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## Illinois Anti-Predatory Lending Database Program



1625329054

### Certificate of Exemption

Doc#: 1625329054 Fee: \$90.00

RHSP Fee:\$9.00 RPRF Fee: \$1.00

Karen A. Yarbrough

Cook County Recorder of Deeds

Date: 09/09/2016 11:14 AM Pg: 1 of 27

*1625329054  
CP  
1 ave  
Cub*

Report Mortgage Fraud  
800-532-8785

The property identified as: PIN: 20-22-209-007-0000

**Address:**

Street: 6431 S. VERNON

Street line 2:

City: CHICAGO

State: IL

ZIP Code: 60637

Lender: CITY OF CHICAGO

Borrower: CHANELL GREGORY

Loan / Mortgage Amount: \$1,500.00

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: 983C4F30-87D6-4A3C-9C37-478B1FEA024B

Execution date: 9/1/2016

*RE* *Box 334*

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This Document Prepared by:

Department of Planning and Development  
121 N. LaSalle Street, Room 1006  
Chicago, Illinois 60602  
Attn: Bryan Esenberg

After Recording, please return to:

Department of Planning and Development  
121 N. LaSalle Street, Room 1006  
Chicago, Illinois 60602  
Attn: Bryan Esenberg

Above Space For  
Recorder's Use Only

**DEFERRED FORGIVABLE MORTGAGE, SECURITY AND RECAPTURE AGREEMENT,  
INCLUDING RESIDENCY, TRANSFER, RESALE, FINANCING AND REFINANCING  
COVENANTS AND DUE ON SALE PROVISION-PURCHASE ASSISTANCE ONLY**  
(Neighborhood Stabilization Program - 15 Year Affordability Period)  
Common Address: 6431 S Vernon, Chicago, IL  
P.I.N.: 20-22-209-007-0000

	NSP SUBSIDY AND RECAPTURE TABLE	AMOUNT	
<b>A</b>	<b>NSP Funds Invested<sup>1</sup></b>	<b>\$ 324,4373</b>	
<b>B</b>	<b>Appraised Value<sup>2</sup></b>	<b>\$ 155,000</b>	
<b>C</b>	<b>Homebuyer Contract Sales Price<sup>3</sup></b>	<b>\$ 155,000</b>	
<b>D.</b>	<b>Homebuyer First Mortgage<sup>4</sup></b>	<b>\$ 138,787</b>	
<b>E</b>	<b>Homebuyer Downpayment<sup>5</sup></b>	<b>\$ 16,213</b>	
<b>F.</b>	<b>Homebuyer Non-NSP Purchase Price Assistance<sup>6</sup></b>	<b>\$</b>	
<b>G</b>	<b>Homebuyer NSP Purchase Subsidy<sup>7</sup></b>	<b>\$ 1,500</b>	
<b>H</b>	<b>Homebuyer NSP Development Subsidy<sup>8</sup></b>	<b>\$ 0</b>	
<b>I</b>	<b>Homebuyer Recapture Amount<sup>9</sup></b>	<b>\$ 7,750</b>	

THIS MORTGAGE, SECURITY AND RECAPTURE AGREEMENT, INCLUDING  
RESIDENCY, TRANSFER, RESALE, FINANCING AND REFINANCING COVENANTS AND DUE ON

<sup>1</sup> Enter the total NSP funds invested to date, which amount may equal or exceed the Homebuyer NSP Purchase Subsidy in Row G, but only to the extent all such costs are NSP eligible costs.

<sup>2</sup> Enter the fair market appraised value, as set forth in the appraisal of the lender providing the first mortgage.

<sup>3</sup> Enter the sales price listed in the homebuyer's purchase contract.

<sup>4</sup> Enter the original principal amount of the homebuyer's first mortgage.

<sup>5</sup> Enter the homebuyer's downpayment (equity provided from homebuyer's own funds).

<sup>6</sup> Enter the amount of any purchase price assistance provided other than NSP purchase assistance, if any.

<sup>7</sup> Enter the amount of purchase price assistance provided to homebuyer at closing from NSP funds. In no event may this figure exceed the NSP Funds Invested (Row A).

<sup>8</sup> If NSP Development Subsidy is provided to homebuyer for post closing rehabilitation, enter this amount in Row H.

<sup>9</sup> If Homebuyer NSP Purchase Assistance [and Development Subsidy (Row H)] provided is in an amount not to exceed 105% of the Appraised Value enter this amount. If Homebuyer NSP Purchase Subsidy [and Development Subsidy (Row H)] exceed 105% of the Appraised Value, enter only the amount equal to 105% of Appraised Value. This is the Recapture Amount.

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SALE PROVISION ("**Mortgage**") is made as of the 1st day of Sept, 2016 from CHANELL GREGORY, individually ("**Mortgagor**"), to the CITY OF CHICAGO, an Illinois municipal corporation and home rule unit of government, having its principal office at 121 N. LaSalle Street, Chicago, Illinois 60602 ("**City**" or "**Mortgagee**"). Capitalized terms not otherwise defined herein shall have the meaning set forth in Section 1.

## RECITALS

A. The City has received certain funds in the approximate amount of \$55,238,017, \$98,008,384, and \$15,996,360 (collectively, the "**Program Funds**") from the United States Department of Housing and Urban Development ("**HUD**") pursuant to the provisions of the Housing and Economic Recovery Act of 2008, Public Law 110-289 – July 30, 2008, Title III – Emergency Assistance for the Redevelopment of Abandoned and Foreclosed Homes, Section 2301 *et seq.* ("**HERA**"), as amended by the American Recovery and Reinvestment Act of 2009, H.R. 1 (the "**Recovery Act**"), as amended by, the Dodd-Frank Wall Street Reform and Consumer Protection Act of 2010, H.R. 4173 (the "**Dodd-Frank Act**") as the same may be hereafter amended, restated or supplemented from time to time (HERA, the Recovery Act and the Dodd-Frank Act are collectively referred to as the "**Act**"); the Notice of Allocations, Application Procedures, Regulatory Waivers Granted to and Alternative Requirements for Emergency Assistance for Redevelopment of Abandoned and Foreclosed Homes Developers under the Housing and Economic Recovery Act, 2008 issued by HUD and found at the Federal Register/Vol. 73, No. 194/Monday, October 6, 2008/Notices, as the same may be hereafter amended, restated or supplemented from time to time; the Notice of Fund Availability for the Neighborhood Stabilization Program<sup>2</sup> under the Recovery Act (Docket No. FR-5321-N-01, May 4, 2009), the Notice of Fund Availability for Fiscal year 2009 NSP<sup>2</sup> Program under the Recovery Act, Correction (Docket No. FR-5321-C-02, June 11, 2009; Docket No. FR-5321-C-03, November 9, 2009, Docket No. FR-5321-C-04, and Docket No. FR-5321-N-04); the Notice of Formula Allocations and Program Requirements for Neighborhood Stabilization Program Formula Grants (Docket No. FR-5447-N-01, October 19, 2010 (the "**NOFA**"); and the HUD regulations at 24 CFR Part 570 (as modified by the NOFA as now in effect and as may be amended from time to time) (collectively, the "**Regulations**").

