

## UNOFFICIAL COPY

MORTGAGE  
7th day of December 1988  
THIS MORTGAGE is made this \_\_\_\_\_ day of \_\_\_\_\_, between the Mortgagor(s), Michael J. Serio and Katherine B. Riehl, married to each other, as Joint Tenants (herein "Borrower"), and the Mortgagee, TRAVENOL EMPLOYEES CREDIT UNION, whose address is 1425 Lake Cook Road, Deerfield, Illinois 60015 (herein "Lender").

WHEREAS, Borrower is indebted to Lender in the principal sum of Twenty-nine thousand nine hundred ninety-seven dollars, which indebtedness is evidenced by Borrower's note of even date (herein "Note"), providing for monthly installments of principal and interest, with the balance of the indebtedness, if not sooner paid, due and payable on December 12, 1991.

TO SECURE to Lender the repayment of the indebtedness evidenced by the Note, with interest thereon, the payment of all other sums, with interest thereon, advanced in accordance herewith to protect the security of this Mortgage, and the performance of the covenants and agreements of Borrower herein contained, Borrower does hereby mortgage, grant and convey to Lender, and the Lender's successors, the following described property located in Cook County, State of Illinois:

Lot 29 in Smith & Dawson Second Addition to Country Club acres Prospect Heights, Illinois being a Subdivision of the South West 1/4 of the South East 1/4 and the West 10 acres of the North West 1/4 of the South East 1/4 of Section 22, Township 42 North, Range 11, East of the Third Principal Meridian, in Cook County, Illinois.

PLN: 03-22-405-005

which has the address of 109 E 31st Ave, Prospect Heights, Illinois 60070 and which with the property hereinafter described is referred to herein as the "property".

TOGETHER with all of the improvements now or hereafter erected on the property, and all easements, rights, appurtenances, rents, profits, and all fixtures now or hereafter attached to the property, all of which, including replacements and additions thereto, shall be deemed to be and remain a part of the property covered by this Mortgage.

TO HAVE AND TO HOLD the property unto the Lender, and the Lender's successors and assigns, forever, for the purposes, and upon the uses herein set forth, free from all rights and benefits under and by virtue of the Homestead Exemption Laws of the State of Illinois, which said rights and benefits the Borrower does herein expressly release and waive. Borrower hereby covenants and agrees to perform all of its obligations under the Prior Note, the Prior Mortgage and all other documents and instruments ("PRIOR LOAN DOCUMENTS") if any, related to the loan ("Prior Loan") evidenced by the Prior Note, including but not limited to all of the Borrower's obligations to make payments thereunder when and as they become due. Any default under the Prior Mortgage or Prior Note shall constitute a default hereunder.

In the event the holder of the Prior Note and the Prior Mortgage exercises its rights under the Prior Note, or the Prior Mortgage, to immediately declare all sums remaining unpaid under the Prior Loan to be immediately due and payable, then Lender may, at its option, also declare all remaining unpaid interest and principal under the Note secured by this Mortgage to be also immediately due and payable, immediately upon notice thereof to Borrower, or to step in and assume payments to the Prior Note holding all such amount paid to the principal of this loan.

1. This Mortgage is junior and subordinate to a first mortgage on the property from the Borrower to Chase Home Mortgage Corp. dated 5/2/86, in the original principal amount of Ninety thousand \$ 00/100 Dollars (\$ 90,000.00), made by the Borrower and payable to the holder of the Prior Note and the Prior Mortgage. Borrower hereby covenants and agrees to perform all of its obligations under the Prior Note, the Prior Mortgage and all other documents and instruments ("PRIOR LOAN DOCUMENTS") if any, related to the loan ("Prior Loan") evidenced by the Prior Note, including but not limited to all of the Borrower's obligations to make payments thereunder when and as they become due. Any default under the Prior Mortgage or Prior Note shall constitute a default hereunder.

In the event the holder of the Prior Note and the Prior Mortgage exercises its rights under the Prior Note, or the Prior Mortgage, to immediately declare all sums remaining unpaid under the Prior Loan to be immediately due and payable, then Lender may, at its option, also declare all remaining unpaid interest and principal under the Note secured by this Mortgage to be also immediately due and payable, immediately upon notice thereof to Borrower, or to step in and assume payments to the Prior Note holding all such amount paid to the principal of this loan.

2. Borrower shall pay promptly when due the principal and interest on the indebtedness evidenced by the Note, late charges as provided in the Note, and each indebtedness which may be secured by a lien or charge on the premises superior to the lien hereof.

