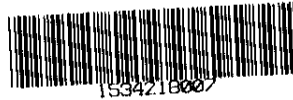


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## Illinois Anti-Predatory Lending Database Program

Certificate of Exemption



Doc#: 1534218007 Fee: \$52.00  
RHSP Fee: \$9.00 RPRF Fee: \$1.00  
Karen A. Yarbrough  
Cook County Recorder of Deeds  
Date: 12/08/2015 08:29 AM Pg: 1 of 8

**FIRST AMERICAN TITLE**  
**FILE #** 2096905

Report Mortgage Fraud  
800-532-8785

The property identified as: **PIN:** 05-35-409-023-0000

**Address:**

**Street:** 745 Central Street

**Street line 2:**

**City:** Evanston

**State:** IL

**ZIP Code:** 60201

**Lender:** The University of Chicago

**Borrower:** Joseph W. Thornton

**Loan / Mortgage Amount:** \$248,985.07

This property is located within the program area and the transaction is exempt from the requirements of 765 ILCS 7770 et seq. because the loan is a simultaneous HELOC.

**Certificate number:** 24A1FFA1-7B94-4E75-A646-D3802C3773A1

**Execution date:** 11/25/2015

**UNOFFICIAL COPY**Loan No. 1562-A**FIRST AMERICAN TITLE**FILE # 2696905**MORTGAGE**

THIS MORTGAGE ("Security Instrument") is given on November 25, 2015. The mortgagor is Joseph W. Thornton ("Borrower").

This Security Instrument is given to THE UNIVERSITY OF CHICAGO, an Illinois not for profit corporation, whose address is 5801 South Ellis Avenue, Chicago, Illinois 60637 ("Lender"). Borrower owes Lender the principal sum of Two Hundred Forty-Eight Thousand Nine Hundred Eighty-Five and 07/100 Dollars (U.S. \$248,985.07). This debt is evidenced by Borrower's note dated the same date as this Security Instrument ("Note"), with the full debt, if not paid earlier, due and payable on October 31, 2023. This Security Instrument secures to Lender: (a) the repayment of the debt evidenced by the Note, with interest, and all renewals, extensions and modifications of the Note; (b) the payment of all other sums, with interest, advanced under Section 7 to protect the security of this Security Instrument; and (c) the performance of Borrower's covenants and agreements under this Security Instrument and the Note. For this purpose, Borrower does hereby mortgage, grant and convey to Lender the following described property located in Cook County, Illinois:

THE WEST 50 FEET OF LOT 8 IN HASKAMP'S SUBDIVISION OF PART OF LOT 25 IN GEORGE SMITH'S SUBDIVISION OF THE SOUTH PART OF THE QUILMETTE RESERVE IN TOWNSHIP 42 NORTH, RANGE 13, EAST OF THE THIRD PRINCIPAL MERIDIAN, IN COOK COUNTY, ILLINOIS.

P.I.N. 05-35-409-023-0000

which has the address of 745 Central Street, Evanston, Illinois 60201 ("Property Address");

TOGETHER WITH all the improvements now or hereafter erected on the property, and all easements, appurtenances, and fixtures now or hereafter a part of the property, and all rents, issues, and profits therefrom. All replacements and additions shall also be covered by this Security Instrument. All of the foregoing is referred to in this Security Instrument as the "Property."

BORROWER COVENANTS that Borrower holds lawful, indefeasible, fee simple title to the estate hereby conveyed and have the right to mortgage, grant and convey the Property and that the Property is unencumbered, except for encumbrances of record. Borrower warrants and will defend generally the title to the Property against all claims and demands, subject to any encumbrances of record.

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THIS IS A JUNIOR MORTGAGE.

## **BORROWER AND LENDER COVENANT AND AGREE AS FOLLOWS:**

**1. Payment of Indebtedness.** Borrower shall pay, promptly when due, each and every installment of principal and interest and any other indebtedness evidenced by or required to be paid pursuant to the Note and all other amounts, obligations and indebtedness secured by this Security Instrument (collectively, the "Indebtedness"), without demand, counterclaim, offset, deduction or defense, and Borrower hereby waives all rights that now or hereafter are conferred by statute or otherwise to assert any such demand, counterclaim, offset, deduction or defense.

**2. Application of Payments.** Unless applicable law provides otherwise, all payments received by Lender under Section 1 shall be applied: first, to interest due; second, to principal due; and last, to any late charges due under the Note.

