in making substitute affordable housing available to low and very-low income persons.

Any Owner found to be in violation by a court of competent jurisdiction of any of the foregoing shall also be liable for reasonable attorneys' fees and court costs incurred by the County in prosecuting such action.

Failure by the County to enforce any covenant, condition or restriction herein shall in no event be deemed a waiver of the right to do so thereafter.

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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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