



DEPARTMENT OF COMMUNITY DEVELOPMENT SERVICES

Economic Development Division

m e m o r a n d u m

TO: Laurel Lunt Prussing, Mayor

FROM: Elizabeth H. Tyler, FAICP, Director, Community Development Services

DATE: January 19, 2017

SUBJECT: **An Ordinance Approving a Redevelopment Agreement with D & E Enterprises, LLC 136 Main Street Series (Cohen Building – 136 W Main St)**

Introduction

The City of Urbana has been approached by Dan Maloney of D & E Enterprises LLC regarding his interest in a proposed redevelopment project at 136 West Main Street intended to fully reactivate this historic and prominent property. D & E Enterprises LLC purchased the property in July 2016 and would serve as the developer for the project. TIF incentives have been requested in order to facilitate the proposed \$2.5 million redevelopment project and a Redevelopment Agreement has been drafted for consideration by Council (**Exhibit A: Draft Enabling Ordinance with Attached Agreement**).

The proposed agreement would provide the developer with reimbursements for improvements at an average rate of 20%. All reimbursements would be considered redevelopment loans, but would be forgiven upon completion of the project and two years of continuous business operation. Approval of this agreement would also require the approval of an amendment to the FY2016-17 budget in the amount of \$500,000. A corresponding budget amendment will be presented at a subsequent meeting.

The property is located in Downtown Urbana on the north side of West Main Street on the corner of Race Street and Main Street (**Exhibit B: Property Location Map**). The renovation would be designed to fully occupy a now-vacant property with active uses while preserving the building’s historic structure (**Exhibit C: Developer’s Proposal**). The proposed redevelopment would include the installation of a new ADA compliant elevator in the middle of the south face of the building. The building would also be fully sprinkled and updated to meet all other life safety code improvements. The completed renovation is would include a restaurant and bar on the first floor, a ‘speakeasy’ bar in the basement, and either offices or apartments on the second floor. The property is currently being marketed to restaurant tenants by Dan Clark of Sperry Van Ness at the request of the developer (**Exhibit D: Leasing Information & Renderings**). More information on the property and its history can be found at www.136mainstreet.com

Proposed Redevelopment Agreement

The redevelopment agreement the City Council is considering will provide incentives for a major renovation which would activate the building for a restaurant, basement speakeasy, and either offices or apartments on the second level while preserving the historic structure. Tenants for the spaces have yet to be determined, but the property is being actively marketed.

The development agreement, the developer's preferred timeline is to begin construction in 2017. The agreement provides that project commencement must occur in 2018. The developer's current goal is to have the first floor restaurant open in early 2018.

The proposed redevelopment agreement provides incentives for the following activities:

- Phase 1. a new, ADA-compliant elevator servicing the basement, first and second floors,
- Phase 2. fire-sprinkling of each floor,
- Phase 3. minor improvements to the building exterior which may include, but are not limited to, entrances, façade, windows and rooftop solar panels,
- Phase 4. a tenanted restaurant and bar on the first story and a commercial kitchen in the basement,
- Phase 5. an additional tenanted bar and/or restaurant in the basement,
- Phase 6. either at least one commercial tenant on the second floor or four apartment units on the second floor, with at least five bedrooms in total.

In addition, the agreement would require several conditions precedent to the issuance of any redevelopment loan advances including fee simple ownership of the property, an itemized project budget, evidence of ability to pay, a construction schedule, and the issuance of all applicable City permits.

TIF incentive is required to actuate this redevelopment of 136 West Main Street as the necessary code upgrades are cost prohibitive to redevelopment. The proposed adaptive reuse of the existing building is believed to be the highest and best use of the property and would preserve building's historic facade. The property is code-deficient for most uses and is not fire-sprinklered. The current elevator is presently inoperable, only serves the first and second floor and is not compliant with current ADA standards.

The proposed life-safety improvements would be a prerequisite to tenancy and present unique obstacles to full commercial reactivation. Consequently, the proposed agreement under consideration was structured to offer a 65 percent reimbursement for the cost pertaining to the elevator (Phase 1) and sprinklers (Phase 2) up to a maximum of \$164,000, while the remainder of the project (Phases 3-6) would receive a 15 percent reimbursement rate up to a maximum of \$336,000. Together, these incentives provide for a maximum TIF incentive of \$500,000 toward the \$2.5 million project (**Table A: Proposed Incentive Structure**). Eligible expenses would only be considered for reimbursement after a certificate of occupancy or letter of completion is issued for each phase by the Building Safety Division.

Table A: Proposed Incentive Structure for 136 W Main - Cohen Building

Phase	Description	Maximum Cost	Incentive Rate	Maximum Incentive
1	New Elevator	170,769	65%	111,000
2	Full-Building Fire Sprinklers	81,538	65%	53,000
3	Exterior Improvements / Solar Panels	140,000	15%	21,000
4	1st Story Restaurant & Bar / Bsmt. Kitchen	1,106,667	15%	166,000
5	Basement Speakeasy	506,667	15%	76,000
6	2nd Story Apartments / Office	486,667	15%	73,000
PROJECT TOTAL		2,492,308	20%	500,000

Plans, Goals and Community Interest

The proposal for redevelopment of 136 West Main Street is strongly responsive to the planning framework established by applicable City plans covering this area including the goals and objectives outlined in the 2012 Downtown Urbana Plan. Specifically, the goals to *strengthen economic activity in Downtown Urbana* and *increase Downtown's vitality by attracting more visitors* would be well served. The conversion of a former first-floor law office into a restaurant also fulfills the specific Downtown Plan objective to *encourage retail and restaurant uses on first floor*.

Additionally, the Central Tax Increment Finance District Plan specifically identifies the need to enhance the real estate tax base and to assist private investment in the redevelopment area. The Central TIF Plan also encourages renovations to existing buildings in the Downtown core. The proposed uses of upper-story offices or residences and first-floor restaurant use are also consistent with the objectives of the 2011 Downtown Market Study. The subject property is currently zoned B-4 Central Business District which permits by-right the proposed uses (restaurant, office, multifamily).

The developer plans to preserve the historic façade of the property only making changes to existing windows, points of egress and the rooftop. The developer is also considering future application for Federal Historic Preservation Tax Incentives as well as Local Historic Landmark status. The proposed major renovation will allow this historic and highly-visible property to meet modern code standards and sustain active commercial tenants for many years to come.

On January 6th, the developer hosted a community open house of the property as part of an Urbana First Friday event. Over 60 members of the community received tours of the building and heard about its history. Community members were also invited to comment on the uses they would prefer to see in the building. Top requests for restaurants included Local Farm-to-Table, French Bistro and Italian Dining.

Minority- and Female-Owned Contractor Participation

It is the goal of the City to stimulate the economic growth of the City and all its residents by providing full and fair opportunities for all businesses, regardless of race, color, national origin or sex. To broaden the pool of qualified candidates for construction of the proposed project, the developer will agree to establish goals for contracting with businesses owned by minorities and females. Economic Development and Human Resources/Human Relations staff will work with the developer to set such goals, create a plan for achieving those goals, and review progress and good faith efforts toward the established goals.

Staff has tentatively discussed a goal of 10 percent participation of minority- and female-owned contractors with the developer. This goal will be further reviewed by staff and the developer as the project details are clarified. Staff will also develop resources to assist the developer in meeting the goals through the achievement of best practices and will evaluate this process to continually improve outcomes in future redevelopment agreements.

Fiscal Impacts

The agreement would provide the developer with loan advances on a reimbursement basis for eligible expenses upon the satisfaction of the conditions precedent and each project phase up to a total limit of \$500,000. The total incentive would be budgeted in FY2016-2017, requiring an amendment to the current fiscal year budget; however, expenditures of incentives would likely span multiple budget years. The total anticipated cost of the project's reimbursement-eligible expenses is expected to be around \$2.5 million. This amount excludes non-eligible private investment, such as equipment, furniture, and the purchase price of the property, as well as the investments of any tenant in finishing their leaseholds. Therefore, the total anticipated private investment in the project is likely to exceed \$3.1 million. The ratio of maximum public incentive to anticipated private investment under the proposed agreement would be 19 cents to the dollar.

The proposed redevelopment is also anticipated to increase the equalized assessed value of the property by approximately \$139,000. By the end of the 2027, this increase would produce over \$159,000 in cumulative incremental tax revenue to the Urbana Central TIF. This property tax estimate assumes a conservative 9.6% total tax rate. If performing optimally over this same period of time, the restaurant and bar at this site are expected to cumulatively generate at least \$932,000 in new local sales tax to the City, School District and County. Approximately \$652,000 of this estimated new total local sales tax would go to the City of Urbana over this period. Both of these sales tax estimates assume conservatively that only 60 percent of the projected total sales tax generated by the project would be "new" to the City and local taxing partners. If the developer were to realize the full \$500,000 in reimbursement from the TIF district, it is estimated that the TIF district and the local taxing entities would collectively recoup an equivalent amount of property and sales tax revenue within seven years of project completion (**Table B: Payback to Local Taxing Bodies**).