**3. Charges; Liens.** Borrower shall pay all taxes, assessments, charges, fines and impositions attributable to the Property which may attain priority over this Security Instrument, and leasehold payments or ground rents, if any. Borrower shall pay these obligations in the manner provided in Section 1, or if not paid in that manner Borrower shall pay them on time directly to the person owed payment. Borrower shall promptly furnish to Lender, upon written request, all notices of amounts to be paid under this Section. If Borrower makes these payments directly, Borrower shall promptly furnish to Lender, upon written request, receipts evidencing the payments.

Borrower shall promptly discharge any lien which has priority over this Security Instrument unless Borrower: (a) agrees in writing to the payment of the obligation secured by the lien in a manner acceptable to Lender; (b) contests in good faith the lien by, or defends against enforcement of the lien in, legal proceedings which in the Lender's opinion operate to prevent the enforcement of the lien; or (c) secures from the holder of the lien an agreement satisfactory to Lender subordinating the lien to this Security Instrument. If Lender determines that any part of the Property is subject to a lien which may attain priority over this Security Instrument, Lender may give Borrower a notice identifying the lien. Borrower shall satisfy the lien or take one or more of the actions set forth above within ten days of the giving of notice.

Borrower shall not, without the prior written consent of Lender, create, suffer or permit to be created or to exist any mortgage, deed of trust, security interest, or other encumbrance of any kind whatsoever upon all or any part of the Property, whether junior, secondary or subordinate or senior or prior to the lien of the Security Instrument, other than taxes, assessments, water and other charges not yet due. To the extent the Lender consents to any further encumbrances, Borrower shall perform all of their obligations with respect to such encumbrances, including without limitation payment when due of all principal, interest and other indebtedness secured thereby. Borrower shall also furnish Lender with copies of all notices received from the holders of such encumbrances claiming the existence of a default thereunder or giving notice of a condition which with the passage of time would give rise to a default thereunder.

**4. Hazard or Property Insurance; Liability 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 an amount no less than the full insurable value of the Property and for the periods that Lender requires. The insurance carrier providing the insurance shall be chosen by Borrower subject to Lender's approval which 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 Section 7.

Borrower shall carry and maintain comprehensive general liability insurance naming Lender as an additional insured with such carriers, in such amounts and containing such co-insurance clauses as Lender shall approve. Borrower will apply all insurance proceeds under

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such policies to the payment and discharge of the liabilities in respect of which such proceeds are collected.

All insurance policies and renewals shall be acceptable to Lender and shall include a standard mortgage clause, including a provision that coverage shall not be terminated or materially modified without 30 days prior written notice to Lender. Lender shall have the right to hold the policies and renewals. Borrower shall deliver to Lender evidence of premiums prepaid and shall deliver to Lender certificates and renewal certificates of insurance or other evidence satisfactory to Lender with respect to the insurance required by this Section. In addition, Borrower shall deliver all renewal policies or certificates to Lender not less than ten days prior to the respective dates of expiration of any previously delivered policies or certificates.

Unless Lender and Borrower otherwise agree in writing, insurance proceeds shall be applied to restoration or repair of the Property damaged, if the restoration or repair is economically feasible and Lender's security is not lessened. 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 Security Instrument, whether or not then due, with any excess paid to Borrower. If Borrower abandons the Property, or does not answer within 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 Security Instrument, whether or not then due. The 30-day period will begin when the notice is given.

Unless Lender and Borrower otherwise agree in writing, any application of proceeds to principal shall not extend or postpone the due date of the monthly payments referred to in Section 1 or change the amount of the payments. If under Section 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 Security Instrument immediately prior to the acquisition.

**5. Life Insurance.** Borrower shall keep in full force and effect and pay the premiums on the life insurance policies in the aggregate face amount of \$248,985.07 on the life of Joseph W. Thornton (hereinafter called "Insured Person") whereunder Borrower is the named insured or beneficiary and entitled to the proceeds thereof and which Borrower has assigned, pledged and delivered to the Lender. Borrower will pay all premiums on or before the respective premium dates fixed in said policies and not more than 15 days after such payment, Borrower, if so requested, will deliver to the Lender the premium receipt or receipts evidencing such payment. Borrower shall not assign, pledge or otherwise transfer or encumber said policies of insurance or its interest therein, nor do or omit to do any act or thing which might or could impair the right of the beneficiary or assignee to receive the full face amount thereof in the event of the death of said Insured Person.