B. The City has submitted to HUD, and HUD has approved, the City's NSP1 Substantial Amendment application to HUD, NSP2 application to HUD, and NSP3 Substantial Amendment to HUD governing the City's use of the Program Funds in a City neighborhood stabilization program (the "**Program**") in accordance with the Act and the Regulations to address the critical impact of increasing numbers of foreclosed properties within the City of Chicago. Pursuant to such approval, the City and HUD have entered into that certain Grant Agreement dated effective as of March 27, 2009 (the "**NSP-1 Grant Agreement**"), that certain Funding Approval and Grant Agreement dated effective as of February 11, 2010 (the "**NSP-2 Grant Agreement**"), and that certain Funding Approval and Grant Agreement dated effective as of March 17, 2011 (the "**NSP-3 Grant Agreement**") (collectively, the "**Grant Agreements**"). The Act, the Regulations, and the Grant Agreements are collectively referred to herein as the "**NSP Legal Requirements**").

C. The NSP Legal Requirements require the City to use the Program Funds for certain eligible activities, including, without limitation: (a) establishing financing mechanisms for the purchase and redevelopment of abandoned, foreclosed or vacant homes and residential properties; (b) acquisition and/or rehabilitation of homes and residential properties that have been abandoned, foreclosed upon or vacant in order to sell, rent, or redevelop such homes and properties; (c) establishing a land bank for homes that have been abandoned or foreclosed; (d) demolition of blighted structures; and (e) redevelopment of demolished or vacant properties and (f) Homebuyer Purchase Subsidy (collectively, the "**Eligible Activities**").

D. The NSP Legal Requirements require that the City allocate 25% of the Program Funds to purchase and redevelop abandoned, foreclosed upon or vacant residential properties for housing individuals whose incomes do not exceed 50% of the area median income.

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E. The NSP Legal Requirements further require that the City allocate 100% of the Program Funds to Eligible Activities benefiting communities and households whose incomes do not exceed 120% of the area median income.

F. Intentionally Omitted.

G. Intentionally Omitted.

H. Intentionally Omitted.

I. The Mortgagor has requested assistance to purchase the real property legally described on Exhibit A attached hereto (the "**Land**"), which is improved with the residential property described on Exhibit A (the "**Home**", and together with the Land, the "**NSP Assisted Property**").

J. The City has made a due diligence determination that the NSP Assisted Property is eligible and in an eligible NSP area. Prior to providing homebuyer assistance, the City completed the environmental review required pursuant to 24 CFR Part 58, as evidenced by Exhibit B attached hereto.

K. The City has determined that the Mortgagor is an income-qualified homebuyer in accordance with the NSP Legal Requirements.

L. The total NSP Program Funds invested to date are set forth in Row A of the Summary Table (the "**NSP Funds Invested**").

M. The Mortgagor is now purchasing the home from \_\_RESTORATION DEVELOPMENT\_\_ (the "Seller"). The Senior Lender (as defined and identified in Section 2.04 below) has obtained an appraisal of the Home and determined that it has the fair market value set forth in Row B of the Summary Table (the "**Appraised Value**"). The Seller has contracted to sell the Home which the Mortgagor for the amount set forth in Row C of the Summary Table (the "**Homebuyer Contract Sales Price**"). The Senior Lender has agreed to make a first mortgage loan (or a first mortgage loan and a second mortgage loan, where applicable) secured by the Home in the original principal amount (or aggregate principal amount) set forth in Row D of the Summary Table (the "**Homebuyer First Mortgage**"). The Mortgagor is making a downpayment from the Mortgagor's own funds in the amount set forth in Row E of the Summary Table. The City is making available to the Mortgagor a homebuyer subsidy from Program Funds in the amount set forth in Row G of the Summary Table (the "**Homebuyer NSP Purchase Subsidy**"). The City is also making available to the Mortgagor, where applicable, a homebuyer development subsidy from Program Funds in the amount set forth in Row H of the Summary Table (the "**Homebuyer NSP Development Subsidy**") (Amount will be zero if no NSP Development Subsidy is received).

N. Intentionally Omitted.

O. The Mortgagor will purchase the Home for the Homebuyer Contract Sales Price. The Mortgagor's opportunity to purchase the Home for the Homebuyer Contract Sales Price is due to the City's investment of Program Funds in the acquisition and/or rehabilitation of the Home, including, without limitation, the Homebuyer NSP Purchase Subsidy set forth in Row G and, when applicable, the Homebuyer NSP Development Subsidy set forth in Row H of the Summary Table.

P. The use of NSP Development Subsidy for the rehabilitation of the Home, if any, requires that certain NSP minimum standards be met during the completion of rehabilitation of the Property, after Mortgagor receives title to the Home. Mortgagor shall cause the contractor to complete the rehabilitation work in accordance with (i) the HUD Housing Quality Standards, (ii) the HUD Lead Safe Housing Rule, and

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(iii) the NSP Energy Efficiency Standards (collectively, the "NSP Minimum Rehabilitation Standards" or the "Standards"). Said Standards are described in Exhibit C attached hereto.

Q. In the event that the Mortgagor sells, refinances or leases the Home prior to the date that is 15 years from Purchase Date (as hereinafter defined), unless as expressly permitted herein, then the Mortgagor shall be required to pay all or a portion of the Homebuyer Recapture Amount listed in Row H of the Summary Table, in order to return to the City a portion of the City's investment of Program Funds in the Home.

R. The Mortgagor has previously received at least eight (8) hours of homebuyer counseling as evidenced by Exhibit D attached hereto.

S. The NSP Legal Requirements require the Mortgagor's execution of this Mortgage in favor of the City, which secures certain performance and payment covenants intended to assure the City that the Mortgagor will comply with such legal requirements and achieve the affordable housing objectives of the Program.

NOW, THEREFORE, to secure the performance and observance by Mortgagor of all the terms, covenants and conditions described herein, and in order to charge the properties, interests and rights hereinafter described with such consideration, Mortgagor has executed and delivered the Mortgage and does hereby grant, convey, assign, mortgage, grant a security interest in, and confirm unto Mortgagee and its successors and assigns forever, all of the following described property (which is hereinafter sometimes referred to as "Mortgaged Property"), said security interest being now and hereafter subordinate to the security interest of the Homebuyer First Mortgage:

(A) The Land;

(B) All structures and improvements of every nature whatsoever now or hereafter situated on the Land, including, without limitation, the Home, all fixtures of every kind and nature whatsoever which are or shall be attached to said buildings, structures or improvements, and now or hereafter owned by Mortgagor, including all extensions, additions, improvements, betterments, renewals and replacements of any of the foregoing ("Improvements");

(C) All rents and issues of the Land and Improvements from time to time and all of the estate, right, title, interest, property, possession, claim and demand at law, as well as in equity of Mortgagor, in and to the same;

TO HAVE AND TO HOLD the Mortgaged Property and all parts thereof unto Mortgagee, its successors and assigns, to its own proper use, benefit and advantage forever, subject, however, to the terms, covenants and conditions herein;

WITHOUT limitation of the foregoing, Mortgagor hereby further grants unto Mortgagee, pursuant to the provisions of the Uniform Commercial Code of the State of Illinois, a security interest in all of the above-described property, which are or are to become fixtures.

THIS MORTGAGE IS GIVEN TO SECURE: (a) payment of all recapture amounts described herein, (b) performance of the residency, transfer, resale, financing and refinancing covenants and due on sale provision described herein and in Exhibit E attached hereto, and (c) the payment and performance of all other obligations, covenants, conditions and agreements contained herein.