Table B: Payback to Local Taxing Bodies - Low Estimate - 136 W Main St

	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026	2027	NET TOTAL	NPV @ 5% discount
Incentive Cost	(500,000)	-	-	-	-	-	-	-	-	-	-	(500,000)	(500,000)
TIF Prop. Tax @9.6%	-	13,305	13,868	14,442	15,027	15,625	16,234	16,856	17,489	18,136	18,796	159,777	115,705
Sales Tax @60% New	-	78,000	79,560	81,151	82,774	84,430	86,118	87,841	89,597	91,389	93,217	854,078	623,116
TOTAL	(500,000)	91,305	93,428	95,593	97,802	100,054	102,352	104,696	107,087	109,525	112,013	513,855	262,631
Payback	(500,000)	(408,695)	(315,268)	(219,675)	(121,873)	(21,819)	80,533	185,230	292,317	401,842	513,855		
Net Return	513,855		Return on Investment		103%		Break-Even Year		2023				
NPV Discounted @5%	262,631		ROI Discounted @5%		53%								

The costs associated with this redevelopment agreement would initially be funded by the Central TIF District which will require a transfer payment from TIF #2 as the Central TIF was created in October 2016 and will not have generated enough increment before the start of this proposed project. The projected TIF #2 Fund Balance at the end of FY16-17 is expected to be approximately \$1,145,938. As has been mentioned above, the total TIF reimbursement to the developer over the life of the agreement is expected to be \$500,000 and the property is expected to generate at least \$159,777 in TIF increment by the year 2027. While this project will not create a direct return in TIF revenues alone, when sales tax revenue to local taxing bodies is considered, the value of the full redevelopment incentive is expected to collectively yield a return on investment of 53% by the end of 2027, assuming a 5% discount rate. In addition, the intent of the TIF District will be fulfilled by increasing property value, reducing the degradation of the urban fabric through reinvestment, generating positive business activity in the area, encouraging additional future investment in property, creating new employment opportunities, and attracting new visitors and patrons to Downtown Urbana.

Options

1. Approve the draft redevelopment agreement ordinance as presented.
2. Approve the draft redevelopment agreement ordinance with changes. It should be noted that any changes will need to be agreed upon by the developer.
3. Deny the draft redevelopment agreement ordinance.

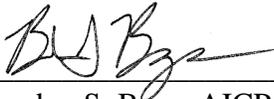
Recommendation

The proposed project preserves this highly visible and historic structure at the keystone Downtown intersection of Race and Main Streets. The proposed project will achieve modern life-safety code compliance including full ADA accessibility. These outcomes achieve maximum utilization of a historic structure and would preserve the building’s value and use for years to come.

The proposed project would also achieve full retail activation of a former ground floor office use toward greater economic vibrancy in Downtown Urbana. In addition, the project is expected to generate a positive fiscal impact for the City and its taxing partners within seven years.

Staff recommends that the City Council approve the attached draft redevelopment agreement ordinance.

Prepared by:



Brandon S. Boys, AICP, Economic Development Manager

- Exhibits:
- A: Draft Enabling Ordinance with Attached Agreement
 - B: Property Location Map
 - C: Developer's Proposal
 - D: Leasing Information and Renderings

Exhibit A

ORDINANCE NO. 2017-01-005

AN ORDINANCE APPROVING A REDEVELOPMENT AGREEMENT WITH
D & E ENTERPRISES, LLC 136 MAIN STREET SERIES
(COHEN BUILDING – 136 W MAIN ST)

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF
URBANA, ILLINOIS, as follows:

Section 1. That a Redevelopment Agreement Between the City of Urbana and D & E Enterprises, LLC 136 Main Street Series in substantially the form of the copy of said Agreement attached hereto, be and the same is hereby approved.

Section 2. That the Mayor of the City of Urbana, Illinois, be and the same is hereby authorized to execute and deliver and the City Clerk of the City of Urbana, Illinois, be and the same is authorized to attest to said execution of said Agreement as so authorized and approved for and on behalf of the City of Urbana, Illinois.

PASSED by the City Council this _____ day of _____, 2017.

AYES:

NAYS:

ABSTAINS:

Phyllis Clark, City Clerk

APPROVED by the Mayor this _____ day of _____, 2017.

Laurel Lunt Prussing, Mayor

REDEVELOPMENT AGREEMENT

by and between the

CITY OF URBANA, CHAMPAIGN COUNTY, ILLINOIS

and

**D & E ENTERPRISES, L.L.C.
136 MAIN STREET SERIES**

Dated as of January 1, 2017

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REDEVELOPMENT AGREEMENT

THIS REDEVELOPMENT AGREEMENT (including any exhibits and attachments hereto, collectively, this **“Agreement”**) is dated for reference purposes only as of January 1, 2017, but actually executed by each of the parties on the dates set forth beneath their respective signatures below, by and between the **City of Urbana, Champaign County, Illinois**, an Illinois municipal corporation (the **“City”**), and **D & E Enterprises, L.L.C.-136 Main Street Series**, an Illinois limited liability company (the **“Developer”**). This Agreement shall become effective upon the date of the last of the City and the Developer to execute and date this Agreement and deliver it to the other (the **“Effective Date”**).

RECITALS

WHEREAS, in accordance with and pursuant to the Tax Increment Allocation Redevelopment Act (65 ILCS 5/11-74.4-1 *et seq.*), as supplemented and amended (the **“TIF Act”**), including by the power and authority of the City as a home rule unit under Section 6 of Article VII of the Constitution of Illinois, the City Council of the City (the **“Corporate Authorities”**) adopted a series of ordinances (Ordinance Nos. 2016-09-084, 2016-09-085 and 2016-09-086 on October 17, 2016) including as supplemented and amended (collectively, the **“TIF Ordinances”**); and

WHEREAS, under and pursuant to the TIF Act and the TIF Ordinances, the City designated the Central Tax Increment Redevelopment Project Area (the **“Redevelopment Project Area”**) and approved the related redevelopment plan, as supplemented and amended (the **“Redevelopment Plan”**), including the redevelopment projects described in the Redevelopment Plan (collectively, the **“Redevelopment Projects”**); and

WHEREAS, as contemplated by the Redevelopment Plan and the Redevelopment Projects, the Developer proposes to undertake (or cause to be undertaken) the Project (including related and appurtenant facilities as more fully defined below); and

WHEREAS, the Property (as defined below) is within the Redevelopment Project Area; and

WHEREAS, the Developer intends to undertake the Project at an estimated cost of \$2,500,000 with a goal of achieving full commercial and/or residential use of the Property; and

WHEREAS, the Developer is unwilling to undertake the Project without certain tax increment finance incentives from the City, which the City is willing to provide; and

WHEREAS, the City has determined that it is desirable and in the City’s best interests to assist the Developer in the manner set forth herein in this Agreement.

NOW, THEREFORE, for and in consideration of the mutual covenants and agreements contained herein, and for other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the City and the Developer hereby agree as follows:

ARTICLE I
DEFINITIONS

Section 1.1. Definitions. For purposes of this Agreement and unless the context clearly requires otherwise, the capitalized words, terms and phrases used in this Agreement shall have the meaning provided in the above Recitals and from place to place herein, including as follows:

“Eligible Redevelopment Project Costs” means those costs paid and incurred in connection with the Project which are authorized to be reimbursed or paid from the Fund as a loan as provided in Section 5/11-74.4-3(q) (2) and (3) of the TIF Act, including the rehabilitation, reconstruction, repair or remodeling of an existing building upon the Property.

“Finance Director” means the Finance Director of the City, or his or her designee.

“Fund” means, collectively, the “Special Tax Allocation Fund” for the Redevelopment Project Area established under Section 5/11-74.4-8 of the TIF Act and the TIF Ordinances.

“Incremental Property Taxes” means, net of all amounts required by operation of the TIF Act to be paid to other taxing districts, including as surplus, in each calendar year during the term of this Agreement, the portion of the ad valorem real estate taxes arising from levies upon the Redevelopment Project Area by taxing districts that is attributable to the increase in the equalized assessed value of each taxable lot, block, tract or parcel of real estate within the Redevelopment Project Area over the equalized assessed value of each taxable lot, block, tract or parcel of real estate within the Redevelopment Project Area which, pursuant to the TIF Ordinances and Section 5/11-74.4-8(b) of the TIF Act, will be allocated to and when collected shall be paid to the Finance Director for deposit by the Finance Director into the Fund established to pay Eligible Redevelopment Project Costs and other redevelopment project costs as authorized under Section 5/11-74.4-3(q) of the TIF Act.