In the event of the death of Insured Person, Borrower shall notify the Lender thereof and, not more than 15 days after settlement is made on any policy or policies on the life of Insured Person, shall notify the Lender of the settlement amount. The proceeds of the settlement, at the request of the Lender, shall be applied on account of the principal of the Note to the extent of the unpaid balance. Such application shall be made without premium upon the last maturing installments of the Note.

**6. Maintenance, Repair and Restoration of Improvements, Compliance with Laws, Etc.** Borrower shall (a) promptly repair, restore or rebuild any buildings or improvements now or hereafter on the Property which may become damaged or be destroyed; (b) keep the Property in good condition and repair, without waste; (c) complete within a reasonable time any building or buildings now or at any time in the process of erection upon the Property; (d) comply with all requirements of law, municipal ordinances, governmental regulations, and restrictions of record with respect to the Property and the use thereof, including Environmental Laws (as that term is defined in Section 18 below); (e) suffer or permit no change in the general nature of the occupancy or intensity of use of the Property, without Lender's written consent; (f) initiate or acquiesce in no zoning reclassification, without Lender's written consent.

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**7. Protection of Lender's Rights in the Property.** If Borrower fails to perform the covenants and agreements contained in this Security Instrument, 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 forfeiture or to enforce laws or regulations), then 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 which has priority over this Security Instrument, paying insurance premiums, appearing in court, paying reasonable attorneys' fees and entering on the Property to make repairs. Although Lender may take action under this Section, Lender does not have to do so.

Any amounts disbursed by Lender under this Section shall become additional debt of Borrower secured by this Security Instrument. 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.

**8. Inspection.** Lender or its agent may make reasonable entries upon and inspections of the Property. Lender shall give Borrower notice at the time of or prior to an inspection specifying reasonable cause for the inspection.

**9. Condemnation.** 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 Security Instrument, whether or not then due, with any excess paid to Borrower. In the event of a partial taking of the Property in which the fair market value of the Property immediately before the taking is equal to or greater than the amount of the sums secured by this Security Instrument immediately before the taking, unless Borrower and Lender otherwise agree in writing, the sums secured by this Security Instrument 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. In the event of a partial taking of the Property in which the fair market value of the Property immediately before the taking is less than the amount of the sums secured immediately before the taking, unless Borrower and Lender otherwise agree in writing or unless applicable law otherwise provides, the proceeds shall be applied to the sums secured by this Security Instrument whether or not the sums are then due.

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 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 Security Instrument, whether or not then due.

Unless Lender and Borrower otherwise agree in writing, any application of proceeds to principal shall not extend or postpone the due date of the monthly payments referred to in Section 1 or change the amount of such payments.

**10. Borrower Not Released; Forbearance By Lender Not a Waiver.** Extension of the time for payment or modification of amortization of the sums secured by this Security Instrument granted by Lender to any successor in interest of 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 or refuse to extend time for payment or otherwise modify amortization of the sums secured by this Security Instrument by reason of any demand made by the original Borrower or Borrower's successors in interest. Any forbearance by Lender in exercising any right or remedy shall not be a waiver of or preclude the exercise of any right or remedy.

**11. Successors and Assigns Bound; Joint and Several Liability.** The covenants and agreements of this Security Instrument shall bind and benefit the successors and assigns of Lender and Borrower, subject to the provisions of Section 16.

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**12. Loan Charges.** If the loan secured by this Security Instrument 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 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.

**13. Notices.** Any notice to Borrower provided for in this Security Instrument shall be given by delivering it, mailing it by certified United States mail, or sending it by reputable overnight delivery service unless applicable law requires use of another method. The notice shall be directed to the Property Address or any other address Borrower designates by notice to Lender. Any notice to Lender shall be given by certified United States mail or reputable overnight delivery service to Lender at the University of Chicago, Office of Financial Services, 6054 South Drexel Avenue, Chicago, Illinois 60637 or any other address Lender designates by notice to Borrower. Any notice provided for in this Security Instrument shall be deemed to have been given upon personal delivery, three business days following mailing by certified mail, or the next business day following sending by overnight delivery carrier.

**14. Governing Law; Severability.** This Security Instrument shall be governed by federal law and the law of the jurisdiction in which the Property is located. In the event that any provision or clause of this Security Instrument or the Note conflicts with applicable law, such conflict shall not affect other provisions of this Security Instrument or the Note which can be given effect without the conflicting provision. To this end the provisions of this Security Instrument and the Note are declared to be severable.