3. In the event of the enactment after this date of any law of Illinois deducting from the value of land for the purpose of taxation any lien thereon, or imposing upon the Lender the payment of the whole or any part of the taxes or assessments or charges of any kind required to be paid by Borrower, or changing in any way the laws relating to the taxation of mortgages or debts secured by mortgages or the Lender's interest in the property, or the manner of collection of taxes, so as to affect this mortgage or the debt secured hereby or the holder thereof, then and in each such event, the Borrower, upon demand by the Lender, shall pay such taxes or assessments, or reimburse the Lender therefor; provided, however, that if in the opinion of counsel for the Lender (a) it might be unlawful to require Borrower to make such payment or (b) the making of such payment might result in the imposition of interest beyond the maximum amount permitted by law, then and in such event, the Lender may elect, by notice in writing given to the Borrower, to declare all of the indebtedness secured hereby to be and become due and payable sixty (60) days from the giving of such notice.

4. If, by the laws of the United States of America or of any state having jurisdiction in the premises, a tax is due or becomes due in respect of the issuance of the note hereby secured, the Borrower covenants and agrees to pay each such tax in the manner required by any such law. The Borrower further covenants to hold harmless and agree to indemnify the Lender, and the Lender's successors or assigns, against all liability incurred by reason of the imposition of a tax on the issuance of the note secured hereby.

5. Before any penalty attaches borrower shall pay all taxes, assessments and other charges, fines and impositions attributable to the property which may attain a priority over this Mortgage.

6. 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 such other hazards as Lender may require for the full insurable value without co-insurance providing for payment by the insurance companies of monies sufficient either to pay the cost of replacing or repairing the same or to pay in full the indebtedness secured hereby, under insurance policies payable, in case of loss or damage, to Lender, such rights to be evidenced by the standard mortgage clause to be attached to each policy, and shall deliver all policies, including additional and renewal policies, to the Lender, and in case of insurance about to expire, shall deliver renewal policies not less than ten (10) days prior to the dates of expiration. Each policy of insurance shall include a provision to the effect that it shall not be cancelled or modified without thirty (30) days prior written notice to the Lender. If the Prior Mortgage requires delivery of each such insurance policy to the holder of the Prior Mortgage, then Borrower may satisfy its obligation under this paragraph by delivering a duplicate original of each such policy or a certificate therefor to the Lender.

7. In case of loss, the Lender is hereby authorized, at its sole option, either (i) to settle and adjust any claim under such insurance policies without consent of Borrower or (ii) to allow Borrower to agree with the insurance company or companies on the amount to be paid upon the loss, subject to Lender's rights under the PRIOR LOAN DOCUMENTS. In either case, Lender shall have the right to collect and receipt for such insurance money. Such insurance proceeds shall be applied either from time to time and at the sole option of the Lender, in payment or reduction of the indebtedness secured hereby, whether due or not, or be held by the Lender and used to reimburse Borrower for the cost of the repair or restoration of buildings or improvements on said property. The buildings and improvements shall be so repaired or restored as the Lender may require and approve. No payment made prior to the final completion of such repair or restoration work shall exceed ninety percent (90%) of the value of such work performed; from time to time, and at all times the undisbursed balance of said proceeds remaining in the hands of the Lender shall be at least sufficient to pay for the cost of completion of such work free and clear of liens.

8. Borrower hereby assigns, transfers and sets over unto the Lender the entire proceeds of each award or claim for damages for any of the property taken or damaged under the power of eminent domain or by condemnation, subject to the Lender's rights under the Prior Loan Documents. The Lender may elect to apply the proceeds of the award upon or in reduction of the indebtedness secured hereby, whether due or not, or to require Borrower to restore or rebuild, in which event the proceeds shall be held by the Lender and used to reimburse Borrower for the cost of the rebuilding or restoring of buildings or improvements on the property, in accordance with plans and specifications to be submitted to and approved by the Lender. If Borrower is authorized by the Lender's election as aforesaid to rebuild or restore, the proceeds of the award shall be paid out in the same manner as is provided in Paragraph 7 hereof for the payment of insurance proceeds toward the cost of repairing or restoring. The surplus which may remain out of said award after payment of such cost of repair, rebuilding or restoration, at the option of the Lender, shall be applied on account of the indebtedness secured hereby.

9. Borrower shall keep the property in good condition and repair, without waste and free from mechanic's liens or other liens or claims not expressly subordinated to the lien hereof, unless otherwise herein provided for, and shall comply with all requirements of law or municipal ordinance with respect to the property and the use thereof.