“Loan Advances” means, collectively, the amount of proceeds to be advanced by the City in connection with the Redevelopment Loan to or at the direction of the Developer under and pursuant to Section 4.1(a) of this Agreement.

“Loan Documents” means, collectively, the form of the Promissory Note attached hereto as Exhibit A and the form of the Mortgage attached hereto as Exhibit B, which Mortgage may be junior and subordinate to any financing of the Project by a bank or other financial institution.

“Phase Completion Dates” mean the dates on which each phase of the Project is deemed completed as evidenced by: (i) a letter of completion issued by the Building Safety Manager of the City in connection with Phases I, II and III of the Project and by (ii) a certificate of occupancy issued by the Building Safety Manager of the City in connection with Phases IV, V and VI of the Project.

“Prevailing Wage Act” means the Prevailing Wage Act (820 ILCS 130/0.01 *et seq.*) of the State of Illinois, the material terms of which require all contractors and subcontractors to pay all laborers, workers and mechanics performing work on any “public works” (as therein defined) no less than the current “prevailing rate of wages” (hourly cash wages plus fringe benefits) applicable to the county where performed and to comply with all notice, recordkeeping and filing duties.

“Project” means, collectively, the rehabilitation, reconstruction, repair or remodeling of the building upon the Property to include:

- (i) a new, ADA-compliant elevator servicing the basement, first and second floors of the building upon the Property (**“Phase I”**),
- (ii) fire-sprinkling of each floor of the building upon the Property (**“Phase II”**),
- (iii) improvements to the exterior of the building upon the Property which may include, but are not limited to, entrances, façade, windows, rooftop or solar panels (**“Phase III”**)
- (iv) a tenanted restaurant and bar on the first story of the building upon the Property and a commercial kitchen on the basement floor of the building upon the Property (**“Phase IV”**),
- (v) an additional tenanted bar and/or restaurant on the basement floor of the building upon the Property (**“Phase V”**), and
- (vi) either at least one commercial tenant on the second floor of the building upon the Property or four apartment units on the second floor of the building upon the Property with at least five bedrooms in total (**“Phase VI”**);

provided, however, that Phases IV, V and VI shall be undertaken, if at all, in the sole and absolute discretion of the Developer.

“Project Commencement Dates” means, as applicable, December 31, 2017, the date on or before which construction of Phases I or II of the Project are to commence, and December 31, 2019, the date on or before which Phases III, IV, V and VI of the Project are to commence.

“Project Completion Date” means, subject to “unavoidable delays” as described in Section 9.5 of this Agreement, the date on which the Project is completed as evidenced by a certificate of occupancy for the Project issued by the Building Safety Manager of the City, but in no event shall such date be later than December 31, 2021.

“Property” means, the real estate consisting of the parcel commonly known as 136 West Main Street, Urbana, Illinois and legally described on Exhibit C hereto, upon or within which the Project is to be undertaken and completed.

“Redevelopment Loan” means a loan to be provided by the City to the Developer in the not to exceed principal amount, at the interest rate and due and payable as specified in Section 4.1(a) of this Agreement.

“Requisition” means a request by the Developer for a payment or reimbursement of Eligible Redevelopment Project Costs pursuant to the procedures set forth in Article VI of this Agreement.

“TIF Financing” means financing arrangements to or for the benefit of a developer arising out of the TIF Act which pay or reimburse redevelopment project costs in whole or in part.

Section 1.2. Construction. This Agreement, except where the context by clear implication shall otherwise require, shall be construed and applied as follows:

- (a) definitions include both singular and plural.
- (b) pronouns include both singular and plural and cover all genders; and
- (c) headings of sections herein are solely for convenience of reference and do not constitute a part hereof and shall not affect the meaning, construction or effect hereof.
- (d) all exhibits attached to this Agreement shall be and are operative provisions of this Agreement and shall be and are incorporated by reference in the context of use where mentioned and referenced in this Agreement.

ARTICLE II

REPRESENTATIONS AND WARRANTIES

Section 2.1. Representations and Warranties of the City. In order to induce the Developer to enter into this Agreement, the City hereby makes certain representations and warranties to the Developer, as follows:

(a) **Organization and Standing.** The City is a home rule municipality duly organized, validly existing and in good standing under the Constitution and laws of the State of Illinois.

(b) **Power and Authority.** The City has full power and authority to execute and deliver this Agreement and to perform all of its agreements, obligations and undertakings hereunder.

(c) **Authorization and Enforceability.** The execution, delivery and performance of this Agreement have been duly and validly authorized by all necessary action on the part of the City's Corporate Authorities. This Agreement is a legal, valid and binding obligation of the City, enforceable against the City in accordance with its terms, except to the extent that any and all financial obligations of the City under this Agreement shall be limited to the availability of such Incremental Property Taxes therefor as may be specified in this Agreement and that such enforceability may be further limited by laws, rulings and decisions affecting remedies, and by bankruptcy, insolvency, reorganization, moratorium or other laws affecting the enforceability of debtors' or creditors' rights, and by equitable principles.

(d) **No Violation.** Neither the execution nor the delivery of this Agreement or the performance of the City's agreements, obligations and undertakings hereunder will conflict with, violate or result in a breach of any of the terms, conditions, or provisions of any agreement, rule, regulation, statute, ordinance, judgment, decree, or other law by which the City may be bound.

(e) **Governmental Consents and Approvals.** No consent or approval by any other governmental authority is required in connection with the execution and delivery by the City of this Agreement or the performance by the City of its obligations hereunder.

Section 2.2. Representations and Warranties of the Developer. In order to induce the City to enter into this Agreement, the Developer makes the following representations and warranties to the City:

(a) Organization. The Developer is a limited liability company, duly organized, validly existing and in good standing under the laws of the State of Illinois.

(b) Power and Authority. The Developer has full power and authority to execute and deliver this Agreement and to perform all of its agreements, obligations and undertakings hereunder.

(c) Authorization and Enforceability. The execution, delivery and performance of this Agreement have been duly and validly authorized by all necessary action on the part of the Developer's manager. This Agreement is a legal, valid and binding agreement, obligation and undertaking of the Developer, enforceable against the Developer in accordance with its terms, except to the extent that such enforceability may be limited by laws, rulings and decisions affecting remedies, and by bankruptcy, insolvency, reorganization, moratorium or other laws affecting the enforceability of debtors' or creditors' rights, and by equitable principles.

(d) No Violation. Neither the execution nor the delivery or performance of this Agreement will conflict with, violate or result in a breach of any of the terms, conditions, or provisions of, or constitute a default under, or (with or without the giving of notice or the passage of time or both) entitle any party to terminate or declare a default under any contract, agreement, lease, license or instrument or any rule, regulation, statute, ordinance, judicial decision, judgment, decree or other law to which the Developer is a party or by which the Developer or any of its assets may be bound.

(e) Consents and Approvals. No consent or approval by any governmental authority or by any other person or entity is required in connection with the execution and delivery by the Developer of this Agreement or the performance by the Developer of its obligations hereunder.

(f) No Proceedings or Judgments. There is no claim, action or proceeding now pending, or to the best of its knowledge, threatened, before any court, administrative or regulatory body, or governmental agency (1) to which the Developer is a party and (2) which will, or could, prevent the Developer's performance of its obligations under this Agreement.

(g) Maintenance of Existence. During the term of this Agreement, the Developer shall do or cause to be done all things necessary to preserve and keep in full force and effect its existence as an Illinois limited liability company.

Section 2.3. Disclaimer of Warranties. The City and the Developer acknowledge that neither has made any warranties to the other except as set forth in this Agreement. The City hereby disclaims any and all warranties with respect to the Property and the Project, express or implied, including, without limitation, any implied warranty of fitness for a particular purpose or merchantability or sufficiency of the Incremental Property Taxes for the purposes of this Agreement. Nothing has come to the attention of the Developer to question the assumptions or conclusions or other terms and provisions of any projections of Incremental Property Taxes, and the Developer assumes all risks in connection with the practical realization of any such projections of Incremental Property Taxes.

Section 2.4. Incorporation of Exhibits. This Agreement and the Loan Documents shall be deemed and construed as a single Agreement between the parties.