## SECTION I

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## INCORPORATION OF RECITALS; DEFINITIONS

The recitals set forth above constitute an integral part of the Mortgage and are hereby incorporated herein by this reference with the same force and effect as if set forth herein as agreements of the parties. In addition to the capitalized terms defined in the foregoing recitals, the following capitalized terms used in this Mortgage shall be defined as follows:

**"Affordability Period"** shall mean     FIFTEEN     (15) years.

**"Affordability Requirements"** shall mean the affordability requirements applicable to for sale housing set forth in 24 CFR 92.252(e) and 24 CFR 92.254 of the Home Investment Partnership Program regulations (the "Home Regulations"), which, under the Program, may serve as a minimum "safe harbor" for certain affordability and enforcement purposes. Notwithstanding the income limits referenced in the Home Regulations, and in accordance with the NSP Legal Requirements, a family qualified to purchase the Mortgaged Property from the Mortgagor during the Affordability Period is a family whose annual gross income does not exceed 120 percent of the median family income for the area (adjusted for family size).

**"Anniversary Date"** shall mean each anniversary date of the Purchase Date during and including the last day of the Affordability Period. For example, if the Purchase Date was July 30, 2015, the first Anniversary Date would be July 30, 2016, and each July 30th after that (through the last day of the Affordability Period) would be a subsequent Anniversary Date.

**"Commissioner"** shall mean the Commissioner of DPD, or any successor department thereto, and, if there is no such Commissioner, the Acting Commissioner of DPD.

**"Homebuyer Recapture Amount"** shall mean an amount, determined as of any applicable determination date (i.e., as of the closing date for the Homebuyer's sale or refinancing or the completion date of any and all post-closing rehabilitation of the Mortgaged Property), which shall initially equal the Homebuyer Recapture Amount, but which shall reduce on a pro rata basis on each Anniversary Date based on the number of years in the Affordability Period and which, after the expiration of the Affordability Period, shall equal zero dollars (\$0.00). For example, if the Homebuyer Recapture Amount in Row 1 of the Summary Table was \$15,000, the Purchase Date was June 30, 2015, the Affordability Period was fifteen (15) years, and the applicable determination date was September 30, 2018, the Homebuyer Recapture Amount as of such determination date would be \$12,000 (i.e., three Anniversary Dates would have occurred prior to such determination date, with a \$1,000 reduction occurring on each such Anniversary Date, for a total reduction of \$3,000 in the Homebuyer Recapture Amount, leaving \$12,000 due and payable). In no event shall the Homebuyer Recapture Amount be greater than the Net Transfer Proceeds.

**"Mortgagor's Total Purchase Price"** shall mean the sum of (a) the Homebuyer Contract Sales Price, plus (b) the cost of extras and upgrades paid for by the Mortgagor using Mortgagor's own funds (including proceeds of the loan made by the Senior Lender, as hereinafter defined), plus (c) the cost of additional capital improvements made by the Mortgagor to the Mortgaged Property after the Purchase Date, provided reasonable evidence of the cost of such additional improvements is submitted to and approved by the City.

**"Net Transfer Proceeds"** shall mean the gross sales proceeds arising from a direct or indirect sale or transfer of the Mortgaged Property, minus (a) the amount of any permitted Senior Mortgage indebtedness or any permitted refinancing thereof repaid at the time of such sale or transfer, (b) any commercially reasonable, third party brokerage fee paid by Mortgagor with respect to such sale or transfer, (c) any transfer taxes which, pursuant to applicable law, are paid by the Mortgagor, (d) customary title, escrow and recording charges paid by the Mortgagor, (e) customary pro rations or credits made pursuant to the contract for such sale or transfer, and (f) such other amounts, if any, as the Commissioner, in the Commissioner's sole

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discretion, may agree is necessary, appropriate and equitable, but in no event an amount shall the Net Transfer Proceeds be greater than the Homebuyer Recapture Amount, without giving effect to the last sentence thereof.

"**Purchase Date**" shall mean the date on which the Mortgagor purchased the Mortgaged Property, which shall be deemed to be the date on which this Mortgage is recorded.

## SECTION II

### GENERAL COVENANTS, REPRESENTATIONS AND WARRANTIES

Mortgagor covenants and agrees with Mortgagee that:

#### 2.01 Taxes and Assessments.

(a) Mortgagor will pay when due all general taxes and assessments, special assessments, water charges and all of the charges against the Mortgaged Property and shall, upon written request, furnish to Mortgagee receipts evidencing payment thereof, provided that Mortgagor, in good faith and with reasonable diligence, may contest the validity or amount of any such taxes, assessments or charges, provided that during any such contest the enforcement of the lien of such taxes, assessments or charges is stayed.

(b) Mortgagor will not suffer (unless bonded or insured over) any mechanic's, laborer's, materialmen's, or statutory lien to remain outstanding upon any of the Mortgaged Property. Mortgagor may contest such lien, provided that Mortgagor shall first post a bond in the amount of the contested lien, or provide title insurance over such contested lien, and further provided that Mortgagor shall diligently prosecute the contested lien and cause the removal of the same.

#### 2.02 Insurance.

Mortgagor shall keep the Mortgaged Property continuously insured in such amounts and against such risks as required of Mortgagor by the Senior Lender (as hereinafter defined), but in no event less than the full replacement cost of the Home, paying the premiums for said insurance as they become due. Policies of insurance shall name Mortgagee as an additional insured. All policies of insurance shall provide that the same shall not be canceled, except upon thirty (30) days prior written notice to Mortgagee.

#### 2.03 Maintenance of the Property.

(a) Mortgagor shall preserve and maintain the Mortgaged Property in good condition and repair, will not commit or suffer any waste thereof, and will keep the same in a clean, orderly and attractive condition. Mortgagor shall not do or suffer to be done anything which will increase the risk of fire or other hazard to the Mortgaged Property or any part thereof.

(b) If the Mortgaged Property or any part thereof is damaged by fire or any other cause, Mortgagor will immediately give written notice of the same to Mortgagee.

(c) Mortgagee or its representatives shall have the right to inspect the Mortgaged Property to assure compliance with the terms of this Mortgage.

(d) Mortgagor shall promptly comply, and cause the Mortgaged Property to comply, with all present and future laws, ordinances, orders, rules and regulations and other requirements of any governmental authority affecting the Mortgaged Property or any part thereof and with all instruments and documents of record or otherwise affecting the Mortgaged Property or any part thereof.

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(e) If all or any part of the Mortgaged Property shall be damaged by fire or other casualty, Mortgagor, subject to the rights of the Senior Lender, will promptly restore the Mortgaged Property to the equivalent of its condition prior to the casualty, to the extent of any insurance proceeds made available to Mortgagor for that purpose.

## 2.04 Subordination.

This Mortgage shall be subject and subordinate in all respects to that certain mortgage loan dated as of September 1, 2016, between Mortgagor and US BANK ("Senior Lender"), recorded with the Office of the Recorder of Deeds of Cook County, Illinois on September 1, 2016 as document # 1625110071 to secure indebtedness in the original principal amount not to exceed one hundred five percent (105%) of the Homebuyer Contract Sales Price, ("Senior Mortgage"). This Mortgage shall also be subordinate to any subsequent mortgage that refinances the Senior Mortgage, so long as such refinancing is in an original principal amount less than or equal to the original principal amount of the Senior Lender's mortgage loan, as specified below, unless the Commissioner, in the Commissioner's sole discretion, agrees to senior refinancing in a greater amount. **EXHIBIT E EXPLAINS IN GREATER DETAIL THE ADDITIONAL REFINANCING RESTRICTIONS THAT APPLY TO THE MORTGAGOR AND ANY LENDERS MAKING LOANS SECURED BY THE MORTGAGED PROPERTY.**

As evidenced by Exhibit F to this Mortgage, the Senior Lender is a lender who has agreed to comply with the bank regulators' guidance for non-traditional mortgages, as outlined in the Statement on Subprime Mortgage Lending issued by the Office of the Comptroller of the Currency, Board of Governors of the Federal Reserve System, Federal Deposit Insurance Corporation, Department of the Treasury, and National Credit Union Administration, available at <http://www.fdic.gov/regulations/laws/rules/5000-5160.html>.