**15. Borrower's Copy.** Borrower shall be given one conformed copy of the Note and of this Security Instrument.

**16. Termination of Employment of the Insured Person; Transfer of the Property or a Beneficial Interest in Borrower.** If the Insured Person's employment by Lender shall terminate for any reason, and the Indebtedness secured by this Security Instrument is not paid within 180 days thereafter, or if all or any part of the Property or any interest in it is sold or transferred (or if a beneficial interest in a Borrower is sold or transferred and such Borrower is not a natural person), all sums secured by this Security Instrument shall become immediately due and payable upon 5 days written notice to Borrower. If Borrower fails to pay these sums prior to the expiration of this period, Lender may invoke any remedies permitted by this Security Instrument without further notice or demand on Borrower.

**17. Borrower's Right to Reinstate.** If Borrower meets certain conditions, Borrower shall have the right to have enforcement of this Security Instrument discontinued at any time prior to the earlier of: (a) five days (or such other period as applicable law may specify for reinstatement) before sale of the Property pursuant to any power of sale contained in this Security Instrument; or (b) entry of a judgment enforcing this Security Instrument. Those conditions are that Borrower's: (a) pay Lender all sums which then would be due under this Security Instrument and the Note as if no acceleration had occurred; (b) cure any default of any other covenants or agreements; (c) pay all expenses incurred in enforcing this Security Instrument, including, but not limited to, reasonable attorneys' fees; and (d) take such action as Lender may reasonably require to assure that the lien of this Security Instrument, Lender's rights in the Property and Borrower's obligation to pay the sums secured by this Security Instrument shall continue unchanged. Upon reinstatement by Borrower, this Security Instrument 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 Section 16.

**18. Hazardous Substances.** 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

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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 Section, "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 Section, "Environmental Law" means federal laws and laws of the jurisdiction where the Property is located that related to health, safety or environmental protection.

**19. Acceleration; Remedies.** In the event (a) of default in payment of any amount due under the Note or this Security Instrument, (b) of default in the performance of any other covenant or obligation of Borrower under the Note or this Security Instrument which continues for 15 days following notice from Lender to Borrower, or (c) (i) the Borrower becomes insolvent or admits in writing its inability to pay its debts as they come due, consents to or acquiesces in the appointment of a trustee or receiver or makes a general assignment for the benefit of creditors, (ii) a trustee or receiver is appointed for Borrower and not discharged within 30 days, or (iii) any bankruptcy, reorganization or other case is commenced under any federal, state or other bankruptcy law in respect of Borrower and, if not consented to or acquiesced in by Borrower, remains undismissed for 30 days, Lender shall have the right to declare all Indebtedness immediately due and payable and to foreclose this Security Instrument. Lender shall be entitled to collect all expenses incurred in pursuing the remedies provided in this Section, including, but not limited to, reasonable attorneys' fees and costs of title evidence.

Lender shall also have the right to enter and take possession of the Property, to remove any persons occupying the Property and possessions from the Property, to manage and control and lease the Property. Lender may apply any income earned on the Property to the expenses of maintaining and managing the Property and to the Indebtedness.

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

**21. Waiver of Homestead.** Borrower waives all right of homestead exemption in the Property.

**22. First Mortgage.** This Security Instrument is subject and subordinate to the lien of a first mortgage in the amount of \$625,000.00 to Perl Mortgage Inc., ISAOA, bearing interest at the rate of 3.750 percent, dated November 25, 2015 and due 30 years after that date.

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

BY SIGNING BELOW, Borrower accepts and agrees to the terms and covenants contained in this Security Instrument and in any rider(s) executed by Borrower and recorded with it.

  
Joseph W. Thornton

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STATE OF ILLINOIS

COUNTY OF COOK

I, the undersigned, a Notary Public in and for said county and state, do hereby certify that Joseph W. Thornton personally appeared before me and is known or proved to me to be the person who, being informed of the contents of the foregoing instrument, has executed same and acknowledged said instrument to be his free and voluntary act and deed and that he signed said instrument for the uses and purposes therein set forth.

Witness my hand and official seal this 25th day of November 2015.

My Commission Expires:

09/14/17

*Claudia Ortega Salgado*  
Notary Public

Prepared by and please send to:  
Russell J. Herron  
Office of Legal Counsel  
The University of Chicago  
5801 South Ellis Avenue, Suite 619  
Chicago, IL 60637



Property of Cook County Clerk's Office