ARTICLE III
CONDITIONS PRECEDENT TO THE UNDERTAKINGS
ON THE PART OF THE DEVELOPER AND THE CITY

Section 3.1. Conditions Precedent. The undertakings on the part of the City as set forth in this Agreement are expressly contingent upon each of the following:

- (a) **Title.** The Developer shall have acquired fee simple title to the Property.
- (b) **Project Budget.** The Developer shall have delivered to the City an itemized list of any and all estimated costs to complete the Project (the “**Project Budget**”) in accordance with such final development plans as may be approved by the City;
- (c) **Ability to Pay.** The Developer shall have provided evidence, in a commercially reasonable form satisfactory to the City, of its ability to pay for the costs of the Project, as itemized in the Project Budget;
- (d) **Construction Schedule.** The Developer shall have delivered to the City a detailed construction schedule for the commencement and completion of each significant phase for completing the Project which shall include the Project Commencement Dates and the Project Completion Date; and
- (e) **City Approvals.** The Developer shall have obtained approval of each phase of the Project in accordance with all applicable laws, codes, rules, regulations and ordinances of the City, including without limitation all applicable subdivision, zoning, environmental, building code or any other land use regulations (collectively, the “**City Codes**”), including the issuance of all required permits, it being understood that the City in its capacity as a municipal corporation has discretion to approve the issuance of any such permits.

Section 3.2. Reasonable Efforts and Notice of Termination. The Developer shall use due diligence to timely satisfy the conditions set forth in Section 3.1 above on or before each of the applicable Project Commencement Dates, but if such conditions are not so satisfied or waived by the City, then the City may terminate this Agreement by giving written notice thereof to the Developer. In the event of such termination, this Agreement shall be deemed null and void and of no force or effect and neither the City nor the Developer shall have any obligation or liability with respect thereto.

ARTICLE IV
CITY’S COVENANTS AND AGREEMENTS

Section 4.1. City’s TIF Funded Financial Obligations. The City shall have the obligations set forth in this Section 4.1 relative to financing Eligible Redevelopment Project Costs in connection with the Project. Upon the submission to the City by the Developer of a Requisition for Eligible Redevelopment Project Costs incurred and paid and the approval thereof by the City in accordance with Article VI of this Agreement, the City, subject to the terms, conditions and limitations set forth in this Section 4.1 immediately below, agrees to reimburse the Developer, or to

pay as directed by the Developer, from the Fund the **Loan Advances** related to Project at the Property as follows:

- (a) **Redevelopment Loan Financing.** Upon satisfaction by the Developer of all of the applicable conditions precedent for each phase of the Project as set forth in Section 3.1 of this Agreement and the execution and delivery by the Developer of the Loan Documents, the City shall provide to the Developer Loan Advances in connection with the Redevelopment Loan. The Redevelopment Loan shall be a straight line of credit in the principal amount of up to \$500,000, shall bear interest at a non-default rate of -0%- per annum, and shall be due and payable upon demand on the day immediately following the date occurring two years from and after the Project Completion Date. The applicable proceeds of the Redevelopment Loan shall be made available to the Developer upon the completion of each of the Phase Completion Dates at the times specified in Section 6.3 of this Agreement in the form of Loan Advances payable to or at the direction of the Developer, in accordance with the following schedule:
- i. **Phase I:** an amount equal to sixty-five percent (65%) of the Eligible Redevelopment Costs attributable to Phase I up to a maximum amount of One Hundred and Eleven Thousand Dollars (\$111,000);
 - ii. **Phase II:** an amount equal to sixty-five percent (65%) of the Eligible Redevelopment Costs attributable to Phase II up to a maximum amount of Fifty-Three Thousand Dollars (\$53,000);
 - iii. **Phase III:** an amount equal to fifteen percent (15%) of the Eligible Redevelopment Costs attributable to Phase III up to a maximum of Twenty-One Thousand Dollars (\$21,000);
 - iv. **Phase IV:** an amount equal to fifteen percent (15%) of the Eligible Redevelopment Costs attributable to Phase IV up to a maximum amount of One Hundred Sixty-Six Thousand Dollars (\$166,000);
 - v. **Phase V:** an amount equal to fifteen percent (15%) of the Eligible Redevelopment Costs attributable to Phase V up to a maximum amount of Seventy-Six Thousand Dollars (\$76,000); and
 - vi. **Phase VI:** an amount equal to fifteen percent (15%) of the Eligible Redevelopment Costs attributable to Phase VI up to a maximum amount of Seventy-Three Thousand Dollars (\$73,000).
- (b) **Loan Forgiveness.** Anything to the contrary in the Loan Documents notwithstanding, in the event the Developer completes the Project on or before the Project Completion Date and operates the Project for a period of two continuous years immediately thereafter, and if no “Default” under Section 7.1 of this Agreement by the Developer has then occurred and is continuing, the Redevelopment Loan shall be deemed fully paid and discharged.

Section 4.2. Defense of Redevelopment Project Area. In the event that any court or governmental agency having jurisdiction over enforcement of the TIF Act and the subject matter contemplated by this Agreement shall determine that this Agreement, including the payment of the Loan Advances to be paid or reimbursed by the City is contrary to law, or in the event that the legitimacy of the Redevelopment Project Area is otherwise challenged before a court or

governmental agency having jurisdiction thereof, the City will defend the integrity of the Redevelopment Project Area and this Agreement.

ARTICLE V
DEVELOPER'S COVENANTS

Section 5.1. Commitment to Undertake and Complete the Project. The Developer covenants and agrees to commence the applicable Phases of the Project on or before the Project Commencement Dates and to have the Project completed on or before the Project Completion Date. The Developer recognizes and agrees that the City has sole discretion with regard to all approvals and permits relating to the Project, including but not limited to approval of any required permits and any failure on the part of the City to grant or issue any such required permit shall not give rise to any claim against or liability of the City pursuant to this Agreement. The City agrees, however, that any such approvals shall be made in conformance with the applicable City Codes and shall not be unreasonably denied, withheld, conditioned or delayed.

Section 5.2. Compliance with Agreement and Laws During Construction The Developer shall at all times undertake the Project, including any related activities in connection therewith, in conformance with this Agreement and all applicable federal and state laws, rules and regulations and all City Codes.

Section 5.3. Prevailing Wages. The Developer acknowledges that the Illinois Department of Labor currently takes the position as a matter of its enforcement policy that the TIF financing of the Project under this Agreement does not subject the Project to the Prevailing Wage Act unless the Project also receives funding from another public source. The City makes no representation as to any such application of the Prevailing Wage Act to the Project, and any failure by the Developer to comply with the Prevailing Wage Act, if and to the extent subsequently found to be applicable by any legal authority having jurisdiction, shall not be deemed a "Default" under this Agreement. Notwithstanding the foregoing sentence, the Developer agrees to assume all responsibility for any such compliance (or noncompliance) with the Prevailing Wage Act in connection with the Project under this Agreement in the event of any action by any party to enforce its provisions.

Section 5.4. Continuing Compliance with Laws. The Developer agrees that in the continued use, occupation, operation and maintenance of the Property, the Developer will comply with all applicable federal and state laws, rules, regulations and all applicable City Codes and other ordinances.

Section 5.5. Tax and Related Payment Obligations. The Developer agrees to pay and discharge, promptly and when the same shall become due, all general ad valorem real estate taxes and assessments, all applicable interest and penalties thereon, and all other charges and impositions of every kind and nature which may be levied, assessed, charged or imposed upon the Property or any part thereof that at any time shall become due and payable upon or with respect to, or which shall become liens upon, any part of the Property. The Developer, including any others claiming by or through it, also hereby covenants and agrees not to file any application for property tax exemption for any part of the Property or the Project or any part thereof under any applicable provisions of the Property Tax Code of the State of Illinois (35 ILCS 200/1-1 et seq.), as supplemented and amended, unless the City and the Developer shall otherwise have first entered into a mutually acceptable agreement under and by which the Developer shall have agreed to make

a payment in lieu of taxes to the City, it being mutually acknowledged and understood by both the City and the Developer that any such payment of taxes (or payment in lieu thereof) by the Developer is a material part of the consideration under and by which the City has entered into this Agreement. This covenant of the Developer shall be a covenant that runs with the land being the Property upon which the Project is undertaken and shall be and remain in full force and effect during the term of this Agreement and following its expiration or termination, as the case may be, until December 31, 2042, upon which date this covenant shall terminate and be of no further force or effect (and shall cease as a covenant binding upon or running with the land) immediately, and without the necessity of any further action by City or Developer or any other party; provided, however, upon request of any party in title to the Property, the City shall execute and deliver to such party an instrument, in recordable form, confirming for the record that this covenant has terminated and is no longer in effect. Nothing contained within this Section 5.5 shall be construed, however, to prohibit the Developer from initiating and prosecuting at its own cost and expense any proceedings permitted by law for the purpose of contesting the validity or amount of taxes, assessments, charges or other impositions levied or imposed upon the Property or any part thereof, provided that the Developer shall first have given to the City written notice of its intent to do so at least forty-five (45) days prior to initiating any such proceedings.

Section 5.6. Businesses Owned by Minorities and Females. It is the policy of the Corporate Authorities of the City to promote and encourage the use by the Developer of businesses owned by “minorities” and “females” (as such terms are defined in the Business Enterprise for Minorities, Females and Persons with Disabilities Act) in connection with the Project. Toward this end, the Developer shall establish goals for contracting with businesses owned by minorities and females, including a plan by which the Developer intends to meet these goals, and shall submit such plan to the staff of the City for administrative review and approval.