The key terms of the Senior Lender's loan are as follows:

Original Principal Balance:	\$135,737
Interest Rate:	3.750%
Fixed or Adjustable Interest Rate:	Fixed
Amortization Period:	360 months
Term (Final Repayment Date):	30 years

If Adjustable Interest Rate, the interest rate reset date(s) and interest rate reset formula is specified below.

N/A

## 2.05 Income Eligibility.

Mortgagor covenants to Mortgagee that it meets the homebuyer income eligibility requirements under the Program. Specifically, Mortgagor represents and warrants that its household income, as reflected in sworn to documents, and as certified by Mortgagor, are in compliance with, and based on the HUD Area Median Income (AMI) schedule in force as of the date of this Mortgage and attached as Exhibit G to this Mortgage, in accordance with Mortgagor's current household size.

## 2.06 Income Eligibility of Households Which Rent the Rental Unit.

If the Home contains two housing units (a "Two Flat"), and was assisted in whole or in part with NSP-1 Program Funds, at least one unit must be occupied by a low, moderate or middle income household,



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which requirement is satisfied by the occupancy of the owner in the owner-occupied unit (the "Mortgagor's Unit").

Although Section 2301(f)(3)(A)(i) of HERA requires that appropriated funds be used with respect to individuals and families whose whole income does not exceed 120 percent of area median income, with respect to a Two Flat, HUD has interpreted the requirement under the Community Development Block Grant Program so that the occupancy of the assisted housing by a low, moderate or middle income household requirement is met by the Mortgagor's Unit. (See Community Development Block Grant Program, Guide to National Objectives and Eligible Activities for Entitlement Communities, Section 3-19, Page 124).

As a result, with regard to the occupancy of the housing unit that is not occupied by the Mortgagor (the "Rental Unit"), the City will not monitor the rent obtained by the Mortgagor for the Rental Unit during the Affordability Period or the income-eligibility of the household occupying the Rental Unit, or the income-eligibility of the household occupying the Rental Unit.

## 2.07 Exercise of Senior Mortgage Rights.

In the event of a transfer of title of the Mortgaged Property through foreclosure, recording of deed in lieu of foreclosure to the Senior Lender pursuant to the Senior Mortgage, or transferring title to a third party in a short sale that is an arms-length transaction resulting in a release of the Senior Mortgage, Mortgagee acknowledges and agrees that the residency, transfer and financing covenants set forth in Exhibit E attached hereto, and any other provisions contained herein restricting the sale and occupancy of the Mortgaged Property to buyers or occupants which meet the income eligibility requirements of the Neighborhood Stabilization Program shall be released and shall have no further force or effect; provided, however, that all such covenants and affordability restrictions shall be revived according to the original terms if, during the applicable affordability period, the Mortgagor or any member of Mortgagor's household or family (or any other prohibited person under the NSP Legal Requirements) reacquires an ownership interest in the Mortgaged Property. Any other person (including the successors and/or assigns of Senior Lender) receiving title to the Mortgaged Property through a foreclosure of the Senior Mortgage shall take title to the Mortgaged Property free and clear of such restrictions, but only if (a) such transfer of title pursuant to such foreclosure did not involve collusion between the Senior Lender[s] and the Mortgagor for the purpose of avoiding low-income affordability restrictions pertaining to the Mortgaged Property or of avoiding payment of the recapture amounts due under this Mortgage, and (b) the City is paid the Homebuyer Recapture Amount (or such lesser portion thereof as may be due and payable under this Mortgage).

Further, if Senior Lender acquires title to the Mortgaged Property pursuant to a deed in lieu of foreclosure, the lien of this Mortgage and the restrictions contained herein shall automatically terminate upon the Senior Lender's acquisition of title to the Mortgaged Property, provided that: (i) the Senior Lender has given written notice to Mortgagor of a default under the Senior Mortgage in accordance with its terms, (ii) the Mortgagor shall not have cured the default under the Senior Mortgage within any applicable cure period(s) provided for therein; (iii) any proceeds from any subsequent sale of the Mortgaged Property, if any, which Mortgagee is entitled to receive after payment of all amounts due pursuant to the Senior Mortgage and pursuant to this Mortgage, are paid to Mortgagee, and (iv) such acquisition of title by the Senior Lender did not involve collusion between the Senior Lender and the Mortgagor for the purpose of avoiding low-income affordability restrictions pertaining to the Mortgaged Property or of avoiding payment of the recapture amounts due under this Mortgage.

## SECTION III

### ELIGIBILITY, PRINCIPAL RESIDENCY, TRANSFER, RESALE, FINANCING, REFINANCING COVENANTS AND DUE ON SALE PROVISION

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Mortgagor also covenants to comply with the residency, transfer, resale, financing and refinancing covenants and due on sale provision set forth in **Exhibit E** which covenants are all materially related to the City's achievement of the affordable housing objectives of the Program and the City's compliance with the NSP Legal Requirements.

## SECTION IV

### ADDITIONAL PURCHASE PRICE RECAPTURE AMOUNT DUE UPON SALE

Mortgagor also covenants that upon any direct or indirect sale or transfer of the Home, or the Mortgagor's interest therein, regardless of whether such sale or transfer constitutes an "**Event of Default**" under this Mortgage, Mortgagor shall, at the time of such sale or transfer, repay the City the Homebuyer Recapture Amount from any available Net Transfer Proceeds, subject to any applicable limitations upon repayment set forth in the NSP Legal Requirements.

Notwithstanding the foregoing, a sale or transfer arising from the death of the Mortgagor, which operates to transfer the Mortgagor's interest in the Mortgaged Property to the Mortgagor's heirs or beneficiaries, whether by will, trust or a similar estate planning instrument, or by intestacy, shall not be subject to the foregoing due on sale provision, but the successor(s) in title to the Mortgagor's interest in the Mortgaged Property shall continue to hold such title subject to the terms of this Mortgage.

Notwithstanding the first paragraph of this Section IV, if a sale or other transfer giving rise to a repayment obligation under such first paragraph occurs and the gross sales proceeds are insufficient to repay an amount equal to the sum of (a) the greater of either the Senior Lender's lien amount or Mortgagor's Total Purchase Price, plus (b) the then applicable Homebuyer Recapture Amount and any other amounts due and payable to Mortgagee under this Mortgage, Mortgagor shall pay Mortgagee an amount equal to the product of (i) the Net Transfer Proceeds, and (ii) a fraction, the numerator of which is the original Homebuyer Recapture Amount and the denominator of which is the sum of the original Homebuyer Recapture Amount plus Mortgagor's Total Purchase Price. For example, if Mortgagor's Total Purchase Price was \$185,000, the original Homebuyer Recapture Amount was \$15,000, the Net Transfer Proceeds was \$10,000, and the then applicable Homebuyer Recapture Amount was \$12,000, the repayment amount would be (a) \$10,000, times (b) \$15,000/\$200,000, or \$750.

