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PREPARED BY AND MAIL TO:

96272091

MIDWEST MORTGAGE SERVICES, INC.
1901 SOUTH MEYERS ROAD, SUITE 300
OAKBROOK TERRACE, IL 60181

DEPT-01 RECORDING \$31.00
T#0009 TRAM 1768 04/11/96 13:13:00
48985 * RH * -96-272091
COOK COUNTY RECORDER

LOAN # 7516789

[Space Above This Line For Recording Data]

MORTGAGE

3/10/96

THIS MORTGAGE ("Security Instrument") is given on April 5th, 1996. The mortgagor is
ROBERT L. HEIBERGER and
CECILIA HEIBERGER, HIS WIFE, IN JOINT TENANCY

("Borrower"). This Security Instrument is given to
HERITAGE COMMUNITY BANK

which is organized and existing under the laws of THE STATE OF ILLINOIS, and whose
address is 18301 S. HALSTED ST.
GLENWOOD, IL 60425 ("Lender"). Borrower owes Lender the principal sum of

SIXTY FOUR THOUSAND & 00/100 Dollars (U.S. \$ 64,000.00).
This debt is evidenced by Borrower's note dated the same date as this Security Instrument ("Note"), which provides for monthly
payments, with the full debt, if not paid earlier, due and payable on May 1, 2011. 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 paragraph 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
TAX ID #: 30-32-113-017 & 30-32-113-018 COOK County, Illinois:
LOT 17 AND 18 IN BLOCK 5 IN NORTH LANSING IN THE WEST 1/2 OF THE EAST 1/2 OF
THE NORTHWEST 1/4 OF SECTION 32, TOWNSHIP 36 NORTH, RANGE 15, EAST OF THE THIRD
PRINCIPAL MERIDIAN, IN COOK COUNTY, ILLINOIS.

96272091

which has the address of 3443 MONROE ST. LANSING [Street, City],
Illinois 60438 [Zip Code] ("Property Address");

ILLINOIS - Single Family - FNMA/FHLMC UNIFORM
INSTRUMENT Form 3014 9/90
6R(IL) (9405) Amended 5/91
VMP MORTGAGE FORMS - (800)521-7291

INITIALS
[Handwritten Signature]



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FORM 204 (REV. 11-15-58)

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Form 204 (REV. 11-15-58)

of the actions set forth above within 10 days of the giving of notice.

Security Instrument, Lender may give Borrower a notice identifying the lien. Borrower shall satisfy the lien or take one or more of the following actions: (a) secure from the holder of the lien an agreement satisfactory to Lender subordinating the lien to the Security Instrument; (b) secure from the holder of the lien an agreement satisfactory to Lender subordinating the lien to the Security Instrument; (c) secure from the holder of the lien an agreement satisfactory to Lender subordinating the lien to the Security Instrument; (d) secure from the holder of the lien an agreement satisfactory to Lender subordinating the lien to the Security Instrument; (e) secure from the holder of the lien an agreement satisfactory to Lender subordinating the lien to the Security Instrument; (f) secure from the holder of the lien an agreement satisfactory to Lender subordinating the lien to the Security Instrument; (g) secure from the holder of the lien an agreement satisfactory to Lender subordinating the lien to the Security Instrument; (h) secure from the holder of the lien an agreement satisfactory to Lender subordinating the lien to the Security Instrument; (i) secure from the holder of the lien an agreement satisfactory to Lender subordinating the lien to the Security Instrument; (j) secure from the holder of the lien an agreement satisfactory to Lender subordinating the lien to the Security Instrument; (k) secure from the holder of the lien an agreement satisfactory to Lender subordinating the lien to the Security Instrument; (l) secure from the holder of the lien an agreement satisfactory to Lender subordinating the lien to the Security Instrument; (m) secure from the holder of the lien an agreement satisfactory to Lender subordinating the lien to the Security Instrument; (n) secure from the holder of the lien an agreement satisfactory to Lender subordinating the lien to the Security Instrument; (o) secure from the holder of the lien an agreement satisfactory to Lender subordinating the lien to the Security Instrument; (p) secure from the holder of the lien an agreement satisfactory to Lender subordinating the lien to the Security Instrument; (q) secure from the holder of the lien an agreement satisfactory to Lender subordinating the lien to the Security Instrument; (r) secure from the holder of the lien an agreement satisfactory to Lender subordinating the lien to the Security Instrument; (s) secure from the holder of the lien an agreement satisfactory to Lender subordinating the lien to the Security Instrument; (t) secure from the holder of the lien an agreement satisfactory to Lender subordinating the lien to the Security Instrument; (u) secure from the holder of the lien an agreement satisfactory to Lender subordinating the lien to the Security Instrument; (v) secure from the holder of the lien an agreement satisfactory to Lender subordinating the lien to the Security Instrument; (w) secure from the holder of the lien an agreement satisfactory to Lender subordinating the lien to the Security Instrument; (x) secure from the holder of the lien an agreement satisfactory to Lender subordinating the lien to the Security Instrument; (y) secure from the holder of the lien an agreement satisfactory to Lender subordinating the lien to the Security Instrument; (z) secure from the holder of the lien an agreement satisfactory to Lender subordinating the lien to the Security Instrument.