ARTICLE VI

PAYMENT PROCEDURES FOR ELIGIBLE REDEVELOPMENT PROJECT COSTS

Section 6.1. Payment Procedures. The City and the Developer agree that the Eligible Redevelopment Project Costs constituting the Loan Advances shall be paid solely, and to the extent available, from Incremental Property Taxes that are deposited in the Fund and not otherwise. The City and the Developer intend and agree that the Loan Advances shall be disbursed by the Finance Director for payment to the Developer in accordance with the procedures set forth in this Section 6.1 of this Agreement.

The City hereby designates the Finance Director as its representative to coordinate the authorization of disbursement of the Loan Advances for the Eligible Redevelopment Project Costs. Payments to the Developer of the Loan Advances for Eligible Redevelopment Project Costs shall be made upon request therefor, in form reasonably acceptable to the City (each being a “**Requisition**”) submitted by the Developer upon completion of the Eligible Redevelopment Project Costs which have been incurred and paid. Each such Requisition shall be accompanied by appropriately supporting documentation, including, as applicable, receipts for paid bills or statements of suppliers, contractors or professionals, together with required contractors’ and materialmen’s partial and final affidavits or lien waivers, as the case may be.

Section 6.2. Approval and Resubmission of Requisitions. The Finance Director shall give the Developer written notice disapproving any of the Requisitions within ten (10) days after

receipt thereof. No such approval shall be denied except on the basis that (i) all or some part of the Requisition does not constitute Eligible Redevelopment Project Costs or has not otherwise been sufficiently documented as specified in Section 6.1 of this Agreement; (ii) any subsequent amendment of the TIF Act or any subsequent decision of a court of competent jurisdiction makes any such payment to not be authorized; or (iii) a “Default” under Section 7.1 of this Agreement by the Developer has occurred and is continuing.. If a Requisition is disapproved by such Finance Director, the reasons for disallowance will be set forth in writing and the Developer may resubmit any such Requisition with such additional documentation or verification as may be required, if that is the basis for denial. The same procedures set forth herein applicable to disapproval shall apply to such resubmittals.

Section 6.3. Time of Payment. Provided that performance of this Agreement has not been suspended or terminated by the City under Article VII hereof, the City shall pay any Loan Advances attributable to each phase of the Project which is approved by any one or more Requisitions under this Article to the Developer within twenty-one (21) calendar days after (i) each Phase Completion Date, and (ii) the approval of any such Requisition(s) applicable thereto, whichever in (i) and (ii) occurs last.

ARTICLE VII **DEFAULTS AND REMEDIES**

Section 7.1. Events of Default. The occurrence of any one or more of the events specified in this Section 7.1 shall constitute a “Default” under this Agreement.

By the Developer:

(1) The furnishing or making by or on behalf of the Developer of any statement or representation in connection with or under this Agreement that is false or misleading in any material respect;

(2) The failure by the Developer to timely perform any term, obligation, covenant or condition contained in this Agreement and/or the duly executed Promissory Note;

By the City:

(1) The failure by the City to pay any of the Loan Advances which become due and payable in accordance with the provisions of this Agreement; and

(2) The failure by the City to timely perform any other term, obligation, covenant or condition contained in this Agreement.

Section 7.2. Rights to Cure. The party claiming a Default under Section 7.1 of this Agreement (the “Non-Defaulting Party”) shall give written notice of the alleged Default to the other party (the “Defaulting Party”) describing the nature of the Default complained of and the term or provision of this Agreement which the Non-Defaulting Party believes is in default. Except as required to protect against immediate, irreparable harm, the Non-Defaulting Party may not institute proceedings or otherwise exercise any right or remedy against the Defaulting Party until thirty (30) days after having given such notice, provided that in the event a Default is of such nature that it will take more than thirty (30) days to cure or remedy, such Defaulting Party shall have an additional period of time reasonably necessary to cure or remedy such Default provided that such

Defaulting Party promptly commences and diligently pursues such cure or remedy. During any such period following the giving of notice, the Non-Defaulting party may suspend performance under this Agreement until the Non-Defaulting Party receives written assurances from the Defaulting Party, deemed reasonably adequate by the Non-Defaulting Party, that the Defaulting Party will cure or remedy or has cured or remedied the Default and remain in compliance with its obligations under this Agreement. A Default not cured or remedied or otherwise commenced and diligently pursued within thirty (30) days as provided above shall constitute a **“Breach”** under this Agreement. Except as otherwise expressly provided in this Agreement, any failure or delay by either party in asserting any of its rights or remedies as to any Default or any Breach shall not operate as a waiver of any such Default, Breach or of any other rights or remedies it may have as a result of such Default or Breach.

Section 7.3. Remedies. Upon the occurrence of a Breach under this Agreement by the Developer, the City shall have the right to terminate this Agreement by giving written notice to the Developer of such termination and the date such termination is effective. Except for such right of termination by the City, the only other remedy available to either party upon the occurrence of a Breach under this Agreement by the Defaulting Party shall be to institute such proceedings as may be necessary or desirable in its opinion to cure or remedy such Breach, including but not limited to proceedings to compel any legal action for specific performance, or other appropriate equitable relief. Notwithstanding anything herein to the contrary, the sole remedy of the Developer upon the occurrence of an Breach by the City under any of the terms and provisions of this Agreement shall be to institute legal action against the City for specific performance or other appropriate equitable relief and under **no** circumstances shall the City be liable to the Developer for any indirect, special, consequential or punitive damages, including without limitation, loss of profits or revenues, loss of business opportunity or production, cost of capital, claims by customers, fines or penalties, whether liability is based upon contract, warranty, negligence, strict liability or otherwise, under any of the provisions, terms and conditions of this Agreement. In the event that any failure of the City to pay any Loan Advances which become due and payable in accordance with the provisions hereof is due to insufficient Incremental Property Taxes being available to the City, any such failure shall not be deemed to be a Default or a Breach on the part of the City.

Section 7.4. Costs, Expenses and Fees. Upon the occurrence of a Default or Breach which requires either party to undertake any action to enforce any provision of this Agreement, the Defaulting Party shall pay upon demand all of the Non-Defaulting Party’s charges, costs and expenses, including the reasonable fees of attorneys, agents and others, as may be paid or incurred by such Non-Defaulting Party in enforcing any of the Defaulting Party’s obligations under this Agreement or in any litigation, negotiation or transaction in connection with this Agreement in which the Defaulting Party causes the Non-Defaulting Party, without the Non-Defaulting Party’s fault, to become involved or concerned.

ARTICLE VIII

RELEASE, DEFENSE AND INDEMNIFICATION OF CITY

Section 8.1. Declaration of Invalidity. Notwithstanding anything herein to the contrary, the City, its Corporate Authorities, elected and appointed officials, agents, employees and independent contractors shall not be liable to the Developer for damages of any kind or nature whatsoever or otherwise in the event that all or any part of the TIF Act, or any of the TIF Ordinances or other ordinances of the City adopted in connection with either the TIF Act, this

Agreement or the Redevelopment Plan, shall be declared invalid or unconstitutional in whole or in part by the final (as to which all rights of appeal have expired or have been exhausted) judgment of any court of competent jurisdiction, and by reason thereof either the City is prevented from performing any of the covenants and agreements herein or the Developer is prevented from enjoying the rights and privileges hereof; provided that nothing in this Section 8.1 shall limit otherwise permissible claims by the Developer against the Fund or actions by the Developer seeking specific performance of this Agreement or other relevant contracts, if any, in the event of a Breach of this Agreement by the City.

Section 8.2. Damage, Injury or Death Resulting from Project. The Developer releases from and covenants and agrees that the City and its Corporate Authorities, elected and appointed officials, agents, employees and independent contractors shall not be liable for, and agrees to indemnify, defend, and hold harmless the City, its Corporate Authorities, elected and appointed officials, agents, employees and independent contractors thereof against any loss or damage to property or any injury to or death of any person occurring at or about or resulting from the Project, except as such may be caused by the intentional conduct, gross negligence, negligence or other acts or omissions of the City, its Corporate Authorities, officials, agents, employees or independent contractors that are contrary to the provisions of this Agreement.

Section 8.3. Damage or Injury to Developer and Others. The City and its Corporate Authorities, elected and appointed officials, agents, employees and independent contractors shall not be liable for any damage or injury to the persons or property of the Developer or any of its officers, agents, independent contractors or employees or of any other person who may be about the Property or the Project due to any act of negligence of any person, except as such may be caused by the intentional misconduct, gross negligence, or acts or omissions of the City, its Corporate Authorities, officials, agents, employees, or independent contractors that are contrary to the provisions of this Agreement.