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10. If Borrower fails to make the payments or any other amounts due under this Mortgage, and any default is continued which materially affects Lender's interest, Lender may, without notice, demand, call, receive, or accept any amounts of prior readings involving a lumpsum or otherwise, then Lender, if Lender's option upon notice to Borrower, may but need not, make such an advance, deduct such sum and take such action as is necessary to protect Lender's interest, including, but not limited to, disbursement of reasonable attorney's fees and entry upon the property to make repairs.

As expenditures and expenses incurred by Lender pursuant to this Paragraph 10, with interest thereon, shall become additional indebtedness of Borrower secured by this Mortgage, unless Borrower and Lender agree to other terms of payment, such amounts shall be payable upon notice from Lender to Borrower in preceding payment thereof, and shall bear interest from the date of disbursement at the rate payable from time to time on outstanding principal under the Note unless maximum of interest at such rate will be contrary to applicable law, in which event such amounts shall bear interest at the highest rate permissible under applicable law. Nothing contained in this Paragraph 10 shall require Lender to incur any expense or take any action hereunder.

11. Borrower covenants and agrees that it and to the extent Lender pays installments of principal or interest or any other sums due under the Prior Note, the Prior Mortgage or the other documents or instruments, if any, evidencing or securing the Prior Loan, Lender shall be subrogated to the rights, title, security interest, powers and privileges granted to the holder of the Prior Note and the Prior Mortgage, and the Prior Mortgage shall remain in existence to secure Borrower's obligation to repay all such installments or other sums paid by Lender.

12. As long as any indebtedness secured hereby remains unpaid, in the event that Borrower without the prior written consent of the Lender, shall transfer, encumber, mortgage or lease all or a portion of the property, such action shall constitute an event of default under this Mortgage and the Lender shall have the right, at its election, to declare immediately due and payable the entire indebtedness secured hereby.

13. To the extent permitted by law, if bankruptcy or any other proceeding for relief under any bankruptcy or similar law for the relief of debtors, is instituted by or against Borrower, the Lender, at its option, may declare this Mortgage in default upon notice to Borrower, whereupon the entire indebtedness secured hereby shall become immediately due and payable.

14. In addition to all other rights of Lender contained herein, in the event Borrower (i) fails to make any payment when due hereunder, or (ii) defaults in the performance of any other of Borrower's obligations hereunder and said default shall continue for ten (10) days, then Lender, at its option, and without the necessity of giving notice or demand, the same being hereby expressly waived, may declare any portion or the entire principal balance, together with all other charges, immediately due and payable. The necessity of demand that payment be made in accordance with the terms hereof as a condition precedent to the exercise of such option subsequent to the acceptance of overdue payments is hereby waived. The acceptance of any sum less than a full installment shall not be construed as a waiver of a default in the payment of such full installment.

15. When the indebtedness hereby secured shall become due whether by acceleration or otherwise, Lender shall have the right to foreclose the lien created to secure the lien hereof, there shall be allowed and included as additional indebtedness in the decree for sale all expenditures and any expenses which may be paid or incurred by or on behalf of Lender for attorneys' fees, appraiser's fees, outlays for documentary and expert evidence, stenographer's transcripts, publication costs and costs (which may be estimated as to items to be expended after entry of the decree of foreclosing all such effects of title, title searches and examinations, title insurance policies, Torrens certificates, and similar data and assurances with respect to title as Lender may deem reasonable to be necessary) either to prosecute such suit or to evidence to bidders at any sale which may be had pursuant to such decree the true condition of the title to or the value of the premises. All expenditures and expenses of the nature in this paragraph mentioned shall become additional indebtedness secured hereby and immediately due and payable, with interest thereon at the highest rate now permitted by Illinois law, when paid or incurred by Lender in connection with (a) any proceeding, including probate and bankruptcy proceedings, to which the Lender shall be a party, either as plaintiff, claimant or defendant, by reason of this mortgage or any indebtedness hereby secured; or (b) preparations for the commencement of any suit for the foreclosure hereof after accrual of such right to foreclose whether or not actually commenced; or (c) preparations for the defense of any actual or threatened suit or proceeding which might affect the property or the security hereof.

16. The proceeds of a forced sale of the property shall be distributed and applied in the following order of priority: First, off account of all costs and expenses incident to the foreclosing proceedings, including all such items as are mentioned in the preceding paragraph hereof, second, on other items which under the terms hereof constitute secured indebtedness additional to that evidenced by the note, with interest thereon as herein provided; third, off principal and interest remaining unpaid on the note to the last remaining sums to Borrower, its heirs or legal representatives, as its right may appear.