3. Application of Payments. Unless applicable law provides otherwise, all payments received by Lender under paragraphs 1 and 2 shall be applied: first, to any prepayment charges due under the Note; second, to amounts payable under paragraph 2; third, to interest due; fourth, to principal due; and last, to any late charges due under the Note.

4. Charges; Lender. Borrower shall pay all taxes, assessments, charges, fines and impositions attributable to the Property which may arise from the use of the Property, including but not limited to property taxes, school taxes, and taxes on the Property. Borrower shall also pay all charges for the use of the Property, including but not limited to utility charges, maintenance charges, and charges for the use of the Property.

5. Escrow Account. Borrower shall establish and maintain an escrow account for the payment of taxes, assessments, charges, fines and impositions attributable to the Property, and for the payment of charges for the use of the Property. Lender shall have the right to inspect and audit the escrow account at any time.

6. Insurance. Borrower shall maintain and pay for insurance on the Property, including but not limited to fire, theft, and liability insurance. Lender shall have the right to inspect and audit the insurance policy at any time.

7. Default. In the event of default by Borrower under this Security Instrument, Lender shall have the right to accelerate the debt evidenced by the Note and to foreclose on the Property. Lender shall also have the right to take any action which is necessary to protect its interest in the Property.

8. Assignment. This Security Instrument shall be assignable by Lender without the consent of Borrower. Borrower shall be bound by the terms of this Security Instrument whether or not it is assigned.

9. Governing Law. This Security Instrument shall be governed by the law of the State of California.

10. Entire Agreement. This Security Instrument constitutes the entire agreement between the parties and supersedes all other agreements, oral or written, relating to the subject matter hereof.

11. Acknowledgment. Borrower acknowledges that he/she understands the contents of this Security Instrument and that he/she enters into this Security Instrument voluntarily and without coercion.

12. Signatures. This Security Instrument shall be signed by the parties in the presence of each other and of a notary public.

13. Recording. This Security Instrument shall be recorded in the public records of the County of Los Angeles, California.

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5. Hazard or Property Insurance. Borrower shall keep the improvements now existing or hereafter erected on the Property insured against loss by fire, hazards included within the term "extended coverage" and any other hazards, including floods or flooding, for which Lender requires insurance. This insurance shall be maintained in the amounts and for the periods that Lender requires. The insurance carrier providing the insurance shall be chosen by Borrower subject to Lender's approval 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 paragraph 7.

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

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 paragraphs 1 and 2 or change the amount of the payments. If under paragraph 21 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.