Section 8.4. No Personal Liability. All covenants, stipulations, promises, agreements and obligations of the City contained herein shall be deemed to be the covenants, stipulations, promises, agreements and obligations of the City and not of any of its Corporate Authorities, officials, agents, employees or independent contractors in their individual capacities. No member of the Corporate Authorities, elected or appointed officials, agents, employees or independent contractors of the City shall be personally liable to the Developer **(i)** in the event of a Default or Breach by any party under this Agreement, or **(ii)** for the payment of any Loan Advances which may become due and payable under the terms of this Agreement.

Section 8.5. City Not Liable for Developer Obligations. Notwithstanding anything herein to the contrary, the City shall not be liable to the Developer for damages of any kind or nature whatsoever arising in any way from this Agreement, from any other obligation or agreement made in connection therewith or from any Default or Breach under this Agreement; provided that nothing in this Section 8.5 shall limit otherwise permissible claims by the Developer against the Fund or actions by the Developer seeking specific performance of this Agreement or other relevant contracts in the event of a Breach of this Agreement by the City.

Section 8.6. Actions or Obligations of Developer. The Developer agrees to indemnify, defend and hold harmless the City, its Corporate Authorities, elected and appointed officials, agents, employees and independent contractors, from and against any and all suits, claims and cost of attorneys' fees, resulting from, arising out of, or in any way connected with (i) any of the Developer's obligations under or in connection with this Agreement, (ii) the construction or installation of the Project, (iii) the Developer's compliance with the Prevailing Wage Act if, as, and when applicable to the Project and (iv) the negligence or willful misconduct of the Developer, its officials, agents, employees or independent contractors in connection with the Project, except as such may be caused by the intentional conduct, gross negligence, negligence or breach of this Agreement by the City, its Corporate Authorities, officials, agents, employees or independent contractors.

Section 8.7. Environmental Covenants. To the extent permitted by law, the Developer agrees to indemnify, defend, and hold harmless the City, its Corporate Authorities, officials, agents, employees and independent contractors, from and against any and all claims, demands, costs, liabilities, damages or expenses, including attorneys' and consultants' fees, investigation and laboratory fees, court costs and litigation expenses, arising from: (i) any release or threat of a release, actual or alleged, of any hazardous substances, upon or about the Property or respecting any products or materials previously, now or thereafter located upon, delivered to or in transit to or from the Property regardless of whether such release or threat of release or alleged release or threat of release has occurred prior to the date hereof or hereafter occurs and regardless of whether such release occurs as a result of any act, omission, negligence or misconduct of the City or any third party or otherwise; (ii) (A) any violation now existing (actual or alleged) of, or any other liability under or in connection with, any environmental laws relating to or affecting the Property, or (B) any now existing or hereafter arising violation, actual or alleged, or any other liability, under or in connection with, any environmental laws relating to any products or materials previously, now or hereafter located upon, delivered to or in transit to or from the Property, regardless of whether such violation or alleged violation or other liability is asserted or has occurred or arisen prior to the date hereof or hereafter is asserted or occurs or arises and regardless of whether such violation or alleged violation or other liability occurs or arises, as the result of any act, omission, negligence or misconduct of the City or any third party or otherwise; (iii) any assertion by any third party of any claims or demands for any loss or injury arising out of, relating to or in connection with any hazardous substances on or about or allegedly on or about the Property; or (iv) any breach, falsity or failure of any of the representations, warranties, covenants and agreements of the like. For purposes of this paragraph, "hazardous materials" includes, without limit, any flammable explosives, radioactive materials, hazardous materials, hazardous wastes, hazardous or toxic substances, or related materials defined in the Comprehensive Environmental Response, Compensation, and Liability Act of 1980, as amended (42 U.S.C. §§ 9601 et seq.), the Hazardous Materials Transportation Act, as amended (49 U.S.C. §§ 5101 et seq.), the Resource Conservation and Recovery Act, as amended (42 U.S.C. §§ 6901 et seq.), and in the regulations adopted and publications promulgated pursuant thereto, or any other federal, state or local environmental law, ordinance, rule, or regulation.

Section 8.8. Notification of Claims. Not later than thirty (30) days after the Developer becomes aware, by written or other overt communication, of any pending or threatened litigation, claim or assessment, the Developer will, if a claim in respect thereof is to be made against the Developer which affects any of the Developer's rights or obligations under this Agreement, notify the City of such pending or threatened litigation, claim or assessment, but any omission so to notify

the City will not relieve the Developer from any liability which it may have to the City under this Agreement.

ARTICLE IX

MISCELLANEOUS PROVISIONS

Section 9.1. Entire Agreement and Amendments. This Agreement (together with Exhibits A and B attached hereto) constitutes the entire agreement by and between the City and the Developer relating to the subject matter hereof. This Agreement supersedes all prior and contemporaneous negotiations, understandings and agreements, whether written or oral, and may not be modified or amended except by a written instrument executed by both of the parties.

Section 9.2. Third Parties. Nothing in this Agreement, whether expressed or implied, is intended to confer any rights or remedies under or by reason of this Agreement on any other persons other than the City and the Developer and their respective successors and assigns, nor is anything in this Agreement intended to relieve or discharge any obligation or liability of any third persons to either the City or the Developer, nor shall any provision give any third parties any rights of subrogation or action over or against either the City or the Developer. This Agreement is not intended to and does not create any third party beneficiary rights whatsoever.

Section 9.3. Counterparts. Any number of counterparts of this Agreement may be executed and delivered and each shall be considered an original and together they shall constitute one agreement.

Section 9.4. Special and Limited Obligation. This Agreement shall constitute a special and limited obligation of the City according to the terms hereof. This Agreement shall never constitute a general obligation of the City to which its credit, resources or general taxing power are pledged. The City pledges to the payment of its obligations under Section 4.1 hereof only such amount of the Incremental Property Taxes as is set forth in Section 4.1 hereof, if, as and when received, and not otherwise.

Section 9.5. Time and Force Majeure. Time is of the essence of this Agreement; provided, however, neither the Developer nor the City shall be deemed in Default with respect to any performance obligations under this Agreement on their respective parts to be performed if any such failure to timely perform is due in whole or in part to the following (which also constitute “unavoidable delays”): any strike, lock-out or other labor disturbance (whether legal or illegal, with respect to which the Developer, the City and others shall have no obligations hereunder to settle other than in their sole discretion and business judgment), civil disorder, inability to procure materials, weather conditions, wet soil conditions, failure or interruption of power, restrictive governmental laws and regulations, condemnation, riots, insurrections, acts of terrorism, war, fuel shortages, accidents, casualties, acts of God or third parties, or any other cause beyond the reasonable control of the Developer or the City.

Section 9.6. Waiver. Any party to this Agreement may elect to waive any right or remedy it may enjoy hereunder, provided that no such waiver shall be deemed to exist unless such waiver is in writing and duly executed by the party giving such waiver. No such waiver shall obligate the waiver of any other right or remedy hereunder, or shall be deemed to constitute a waiver of other rights and remedies provided pursuant to this Agreement.

Section 9.7. Cooperation and Further Assurances. The City and the Developer covenant and agree that each will do, execute, acknowledge and deliver or cause to be done, executed and delivered, such agreements, instruments and documents supplemental hereto and such further acts, instruments, pledges and transfers as may be reasonably required for the better assuring, mortgaging, conveying, transferring, pledging, assigning and confirming unto the City or the Developer or other appropriate persons all and singular the rights, property and revenues covenanted, agreed, conveyed, assigned, transferred and pledged under or in respect of this Agreement.

Section 9.8. Notices and Communications. All notices under or in respect of this Agreement shall be in writing and shall be deemed to have been given when the same are (a) deposited in the United States mail in a properly addressed envelope and sent by registered or certified mail, postage prepaid, return receipt requested, (b) personally delivered, or (c) sent by a nationally recognized overnight courier, delivery charge prepaid. All requests, claims or other communications under or in respect of this Agreement shall be in writing and shall be deemed to have been given in the manner specified in clauses (a), (b) or (c) above or when the same are: (d) sent by email transmission confirmed by email reply or other writing as being actually received. In each case, all such notices, requests, claims or other communications shall be sent or delivered to the City and the Developer at their respective addresses (or at such other address as each may designate by notice to the other), as follows:

- (i) In the case of the Developer, to:
D & E Enterprises, L.L.C.
1008 W. Williams Street
Champaign, IL 61821
Attn: Daniel Maloney
Tel: (217) ____-____
Email: _____

- (ii) In the case of the City, to:
City of Urbana, Illinois
400 South Vine Street
Urbana, IL 61801
Attn: Community Development Director
Tel: (217) 384-2439
Email: _____

Whenever any party hereto is required to deliver notices, certificates, opinions, statements or other information hereunder, such party shall do so in such number of copies as shall be reasonably specified.