17. Upon or at any time after the date of a complaint to foreclose this Mortgage the party in which such complaint is filed shall be entitled to a valid property. Such appointment may be authorized by or after sale, with or without notice, without regard to the ownership or occupancy of Borrower at the time of application for such receiver and without regard to the then value of the property or whether the same shall then be occupied as a home or not, and the Lender may be appointed as such receiver. Such receiver shall have power to collect the rents, issues and profits of said property during the probability of such foreclosure not and, in case of a sale and a deficiency, during the 18 month statutory period of redemption, whether there be reorganization or not, as well as during one further year when Borrower, except for the intervention of such receiver, would be entitled to collect such rents, issues and profits, and all time so spent will be paid by the receiver. Costs of all usual in such cases for the protection, control, management and operation of the property during the whole of said period. The court from time to time may authorize the receiver to apply the rents income in his hands in part or in whole or in part of (1) the indebtedness secured hereby, as by law, during the time of this Mortgage, and each tax, special assessment or other lien which may be of record super or to the title holder or of such character, price or value as may be made prior to foreclosing sale; (2) the deficiency in case of a sale and deficiency.

18. No action for the enforcement of the lien or of any provision hereof shall be subject to any defense which would not be good and available to the party interpreting same in an action at law upon the notice herein set forth.

19. The Borrower at the request of the Lender shall provide copies of paid tax bills.

20. Borrower represents and agrees that the obligation secured hereby does not exceed a sum secured by a note or a credit in a bank which is incorporated within the purview of Ill. Rev. Stat., 1963, c. 17 Subsection 654(7)(b), as amended. All representations herein and in the Note, unless otherwise specifically set forth in this instrument, are deemed to be true and accurate to the best of Borrower's knowledge, belief and information then existing. The amount of the Note for the use of the funds to be disbursed hereunder exceed the highest lawful and permissible under applicable laws. If, however, determined otherwise, notwithstanding any provision hereof or of said Note or of this instrument, such provision shall be void, until proven otherwise, the limit of validity notwithstanding the law which may exist, claim up against herein, the obligation to be fulfilled shall be reduced to the limit of such validity and, if there any encumbrance, the Lender shall not be liable for a sum in excess of the amount which would be recoverable under the law which would be applied to the reduction of the unpaid principal balance due under said Note and not to the payment of interest.

21. Borrower and Lender intend and believe that each provision in this Mortgage and the Note, legibly written, complies with all applicable laws and judicial decisions. However, if any portion of this Mortgage or said Note is found by a court to be in violation of any applicable law, administrative or procedural, state, or public policy, and if such court should declare such portion of this Mortgage or said Note to be invalid or unenforceable, then in the intent both of Borrower and Lender that such portion shall be given force to the fullest possible extent that is valid and enforceable, that the remainder of this Mortgage and said Note shall be construed as if such invalid or unenforceable portion was not contained therein, and the other terms and conditions of this note and Lender under the remainder of this Mortgage and said Note shall continue in full force and effect.

22. No waiver of any provision of this Mortgage shall be implied by any failure of Lender to enforce any provision on account of the violation of any provision, except such violation be continued or repeated subsequently, and no express waiver by Lender shall be deemed to be in writing and shall not affect any provision other than the one specified in such written waiver and that provision only for the time and in the manner specifically stated in the waiver.

23. Upon payment of all sums secured by this Mortgage, Lender shall release this Mortgage and then the title to the property herein referred to as "Property". Borrower shall pay all costs of recording, if any.

24. The singular number shall mean the plural and vice versa and the masculine shall mean the feminine and neuter and vice versa, including all meanings including, but not limited to.

25. This Mortgage shall be interpreted in accordance with the laws of the State of Illinois.

IN WITNESS WHEREOF, Borrower has executed this Mortgage

**3761499**

*Michael J. Serio  
Katherine B. Richil*

STATE OF ILLINOIS  
COUNTY OF **Cook**

I, **Edward H. Swanson**,

county and state, do hereby certify that **Michael J. Serio and Katherine B. Richil** matricled to each other, as joint Tenants personally known to me to be the same person(s) whose name(s) are \_\_\_\_\_, submitted to the following instrument, executed before me this **10th** day of **November**, **1988**, as Notary Public and acknowledged that **they** signed and delivered the said instrument in **their** presence and voluntary act for the uses and purposes herein set forth, including the release and waiver of the right of homestead.

Given under my hand and official seal, this **7th** day of **November**, **1988**.

a Notary Public in and for said

Commisioner's Office

Notary Public

MAIL THIS INSTRUMENT TO:  
**Xalter Credit Union**  
**1425 Lake Cook Road**  
**Darien, IL 60515**

**40-1141-51-23800**

CHICAGO SEAL  
NOTARY PUBLIC IN THE STATE OF ILLINOIS  
My Commission Expires 12-31-2000