## SECTION V

### DEFAULT

#### 5.01 Events of Default.

The terms "**Event of Default**" or "**Events of Default**", wherever used in the Mortgage, shall mean any one or more of the following events:

- (a) Mortgagor's breach of one or more of the residency, transfer, resale, financing or refinancing covenants or due on sale provision set forth in **Exhibit E**, which breach is not cured by Mortgagor within ten (10) days of Mortgagor's receipt of written notice from Mortgagee of such breach; or
- (b) Mortgagor's breach of any other term, covenant, condition, or agreement of this Mortgage, which breach is not cured by Mortgagor within thirty (30) days of Mortgagor's receipt of written notice from Mortgagee of such breach; provided, however, that in the event such default cannot reasonably be cured within such thirty (30) day period and if Mortgagor has commenced efforts to cure, then the time to cure shall be extended so long as said party diligently continues to cure such default; or

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(c) Any default continuing beyond all applicable cure periods under the Senior Mortgage that permits the Senior Lender to foreclose its lien thereunder.

## 5.02 Remedies.

(a) If an Event of Default arising from a breach of one or more of the covenants set forth in **Exhibit E** occurs (and unless the last paragraph of such Exhibit applies) (such a default, a "**Recapture Default**"), the Homebuyer Recapture Amount shall, at Mortgagee's sole option, become immediately due and payable and subject to recapture without further notice or demand.

(b) If a Recapture Default or any other Event of Default occurs, Mortgagee shall also be entitled to declare all other amounts secured hereby immediately due and payable without further notice or demand and shall have such rights and remedies as may be available at law or at equity, including, without limitation, and subject to the rights of the Senior Lender, the right to foreclose the lien hereof. The Mortgage and the right of foreclosure hereunder shall not (to the extent permitted by law) be impaired or exhausted by any foreclosure of the Senior Mortgage, and may be foreclosed successively and in parts, until all of the Mortgaged Property has been foreclosed against. In any such foreclosure, or upon the enforcement of any other remedy of Mortgagee hereunder, there shall be allowed and included as additional indebtedness, all expenditures and expenses which may be paid or incurred by or on behalf of Mortgagee for reasonable attorneys' fees, appraisers' fees, outlays for documentary and expert evidence, stenographers' charges, publication costs, and any title, survey and closing costs. All expenditures and expenses of the nature in this section 5.02(b) mentioned, and such expenses and fees as may be incurred in the protection of the Mortgaged Property and the maintenance of the lien of the Mortgage, including the reasonable fees of any attorney employed by Mortgagee in any litigation or proceeding affecting the Mortgage, or the Mortgaged Property or in preparation for the commencement or defense of any proceeding or threatened suit or proceeding, shall be immediately due and payable by Mortgagor, with interest thereon at the lesser of the highest rate permitted by law or fifteen percent (15%) per annum, and shall be secured by the Mortgage. The proceeds of any foreclosure sale of the Mortgaged Property shall be distributed and applied in the following order of priority: (i) on account of all costs and expenses incidental to the foreclosure proceedings, including all such items as are mentioned in this section; (ii) repayment of any indebtedness secured by any permitted Senior Mortgage or a permitted refinancing thereof; (iii) all recapture amounts and other amounts due under this Mortgage; and (iv) any remaining amounts due to Mortgagor, its successors or assigns, as their rights may appear.

## 5.03 Mortgagor Waivers.

Mortgagor shall not and will not apply for or avail itself of any appraisal, valuation, stay, extension or exemption laws, or any so-called "Moratorium Laws", now existing or hereafter enacted, in order to prevent or hinder the enforcement or foreclosure of the Mortgage, but hereby waives the benefit of such laws. Mortgagor, for itself and all who may claim through or under it, waives any and all right to have the property and estates comprising the Mortgaged Property marshaled upon any foreclosure of the lien hereof, and agrees that any court having jurisdiction to foreclose such lien may order the Mortgaged Property sold as an entirety. Mortgagee reserves the right to request that Mortgagor take the following actions after the commencement of a foreclosure action, to the extent permitted by law: (i) waive in writing any and all rights of reinstatement and/or redemption from sale under any order or decree of foreclosure of the Mortgage on its behalf and on behalf of each and every person; and (ii) file such written consent to waiver with the clerk of the applicable court.

## 5.04 Additional Mortgagee Rights.

Upon any other entering upon or taking of possession of the Mortgaged Property after the occurrence of an Event of Default, Mortgagee, subject to the rights of the Senior Lender, may hold, use, manage and

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control the Mortgaged Property and, from time to time (i) make all necessary and proper maintenance, repairs, renewals, replacements, additions, betterments and improvements thereto and thereon and purchase or otherwise acquire additional fixtures, personalty and other property required in connection therewith; (ii) insure or keep the Mortgaged Property insured; (iii) manage the Mortgaged Property and exercise all the rights and powers of Mortgagor to the same extent as Mortgagor could in its own name or otherwise with respect to the same; and (iv) enter into any and all agreements with respect to the exercise by others of any of the powers herein granted to Mortgagee, all as Mortgagee from time to time may reasonably determine to be to its best advantage. Mortgagee may collect and receive all the rents, issues, profits and revenues of the same, including those past due as well as those accruing thereafter, and, after deducting to the extent reasonable: (aa) expenses of taking, holding and managing the Mortgaged Property (including compensation for the services of all persons employed for such purposes); (bb) the cost of all such maintenance, repairs, renewals, replacements, additions, betterments, improvements and purchases and acquisitions; (cc) the cost of such insurance; (dd) such taxes, assessments and other similar charges as Mortgagee may determine to pay; (ee) other proper charges upon the Mortgaged Property or any part thereof; and (ff) the reasonable compensation, expenses and disbursements of the attorneys and agents of Mortgagee, shall apply the remainder of the monies and proceeds so received by Mortgagee first to payment of accrued interest; and second to the payment of principal. The balance of such funds, if any, after payment in full, of all of the aforesaid amounts (including, without limitation, the entire outstanding principal balance under this Mortgage) shall be paid to Mortgagor.

## 5.05 Right to Receiver.

Subject to the rights of the Senior Lender, if an Event of Default shall have occurred, Mortgagee, upon application to a court of competent jurisdiction, shall be entitled to the appointment of a receiver to take possession of and to operate the Mortgaged Property and to collect and apply the rents, issues, profits and revenues thereof. The receiver shall otherwise have all of the rights and powers to the fullest extent permitted by law.

## 5.06 Purchase by Mortgagee.

Upon any foreclosure sale, Mortgagee may bid for and purchase the Mortgaged Property and shall be entitled to apply all or any part of the indebtedness secured hereby as a credit to the purchase price; provided, however, that the Senior Lender has been paid in full.

## 5.07 Remedies Cumulative.

No right, power or remedy conferred upon or reserved to Mortgagee by the Mortgage is intended to be exclusive of any other right, power or remedy, but each and every right, power and remedy shall be cumulative and concurrent and shall be in addition to any other right, power and remedy given hereunder or now or hereafter existing at law, in equity or by statute.

## 5.08 No Waiver By Mortgagee.

No delay or omission of Mortgagee or of any holder of this Mortgage to exercise any right, power or remedy accruing upon any Event of Default shall exhaust or impair any such right, power or remedy or shall be construed to be a waiver of any such Event of Default or acquiescence therein; and every right, power and remedy given by the Mortgage to Mortgagee may be exercised from time to time as often as may be deemed expedient by Mortgagee. No consent or waiver, expressed or implied, by Mortgagee to or of any breach or Event of Default by Mortgagor in the performance of its obligations hereunder shall be deemed or construed to be a consent or waiver to or of any other breach or Event of Default in the performance of the same or any other obligations of Mortgagor hereunder. Failure on the part of Mortgagee to complain of any act or failure to act or to declare an Event of Default, irrespective of how long such failure continues, shall not constitute a

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waiver by Mortgagee of its rights hereunder or impair any rights, powers or remedies on account of any breach or default by Mortgagor.