Section 9.9. Assignment. The Developer agrees that it shall not sell, assign or otherwise transfer any of its rights and obligations under this Agreement without the prior express written consent of the City. Any assignment in whole or in part shall be void and shall, at the option of the City, terminate this Agreement. No such sale, assignment or transfer as authorized in this Section, including any with the City's prior written consent, shall be effective or binding on the City, however, unless and until the Developer delivers to the City a duly authorized, executed and delivered instrument which contains any such sale, assignment or transfer and the assumption of all

the applicable covenants, agreements, terms and provisions of this Agreement by the applicable parties thereto.

Section 9.10. Successors in Interest. Subject to Section 9.9 above, this Agreement shall be binding upon and inure to the benefit of the parties hereto and their respectively authorized successors, assigns and legal representatives (including successor Corporate Authorities).

Section 9.11. No Joint Venture, Agency, or Partnership Created. Nothing in this Agreement nor any actions of either of the City or the Developer shall be construed by either of the City, the Developer or any third party to create the relationship of a partnership, agency, or joint venture between or among the City and any party being the Developer.

Section 9.12. Illinois Law; Venue. This Agreement shall be construed and interpreted under the laws of the State of Illinois. If any action or proceeding is commenced by any party to enforce any of the provisions of this Agreement, the venue for any such action or proceeding shall be in Champaign County, Illinois, whether in the United States District Court for the Central District of Illinois or the Circuit Court for the Sixth Judicial Circuitry, Champaign County, Illinois.

Section 9.13. Term. Unless earlier terminated pursuant to the terms hereof, this Agreement shall be and remain in full force and effect from and after the Effective Date and shall terminate two (2) years after the Project Completion Date or the termination of the Redevelopment Project Area, whichever occurs first, provided, however, that anything to the contrary notwithstanding, the Developer's obligations under the Loan Documents and Section 5.5 and Article VIII of this Agreement shall be and remain in full force and effect in accordance with the express provisions thereof.

Section 9.14. Construction of Agreement. This Agreement has been jointly negotiated by the parties and shall not be construed against a party because that party may have primarily assumed responsibility for preparation of this Agreement.

IN WITNESS WHEREOF, the City and the Developer have caused this Agreement to be executed by their duly authorized officers or manager(s) as of the date set forth below.

**CITY OF URBANA, CHAMPAIGN COUNTY,
ILLINOIS**

By: _____
Mayor

ATTEST:

By: _____
City Clerk

Date: _____

**D & E ENTERPRISES, L.L.C.
136 MAIN STREET SERIES**

By: _____
Daniel Maloney, Manager

Date: _____

[Exhibits A, B and C follow this page and are an integral part of this Agreement in the context of use.]

EXHIBIT A

PROMISSORY NOTE

Borrower: **D & E Enterprises, L.L.C.**
136 Main Street Series
an Illinois limited liability company
1008 W. Williams Street
Champaign, IL 61821
Attn: Daniel Maloney

Lender: **City of Urbana, Champaign County, Illinois,**
an Illinois municipal corporation
400 S. Vine Street
Urbana, IL 61801
Attn: Finance Director

Principal Amount: up to \$500,000.00

Interest Rate: -0-%

Date of Note: _____, 2017

PROMISE TO PAY. **D & E Enterprises, L.L.C.-136 Main Street Series**, an Illinois limited liability company (the “**Borrower**”) promises to pay to City of Urbana, Champaign County, Illinois (“**Lender**”), or order, in lawful money of the United States of America, the principal amount of up to Five Hundred Thousand Dollars (\$500,000.00), or so much as may be outstanding, together with interest at the rate of -0-% per annum on the unpaid principal balance of each advance. Interest shall be calculated from the date of each advance until repayment of such advance.

PAYMENT. Borrower will pay this loan in accordance with the following payment schedule:

Any and all principal and interest owing hereon is due and payable upon demand by the City in the event that any and all such principal and interest owing hereon is not deemed fully paid and discharged on the day immediately following the date occurring two years from and after the “**Project Completion Date**” as described in that certain Redevelopment Agreement between Lender and Borrower dated as of January 1, 2017 (the “**Redevelopment Agreement**”, including as such quoted terms are defined therein).

The annual interest rate for this Note is computed on a 365/360 day basis; that is, by applying the ratio of the annual interest rate over a year of 360 days, multiplied by the outstanding principal balance, multiplied by the actual number of days the principal balance is outstanding. Borrower will pay Lender at Lenders address shown above or at such other place as Lender may designate in writing. Unless otherwise agreed or required by applicable law, payments will be applied first to accrued unpaid interest, then to principal, and any remaining amount to any unpaid collection costs and late charges.

PREPAYMENT. Borrower may pay all or a portion of the amount owed earlier than it is due without Lender’s consent.

LATE CHARGE. If a payment is **10 days or more late**, Borrower will be charged **5.000% of the regularly scheduled payment**.

DEFAULT. Borrower will be in default if any of the following happens: (a) Borrower fails to make any payment when due; (b) Borrower breaks any promise Borrower has made to Lender, or Borrower fails to comply with or to perform when due any other term, obligation, covenant, or condition contained in this Note, the related Redevelopment Agreement or other agreement related to this Note, or in any other agreement or loan Borrower has with Lender; (c) any representation or statement made or furnished to Lender by Borrower or on Borrower’s behalf is false or misleading in any material respect either now or at the time made or furnished; (d) Borrower does or becomes insolvent, a receiver is appointed for any part of Borrower’s property, Borrower makes an assignment for the benefit of creditors, or any proceeding is commenced either by Borrower or against Borrower under any bankruptcy or insolvency laws; (e) any creditor tries to take any of Borrower’s property on or in which Lender has a lien or security interest; or (f) any guarantor dies or any of the other events described in this default section occurs with respect to any guarantor of this Note.

LENDER’S RIGHTS. Upon default, Lender may declare the entire unpaid principal balance on this Note and all accrued unpaid interest immediately due, without notice, and then Borrower will pay that amount. Upon default, or if this Note is not paid or deemed paid at final maturity, Lender, at its option, may add any unpaid accrued interest to principal and such sum will bear interest therefrom until paid, at the rate of 8% per annum. Lender may hire or pay someone else to help collect this Note if Borrower does not pay. Borrower also will pay Lender that amount. This includes, subject to any limits under applicable law, Lender’s attorneys’ fees and Lender’s legal expenses whether or not there is a lawsuit, including attorneys’ fees and legal expenses for bankruptcy proceedings (including efforts to modify or vacate any automatic stay or injunction), appeals, and any anticipated post-judgment collection services. If not prohibited by applicable law, Borrower also will pay any court costs, in addition to all other sums provided by law. **This Note has been delivered to Lender and accepted by Lender in the State of Illinois. If there is a lawsuit, Borrower agrees upon Lender’s request to submit to the**

PROMISSORY NOTE
(Continued)

jurisdiction of the courts of Champaign County, the State of Illinois. Lender and Borrower hereby waive the right to any jury trial in any action, proceeding, or counterclaim brought by either Lender or Borrower against the other. This Note shall be governed by and construed in accordance with the laws of the State of Illinois.

CONFESSION OF JUDGMENT. Borrower hereby irrevocably authorizes and empowers any attorney-at-law to appear in any court of record and to confess judgment against Borrower for the unpaid amount of this Note as evidenced by an affidavit signed by an officer of Lender setting forth the amount then due, plus attorney's fees as provided in this Note, plus costs of suit, and to release all errors, and waive all rights of appeal. If a copy of this Note, verified by an affidavit, shall have been filed in the proceeding, it will not be necessary to file the original as a warrant of attorney. Borrower waives the right to any stay of execution and the benefit of all exemption laws now or hereafter in effect. No single exercise of the foregoing warrant and power to confess judgment will be deemed to exhaust the power, whether or not any such exercise shall be held by any court to be invalid, voidable, or void; but the power will continue undiminished and may be exercised from time to time as Lender may elect until all amounts owing on this Note have been paid in full.

COLLATERAL. This Note is secured by a Mortgage to Lender dated _____, 2017, on real property located in Champaign County, State of Illinois, all the terms and conditions of which are hereby incorporated within and made a part of this Note.

LINE OF CREDIT. This Note evidences a straight line of credit. Once the total amount of principal has been advanced, Borrower is not entitled to further loan advances. Advances under this Note may be requested by Borrower or by an authorized person in accordance with the Redevelopment Agreement. The following party or parties are authorized to request advances under the line of credit until Lender receives from Borrower at Lender's address shown above written notice of revocation of their authority: **Daniel Maloney**. Borrower agrees to be liable for all sums advanced in accordance with the instructions of an authorized person. The unpaid principal balance owing on this Note at any time shall be evidenced by endorsements on this Note. Lender will have no obligation to advance funds under this Note if: (a) Borrower is in default under the terms of this Note; or any agreement that Borrower has with Lender, including the Redevelopment Agreement made in connection with the signing of this Note; (b) Borrower ceases doing business or is insolvent; or (c) Borrower has applied funds provided pursuant to this Note for purposes other than those authorized by Lender.