6. Occupancy, Preservation, Maintenance and Protection of the Property; Borrower's Loan Application; Leaseholds. Borrower shall occupy, establish, and use the Property as Borrower's principal residence within sixty days after the execution of this Security Instrument and shall continue to occupy the Property as Borrower's principal residence for at least one year after the date of occupancy, unless Lender otherwise agrees in writing, which consent shall not be unreasonably withheld, or unless extenuating circumstances exist which are beyond Borrower's control. Borrower shall not destroy, damage or impair the Property, allow the Property to deteriorate, or commit waste on the Property. Borrower shall be in default if any forfeiture action or proceeding, whether civil or criminal, is begun that in Lender's good faith judgment could result in forfeiture of the Property or otherwise materially impair the lien created by this Security Instrument or Lender's security interest. Borrower may cure such a default and reinstate, as provided in paragraph 18, by causing the action or proceeding to be dismissed with a ruling that, in Lender's good faith determination, precludes forfeiture of the Borrower's interest in the Property or other material impairment of the lien created by this Security Instrument or Lender's security interest. Borrower shall also be in default if Borrower, during the loan application process, gave materially false or inaccurate information or statements to Lender (or failed to provide Lender with any material information) in connection with the loan evidenced by the Note, including, but not limited to, representations concerning Borrower's occupancy of the Property as a principal residence. If this Security Instrument is on a leasehold, Borrower shall comply with all the provisions of the lease. If Borrower acquires fee title to the Property, the leasehold and the fee title shall not merge unless Lender agrees to the merger in writing.

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 regulation), 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, appearing in court, paying reasonable attorneys' fees and entering on the Property to make repairs. Although Lender may take action under this paragraph 7, Lender does not have to do so.

Any amounts disbursed by Lender under this paragraph 7 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. Mortgage Insurance If Lender required mortgage insurance as a condition of making the loan secured by this Security Instrument, Borrower shall pay the premiums required to maintain the mortgage insurance in effect. If, for any reason, the mortgage insurance coverage required by Lender lapses or ceases to be in effect, Borrower shall pay the premiums required to obtain coverage substantially equivalent to the mortgage insurance previously in effect, at a cost substantially equivalent to the cost to Borrower of the mortgage insurance previously in effect, from an alternate mortgage insurer approved by Lender. If substantially equivalent mortgage insurance coverage is not available, Borrower shall pay to Lender each month a sum equal to one-twelfth of the yearly mortgage insurance premium being paid by Borrower when the insurance coverage lapsed or ceased to be in effect. Lender will accept, use and retain these payments as a loss reserve in lieu of mortgage insurance. Loss reserve

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Property of Cook County Clerk's Office

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

17. **Transfer of the Property or a Beneficial Interest in Borrower.** If all or any part of the Property or any interest in it is sold or transferred (or if a beneficial interest in Borrower is sold or transferred and Borrower is not a natural person) without Lender's prior written consent, Lender may, at its option, require immediate payment in full of all sums secured by this Security Instrument. However, this option shall not be exercised by Lender if exercise is prohibited by federal law as of the date of this Security Instrument.

If Lender exercises this option, Lender shall give Borrower notice of acceleration. The notice shall provide a period of not less than 30 days from the date the notice is delivered or mailed within which Borrower must pay all sums secured by this Security Instrument. 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.

18. **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) 5 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: (a) pays Lender all sums which then would be due under this Security Instrument and the Note as if no acceleration had occurred; (b) cures any default of any other covenants or agreements; (c) pays all expenses incurred in enforcing this Security Instrument, including, but not limited to, reasonable attorneys' fees; and (d) takes 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 paragraph 17.