## SECTION VI

### MISCELLANEOUS PROVISIONS

#### 6.01 Successors and Assigns.

This Mortgage shall inure to the benefit of and be binding upon Mortgagor and Mortgagee and their respective legal representatives, successors and assigns and any reference herein to the "Mortgage" or "Mortgagor" shall be deemed to include a reference to such legal representatives, successors and assigns.

#### 6.02 Terminology.

All personal pronouns used in the Mortgage, whether used in the masculine, feminine or neutral gender, shall include all other genders; the singular shall include the plural, and vice versa. Titles and sections are for convenience only and neither limit nor amplify the provisions of the Mortgage, and all references herein to sections shall refer to the corresponding sections of the Mortgage unless specific reference is made to such sections of another document or instrument.

#### 6.03 Severability.

If any provision of the Mortgage or the application thereof to any person or circumstance shall be invalid or unenforceable to any extent, the remainder of the Mortgage and the application of such provision to other persons or circumstances shall not be affected thereby and shall be enforced to the extent permitted by law.

#### 6.04 Security Agreement.

The Mortgage shall be construed as a "Security Agreement" within the meaning of and shall create a security interest under the Uniform Commercial Code as adopted by the State of Illinois with respect to any part of the Mortgaged Property which constitutes fixtures. Mortgagee shall have all the rights with respect to such fixtures afforded to it by said Uniform Commercial Code in addition to, but not in limitation of, the other rights afforded Mortgagee by the Mortgage or any other agreement.

#### 6.05 Modification.

No change, amendment, modification, cancellation or discharge hereof, or of any part hereof, shall be valid unless in writing and signed by the parties hereto or their respective successors and assigns. Mortgagor shall have no right to convey the Land into a land trust without obtaining the prior written consent of the Mortgagee.

#### 6.06 No Merger.

It being the desire and intention of the parties that the Mortgage and the lien hereof do not merge in fee simple title to the Mortgaged Property, it is hereby understood and agreed that should Mortgagee acquire any additional or other interests in or to said property or the ownership thereof, then, unless a contrary interest is manifested by Mortgagee as evidenced by an appropriate release duly executed and recorded, the Mortgage and the lien hereof shall not merge in the fee simple title, toward the end that this Mortgage may be foreclosed as if owned by a stranger to the fee simple title.

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## 6.07 Applicable Law.

The Mortgage shall be governed by the laws of the State of Illinois.

## 6.08 Certificates of Compliance.

If no Event of Default exists and Mortgagor retains ownership of the Mortgaged Property, upon the expiration of the Affordability Period, Mortgagee, within thirty (30) days of receipt of a written request from Mortgagor, shall execute a certificate of compliance in recordable form certifying to Mortgagor's full compliance with the covenants set forth in **Exhibit E** applicable during such period, and confirming the termination of any applicable recapture amounts.

## 6.09 Release of Mortgage.

If: (a) Mortgagor is not then in default under this Mortgage and retains ownership of the Mortgaged Property until the expiration of the last applicable affordability period, or (b) Mortgagor conveys the Mortgaged Property, giving rise to an Event of Default, and Mortgagor pays Mortgagee the amount Mortgagee is entitled to receive pursuant to the provisions of Section 5.02 above, then Mortgagor shall be deemed to have fully complied with the provisions contained in this Mortgage. In such event, Mortgagee shall execute a release of the Mortgage. Said release shall be in recordable form.

## 6.10 Further Assurances, Duty to Cooperate

Mortgagor, on request of Mortgagee, from time to time, covenants and agrees to execute and deliver such additional documents, amendments, agreements and undertakings as may be necessary to: correct any scrivener's error contained herein or in any related document; to perfect or to maintain as perfected valid lien(s) upon the Mortgaged Property any lien granted to Mortgagee under this Mortgage or any under any other agreement or undertaking; or to more fully and accurately set forth and reflect the affordability requirements of the NSP Legal Requirements and the Program.

## 6.11 Conflict

This Mortgage is intended to be consistent with and to implement the requirements of the NSP Legal Requirements. In the event of a conflict between this Mortgage and the NSP Legal Requirements, the latter shall govern and control.

## 6.12 Discretionary Authority.

Depending on market conditions, interest rates and any other attendant facts and circumstances related to a given resale of the Home, the Commissioner of DPD, in the Commissioner's sole discretion, may determine that a lesser recapture amount shall be due and payable hereunder than as specified elsewhere in this Mortgage, but in no such event shall the recapture amount be less than the amount required under the NSP Legal Requirements.

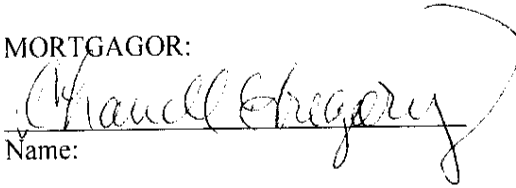
If an Event of Default occurs hereunder, the Commissioner, in the Commissioner's sole discretion, but subject to the approval of the Corporation Counsel, and dependent upon market conditions, interest rates and any other attendant facts and circumstances, may settle any claims with respect to this Mortgage, including, without limitation, accepting payment of an amount less than the full amount that would otherwise be due and payable under this Mortgage, if equitable and necessary or appropriate, but in no event shall such amount be less than the amount required under the NSP Legal Requirements.

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IN WITNESS WHEREOF, the undersigned has caused this Mortgage to be executed as of the day and year first above written.

MORTGAGOR:

Name:

A handwritten signature in black ink, appearing to read "Chancel Gregory", is written over a horizontal line. The signature is cursive and extends above and below the line.

Property of Cook County Clerk's Office

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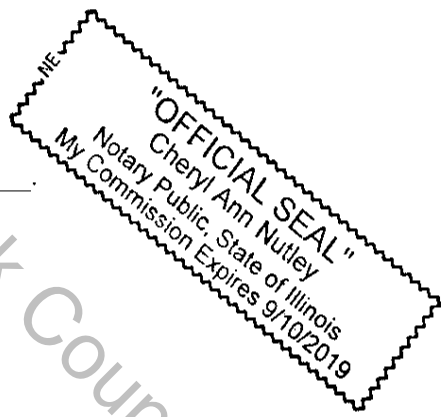
STATE OF ILLINOIS       )  
  )  
COUNTY OF COOK        )

I, Cheryl Ann Nutley, a Notary Public in and for said County, in the State aforesaid, do hereby certify that Chanell Gregory individually, personally known to me as the same person(s) whose name(s) is/are subscribed to the foregoing instrument, appeared before me this day in person and being first duly sworn by me acknowledged that he/she signed and delivered the said instrument as his/her free and voluntary act, for the uses and purposes therein set forth.

Given under my hand and notarial seal this 1<sup>st</sup> day of Sept, 2016.

Cheryl Ann Nutley  
Notary Public

My commission expires \_\_\_\_\_





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03/05/2016---SJ2

Order No.: 16004052LP

**For APN/Parcel ID(s): 20-22-209-007-0000**

---

LOT 13 IN BLOCK 4 IN SONNENSCHNEIN AND SOLOMON'S SUBDIVISION OF THE WEST 1/2 OF THE NORTHWEST 1/4 OF THE NORTHEAST 1/4 OF SECTION 22, TOWNSHIP 38 NORTH, RANGE 14, EAST OF THE THIRD PRINCIPAL MERIDIAN, IN COOK COUNTY, ILLINOIS.