19. **Sale of Note; Change of Loan Servicer.** The Note or a partial interest in the Note (together with this Security Instrument) may be sold one or more times without prior notice to Borrower. A sale may result in a change in the entity (known as the "Loan Servicer") that collects monthly payments due under the Note and this Security Instrument. There also may be one or more changes of the Loan Servicer unrelated to a sale of the Note. If there is a change of the Loan Servicer, Borrower will be given written notice of the change in accordance with paragraph 14 above and applicable law. The notice will state the name and address of the new Loan Servicer and the address to which payments should be made. The notice will also contain any other information required by applicable law.

20. **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 storage on the Property of small quantities of Hazardous Substances that are generally recognized to be appropriate to normal residential uses and to maintenance of the Property.

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

As used in this paragraph 20, "Hazardous Substances" are those substances defined as toxic or hazardous substances by Environmental Law and the following substances: gasoline, kerosene, other flammable or toxic petroleum products, toxic pesticides and herbicides, volatile solvents, materials containing asbestos or formaldehyde, and radioactive materials. As used in this paragraph 20, "Environmental Law" means federal laws and laws of the jurisdiction where the Property is located that relate to health, safety or environmental protection.

NON-UNIFORM COVENANTS. Borrower and Lender further covenant and agree as follows:

21. **Acceleration; Remedies.** Lender shall give notice to Borrower prior to acceleration following Borrower's breach of any covenant or agreement in this Security Instrument (but not prior to acceleration under paragraph 17 unless applicable law provides otherwise). The notice shall specify: (a) the default; (b) the action required to cure the default; (c) a date, not less than 30 days from the date the notice is given to Borrower, by which the default must be cured; and (d) that failure to cure the default on or before the date specified in the notice may result in acceleration of the sums secured by this Security Instrument, foreclosure by judicial proceeding and sale of the Property. The notice shall further inform Borrower of the right to reinstate after acceleration and the right to assert in the foreclosure proceeding the non-existence of a default or any other defense of Borrower to acceleration and foreclosure. If the default is not cured on or before the date specified in the notice, Lender, at its option, may require immediate payment in full of all sums secured by this Security Instrument without further demand and may foreclose this Security Instrument by judicial proceeding. Lender shall be entitled to collect all expenses incurred in pursuing the remedies provided in this paragraph 21, including, but not limited to, reasonable attorneys' fees and costs of title evidence.

Form 3014, 9/90

In State: *[Signature]*

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My Commission Expires 6/3/96
Notary Public, State of Illinois
DENISE PAPERNIK
OFFICIAL SEAL

This instrument was prepared by: JENNIFER PORTNER
RECORD AND RETURN TO: MIDWEST MORTGAGE SERVICES, INC.
1901 SOUTH MEYERS ROAD, SUITE 300
OAKBROOK TERRACE, IL 60181
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My Commission Expires: 6/3/96

Notary Public

Denise Papernik
day of APRIL 5, 1996

subscribed to the foregoing instrument, appeared before me this day in person, and acknowledged that they signed and delivered the said instrument as THEIR free and voluntary act, for the uses and purposes therein set forth. Given under my hand and official seal, this 5

ROBERT L. HEIBERGER AND CECILIA HEIBERGER, HIS WIFE
THE UNDERSIGNED
a Notary Public in and for said county and state do hereby certify that

STATE OF ILLINOIS, COOK County ss:

Robert L. Heiberger
ROBERT L. HEIBERGER
-Borrower (Seal)
Cecilia Heiberger
CECILIA HEIBERGER
-Borrower (Seal)

-Borrower (Seal)

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.
Witnesses:

- V.A. Rider
- Balloon Rider
- Graduated Payment Rider
- Adjustable Rate Rider
- Condominium Rider
- Planned Unit Development Rider
- Rate Improvement Rider
- Other(s) [specify]
- 1-4 Family Rider
- Biweekly Payment Rider
- Second Home Rider

24. Rider, 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 a part of this Security Instrument. (Check applicable box(es))

22. 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.
23. Waiver of Homestead. Borrower waives all right of homestead exemption in the Property.

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