Property of Cook County Clerk's Office

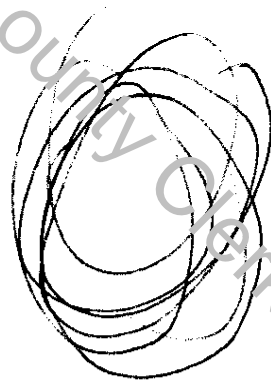
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## EXHIBIT A

The Land is improved with a (check one):

- Single Family Home \_\_\_\_\_
- Two-Flat Building   X
- Three Flat Building \_\_\_\_\_
- Other (specify below) \_\_\_\_\_

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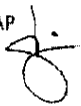
## EXHIBIT B



## DEPARTMENT OF FLEET & FACILITY MANAGEMENT

### MEMORANDUM

**To:** Lawrence Grisham  
 Managing Deputy Commissioner, Bureau of Housing  
 Department of Housing and Economic Development

**From:** David J. Reynolds, P.E., LEED AP  
 Commissioner 

**Date:** January 31, 2013

**Subject:** Environmental Compliance Certification  
 Neighborhood Stabilization Program 2 (1 Site)

The Department of Fleet and Facility Management (2FM) has completed the required federal environmental assessment review for the federally funded project listed below (the project), namely:

1. 6431 S. Vernon Ave.

2FM has determined that the project is in compliance with the environmental laws and authorities cited in the U.S. Department of Housing and Urban Development's (HUD's) "Environmental Review Procedures for Entities Assuming HUD Environmental Responsibilities," as set forth in 24 CFR Part 58.

In accordance with the federal grant conditions, 2FM has prepared the applicable environmental review record file for the project. This record file documents the City's finding that the proposed project actions are part of a larger undertaking for which a Finding of No Significant Impact (FONSI) was made on June 1, 2010, and for which circumstances have not changed significantly. All documentation supporting the FONSI level of clearance determination for the project will be maintained by 2FM.

Should you have any questions regarding this matter, please contact Kevin M. Laberge, of my staff, at (312) 742-0463.

**cc:** Roman Segal, DHED  
 Katie Ludwig, DHED  
 Jonah Hess, Mercy Portfolio Services  
 Eva Garrett, Mercy Portfolio Services  
 Allison Siebold, Mercy Portfolio Services  
 Kimberly Worthington, 2FM

DIR/EHS/kml

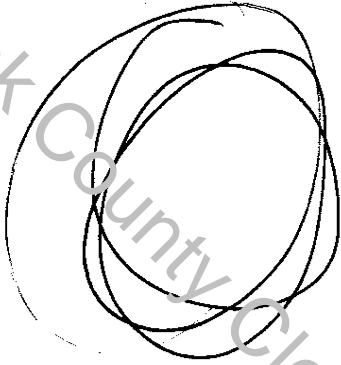
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## EXHIBIT C NSP MINIMUM REHABILITATION STANDARDS

- (i) HUD Housing quality Standards
- (ii) HUD Lead Safe Housing Rule
- (iii) NSP Energy Efficiency Standards

(See Attachments)

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## 24 CFR§ 982.401 –HUD HOUSING QUALITY STANDARDS

- (a) Performance and acceptability requirements. (1) This section states the housing quality standards (HQS) for housing assisted in the programs.
- (2) (i) The HQS consist of:
- (A) Performance requirements; and
  - (B) Acceptability criteria or HUD approved variations in the acceptability criteria.
- (ii) This section states performance and acceptability criteria for these key aspects of housing quality:
- (A) Sanitary facilities;
  - (B) Food preparation and refuse disposal;
  - (C) Space and security;
  - (D) Thermal environment;
  - (E) Illumination and electricity;
  - (F) Structure and materials;
  - (G) Interior air quality;
  - (H) Water supply;
  - (I) Lead-based paint;
  - (J) Access;
  - (K) Site and neighborhood;
  - (L) Sanitary condition; and
  - (M) Smoke detectors.
- (3) All program housing must meet the HQS performance requirements both at commencement of assisted occupancy, and throughout the assisted tenancy.
- (4) (i) In addition to meeting HQS performance requirements, the housing must meet the acceptability criteria stated in this section, unless variations are approved by HUD.
- (ii) HUD may approve acceptability criteria variations for the following purposes:
- (A) Variations which apply standards in local housing codes or other codes adopted by the PHA; or
  - (B) Variations because of local climatic or geographic conditions.
- (iii) Acceptability criteria variations may only be approved by HUD pursuant to paragraph (a)(4)(ii) of this section if such variations either:
- (A) Meet or exceed the performance requirements; or
  - (B) Significantly expand affordable housing opportunities for families assisted under the program.
- (iv) HUD will not approve any acceptability criteria variation if HUD believes that such variation is likely to adversely affect the health or safety of participant families, or severely restrict housing choice.

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## HUD LEAD SAFE HOUSING RULE and ENERGY STAR EFFICIENCY REQUIREMENTS

	1. Traditional NSP Program with Developer	2. NSP Acquisition Direct to Homebuyer	3. NSP Acquisition Direct to Homebuyer + Construction Subsidy	4. NSP Homebuyer Subsidy for Private Acquisition
<b>HUD Lead Safe Housing Rule (LSHR) Requirements (1)</b>	Rehabilitation Subpart J –	Rehabilitation Subpart J –	Rehabilitation Subpart J –	Homebuyer Subpart K -
Lead Evaluation or Visual Inspection	Paint Testing or Risk Assessment	Paint Testing and Risk Assessment	Paint Testing and Risk Assessment	Visual Assessment
Lead Reduction	Repair Surfaces, Interim Controls or Abatement	Repair Surfaces, Interim Controls or Abatement	Repair Surfaces, Interim Controls or Abatement	Paint Stabilization
Clearance	Clearance	Clearance	Clearance	Clearance
<b>NSP Energy Star Efficiency Requirements (2)</b>	Rehabilitation	Rehabilitation	Rehabilitation	Subsidy Assistance
>90 AFUE Furnace	Required	Required	Required	NA
>85 AFUE Boiler	Required	Required	Required	NA
>13 SEER AC Condenser	Required	Required	Required	NA
Insulation	Required	Required	Required	NA
Ceiling >38 R- Value	Required	Required	Required	NA
Wall >20 R- Value	Required	Required	Required	NA
Floor over unconditioned space,	Required	Required	Required	NA

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>30 R-Value				
Crawlspace >10 or >13	Required	Required	Required	NA
Basement Wall Insulation >10 or >13	Required	Required	Required	NA
Window:<.30 U-Value	Required	Required	Required	NA
Door: <.21 or <.27	Required	Required	Required	NA
Hot Water Tank – Energy Star rating, EF based on size and fuel type	Required	Required	Required	NA
Thermostat & Ductwork:	Required	Required	Required	NA
Programmable Thermostat	Required	Required	Required	NA
Supply ducts Insulation >R6 - R8	Required	Required	Required	NA
Lighting & Appliances	Required	Required	Required	NA
Energy Star qualified appliances, ceiling fans, exhaust fans	Required	Required	Required	NA
Energy Star qualified CFL's	Required	Required	Required	NA
<b>NSP Construction Monitoring</b>	Funds towards rehabilitation	Acquisition	Funds towards rehabilitation	Subsidy Assistance
Standard NSP Monitoring:	Site Visit and Documentation every other week	None during construction only a Final Inspection	Site Visit and Documentation every other week	NA
Notice of Substantial Completion	Issued by City – Release Dev Fee	NA	NA	NA
Certificate of Completion	Issued by DPD	(Final Inspection) Issued by City	Issued by City	NA

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- (1) HUD office of Community Planning and Development Programs Summary of Lead-Based Paint Requirements by Activity Guidelines.
- (2) Based on the ENERGY STAR Qualified Homes, Version 3 (Rev. 03) County-Level Reference Design: Climate Zone 5. If during construction a furnace, boiler, AC condenser, Hot Water Heater, Insulation, etc are altered then it is required to be replaced with these minimum standards.

## EXHIBIT D



NEIGHBORHOOD HOUSING SERVICES OF CHICAGO, INC.

# CERTIFICATE OF COMPLETION

Awarded to

CHANELL GREGORY

---

*For Successful Completion of the*

Home Buyer Seminar

23 FEBRUARY 2016  
DATE (EXPIRES ONE YEAR)



COUNSELOR



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## EXHIBIT E

### **Eligibility, Principal Residency, Transfer, Resale, Financing and Refinancing Covenants and Due on Sale Provision**

In consideration of the Homebuyer NSP Purchase Subsidy and/or the Homebuyer NSP Development Subsidy, as applicable, that have enabled the Mortgagor to purchase the Mortgaged Property for the reduced Homebuyer Contract Sales Price, and as a condition to the Mortgagee's provision of such subsidies to Mortgagor, Mortgagor covenants to Mortgagee that:

- (a) Mortgagor meets the income eligibility requirements under the Program.
- (b) Mortgagor shall own the Mortgaged Property, shall not lease the Mortgaged Property and shall utilize the Home as its primary residence.
- (c) Mortgagor shall not directly or indirectly sell or otherwise transfer the Mortgaged Property, or execute a deed in lieu of foreclosure (unless it complies with the requirements of Section 2.07, Article 4 and Article 5 of this Mortgage).
- (d) Mortgagor shall not refinance the Mortgaged Property, except to refinance the Senior Mortgage in an amount not greater than the original principal balance of the loan secured by the Senior Mortgage (including reasonable closing costs for the refinance transaction), as set forth in Section 2.04, or except as otherwise consented to by the Commissioner, in the Commissioner's sole discretion. **THIS REFINANCING RESTRICTION MEANS THAT THE HOMEOWNER IS RESTRICTED FROM USING THE MORTGAGED PROPERTY AS COLLATERAL FOR GETTING ADDITIONAL LOANS, INCLUDING, WITHOUT LIMITATION, LOANS TO REPAY CREDIT CARD DEBT, LOANS TO PURCHASE AUTOMOBILES, HOME EQUITY LOANS, DEBT CONSOLIDATION LOANS OR LOANS TO FINANCE THE PURCHASE OF OTHER PERSONAL OR REAL PROPERTY, UNLESS SUCH LOANS MEET THE REFINANCING REQUIREMENTS OF THE PREVIOUS SENTENCE. IF MORTGAGOR DESIRES TO GET A HOME IMPROVEMENT LOAN THAT WILL USE THE MORTGAGED PROPERTY AS COLLATERAL, AND IF THE COMMISSIONER CONSENTS TO SUCH LOAN, SUCH CONSENT MAY BE CONDITIONED UPON, AMONG OTHER THINGS, THE HOMEOWNER'S SUBMISSION TO THE COMMISSIONER, AND THE COMMISSIONER'S APPROVAL OF, CONSTRUCTION CONTRACTS, BUDGETS AND ESCROW OR OTHER FUNDING AGREEMENTS FOR SUCH HOME IMPROVEMENT PROJECT.**

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## EXHIBIT F

### EXHIBIT F

CITY OF CHICAGO

NEIGHBORHOOD STABILIZATION PROGRAM (NSP)

### SENIOR LENDER'S CERTIFICATION OF COMPLIANCE

US Bank Home Mort (LENDING INSTITUTION),

Hereby certifies that the standards, policies and practices followed in evaluating and approving the mortgage granted in connection with the Homebuyer's purchase of the NSP property located at 6431 S. Vernon (property address), Chicago, IL complies with all lending laws for non-traditional mortgages, and standards used to outline prudent underwriting and consumer protection principles with no predatory lending practices.

NAME AND TITLE OF AUTHORIZED SIGNATORY Joy R. Sinegar-Munoz

AUTHORIZED SIGNATURE Joy R. Sinegar-Munoz

ADDRESS 1000 E. 111th Street

CITY Chicago

STATE Illinois

ZIP 60628

TELEPHONE (815) 474-4683

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## EXHIBIT G

**TABLE OF INCOME LIMITS**  
(Effective March 6, 2015)

Household Size	10% Area Median Income	15% Area Median Income	20% Area Median Income	30% Area Median Income (HOME Extremely Low Income Limit)	40% Area Median Income	50% Area Median Income (HOME Very Low Income Limit)	60% Area Median Income	65% Area Median Income	80% Area Median Income (HOME Low Income Limit)	90% Area Median Income	95% Area Median Income	100% Area Median Income	115% Area Median Income	120% Area Median Income	140% Area Median Income
1 person	\$5,320	\$7,980	\$10,640	\$16,000	\$21,280	\$28,800	\$31,220	\$34,580	\$42,500	\$47,880	\$50,540	\$53,200	\$61,160	\$63,840	\$74,400
2 persons	\$6,080	\$9,120	\$12,160	\$18,250	\$24,320	\$32,400	\$36,480	\$39,620	\$49,000	\$54,720	\$57,700	\$60,680	\$69,620	\$72,960	\$85,720
3 persons	\$6,840	\$10,260	\$13,680	\$20,550	\$27,380	\$34,200	\$41,040	\$44,400	\$54,700	\$61,550	\$64,880	\$68,400	\$78,620	\$82,080	\$96,780
4 persons	\$7,600	\$11,400	\$15,200	\$24,250	\$30,400	\$38,000	\$46,500	\$49,400	\$60,000	\$68,400	\$72,200	\$76,000	\$87,400	\$91,200	\$106,400
5 persons	\$8,210	\$12,315	\$16,420	\$28,410	\$32,940	\$41,000	\$49,550	\$53,950	\$65,700	\$73,800	\$77,950	\$82,100	\$94,415	\$98,520	\$114,940
6 persons	\$8,820	\$13,230	\$17,640	\$32,570	\$35,280	\$44,100	\$52,920	\$57,200	\$70,500	\$79,560	\$83,790	\$88,200	\$101,430	\$105,840	\$123,480
7 persons	\$9,430	\$14,145	\$18,860	\$36,730	\$37,720	\$47,150	\$56,390	\$61,200	\$75,400	\$84,870	\$89,495	\$94,300	\$108,445	\$113,160	\$132,020
8 persons	\$10,040	\$15,050	\$20,060	\$40,890	\$40,880	\$50,200	\$60,240	\$65,200	\$80,300	\$90,350	\$95,360	\$100,400	\$115,460	\$120,480	\$140,560
9 persons	\$10,650	\$15,960	\$21,280	\$45,050	\$45,050	\$54,200	\$64,500	\$69,150	\$85,100	\$95,750	\$100,800	\$106,000	\$122,360	\$127,600	\$148,960
10 persons	\$11,260	\$16,870	\$22,486	\$49,210	\$49,210	\$58,240	\$68,800	\$73,112	\$89,964	\$101,232	\$106,856	\$112,480	\$129,322	\$134,976	\$157,472

**NOTES:**  
 -Income limits are for the Chicago-Naperville-Joliet, IL HUD Metro FIVE Area.  
 -Effective limits subject to HUD approval.  
 -Income limits are calculated based on HUD methodology based on Very Low Income (30% AMI) limit.  
 -Income limits for 1-4 person households are calculated at 140% of 4-person limits.  
 -Income limits for 5-9 person households are calculated at 140% of 4-person limits.  
 -Income limits for 10-person households are calculated at 140% of 4-person limits.