GENERAL PROVISIONS. Lender may delay or forego enforcing any of its rights or remedies under this Note without losing them. Borrower, and any other person who signs, guarantees or endorses this Note, to the extent allowed by law, waives presentment, demand for payment, protest and notice of dishonor. Upon any change in the terms of this Note, and unless otherwise expressly stated in writing, no party who signs this Note, whether as maker, guarantor, accommodation maker or endorser, shall be released from liability. All such parties agree that Lender may renew or extend (repeatedly and for any length of time) this loan, or release any party or guarantor or collateral; or impair, fail to realize upon or perfect Lender's security interest in the collateral; and take any other action deemed necessary by Lender without the consent of or notice to anyone. All such parties also agree that Lender may modify this loan without the consent of or notice to anyone other than the party with whom the modification is made.

PRIOR TO SIGNING THIS NOTE, BORROWER HAS READ AND UNDERSTANDS ALL THE PROVISIONS OF THIS NOTE. BORROWER AGREES TO THE TERMS OF THE NOTE AND ACKNOWLEDGES RECEIPT OF A COMPLETED COPY OF THE NOTE.

BORROWER:

D & E ENTERPRISES, L.L.C.
136 Main Street Series

By: _____
Daniel Maloney, Manager

EXHIBIT B

Prepared by and
Recorder, please return to:

Brandon Boys
City of Urbana
400 South Vine Street
Urbana, IL 61801

MORTGAGE

THIS MORTGAGE IS DATED _____, 2017, between D & E ENTERPRISES, L.L.C.-136 Main Street Series, an Illinois limited liability company, whose address is 1008 W. Williams Street, Champaign, IL 61821 (referred to below as “Grantor”); and the CITY OF URBANA, CHAMPAIGN COUNTY, ILLINOIS, whose address is 400 S. Vine Street, Urbana, IL 61801 Attn: City Comptroller (referred to below as “Lender”).

GRANT OF MORTGAGE. For valuable consideration, Grantor mortgages, warrants, and conveys to Lender all of Grantor's right, title, and interest in and to the following described real property, together with all existing or subsequently erected or affixed buildings, improvements and fixtures; all easements, rights of way, and appurtenances; all water, water rights, watercourses and ditch rights (including stock in utilities with ditch or irrigation rights); and all other rights, royalties, and profits relating to the real property, including without limitation all minerals, oil, gas, geothermal and similar matters, located in Champaign County, State of Illinois (the “Real Property”):

(See attached legal description)

The Real Property or its address is commonly known as 136 W. Main Street, Urbana, Illinois. The Real Property tax identification number is 92-21-17-202-002.

Grantor presently assigns to Lender all of Grantor's right, title, and interest in and to all leases of the Property (as defined below) and all Rents (as defined below) from such Property. In addition, Grantor grants to Lender a Uniform Commercial Code security interest in the Personal Property (as defined below) and such Rents.

DEFINITIONS. The following words shall have the following meanings when used in this Mortgage. Terms not otherwise defined in this Mortgage shall have the meanings attributed to such terms in the

Uniform Commercial Code. All references to dollar amounts shall mean amounts in lawful money of the United States of America.

Borrower. The word “Borrower” means each and every person or entity signing the Note, including without limitation D & E Enterprises, L.L.C.

Grantor. The word “Grantor” means any and all persons and entities executing this Mortgage, including without limitation, all Grantors named above. The Grantor is the mortgagor under this Mortgage.

Guarantor. The word “Guarantor” means and includes without limitation each and all of the guarantors, sureties, and accommodation parties in connection with the Indebtedness, if any.

Improvements. The word “Improvements” means and includes without limitation all existing and future improvements, buildings, structures, mobile homes affixed on the Real Property, facilities, additions, replacements and other construction on the Real Property.

Indebtedness. The word “Indebtedness” means all principal and interest payable under the Note and any amounts expended or advanced by Lender to discharge obligations of Grantor or expenses incurred by Lender to enforce obligations of Grantor under this Mortgage, together with interest on such amounts as provided in this Mortgage.

Lender. The word “Lender” means the City of Urbana, Champaign County, Illinois, its successors and assigns. The Lender is the mortgagee under this Mortgage.

Mortgage. The word “Mortgage” means this Mortgage between Grantor and Lender, and includes without limitation all assignments and security interest provisions relating to the Personal Property and Rents.

Note. The word “Note” means the promissory note or credit agreement dated _____, 2017, in the original principal amount of up to \$500,000.00, from Grantor to Lender, together with all renewals of, extensions of, modifications of, refinancings of, consolidations of, and substitutions for the promissory note or agreement.

Personal Property. The words “Personal Property” mean all equipment, fixtures, and other articles of personal property now or hereafter owned by Grantor, and now or hereafter attached or affixed to the Real Property; together with all accessions, parts, and additions to, all replacements of, and all substitutions for, any of such personal property; and together with all proceeds (including without limitation all insurance proceeds and refunds of premiums) from any sale or other disposition of the Property.

Property. The word “Property” means collectively the Real Property and the Personal Property.

Real Property. The words “Real Property” mean the property, interests and rights described above in the “Grant of Mortgage” section.

Redevelopment Agreement. The words “Redevelopment Agreement” mean the Redevelopment Agreement by and between Grantor and Lendor dated as of January 1, 2017 in connection with the redevelopment of the Property.

Rents. The word “Rents” means all present and future rents, revenues, income, issues, royalties, profits, and other benefits derived from the Property.

THIS MORTGAGE, INCLUDING THE ASSIGNMENT OF RENTS, IS GIVEN TO SECURE (1) PAYMENT OF THE INDEBTEDNESS AND (2) PERFORMANCE OF ALL OBLIGATIONS OF GRANTOR UNDER THIS MORTGAGE. THIS MORTGAGE IS GIVEN AND ACCEPTED ON THE FOLLOWING TERMS:

GRANTOR'S WAIVERS. Grantor waives all rights or defenses arising by reason of any "one action" or "anti-deficiency" law, or any other law which may prevent Lender from bringing any action against Grantor, including a claim for deficiency to the extent Lender is otherwise entitled to a claim for deficiency, before or after Lender's commencement or completion of any foreclosure action, either judicially or by exercise of a power of sale.

GRANTOR'S REPRESENTATIONS AND WARRANTIES. Grantor warrants that: (a) this Mortgage is executed at Borrower's request and not at the request of Lender; (b) Grantor has the full power, right and authority to enter into this Mortgage and to hypothecate the Property; (c) the provisions of this Mortgage do not conflict with, or result in a default under any agreement or other instrument binding upon Grantor and do not result in a violation of any law, regulation, court decree or order applicable to Grantor; (d) Grantor has established adequate means of obtaining from Borrower on a continuing basis information about Borrower's financial condition; and (e) Lender has made no representation to Grantor about Borrower (including without limitation the credit worthiness of Borrower).

PAYMENT AND PERFORMANCE. Except as otherwise provided in this Mortgage, Grantor shall pay to Lender all Indebtedness secured by this Mortgage as it becomes due, and Borrower and Grantor shall strictly perform all their respective obligations under this Mortgage.

POSSESSION AND MAINTENANCE OF THE PROPERTY. Grantor and Borrower agree that Grantor's possession and use of the Property shall be governed by the following provisions:

Possession and Use. Until in default or until Lender exercises its right to collect Rents as provided for in the Assignment of Rents form executed by Grantor in connection with the Property, Grantor may remain in possession and control of and operate and manage the Property and collect the Rents from the Property.

Duty to Maintain. Grantor shall maintain the Property in tenantable condition and promptly perform all repairs, replacements, and maintenance necessary to preserve its value.

Hazardous Substances. The terms "hazardous waste," "hazardous substance," "disposal," "release," and "threatened release, as used in this Mortgage, shall have the same meanings as set forth in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, as amended, 42 U.S.C. Section 9601 et seq. ("CERCLA") the Superfund Amendments and Reauthorization Act of 1986, Pub. L. No. 99-499 ("SARA") the Hazardous Materials Transportation Act, 49 U.S.C. Section 1801, et seq., the Resource Conservation and Recovery Act, 42 U.S.C. Section 6901, et seq., or other applicable state or Federal laws, rules, or regulations adopted pursuant to any of the foregoing. The terms "hazardous waste" and "hazardous substance" shall also include, without limitation, petroleum and petroleum by-products or any fraction thereof and asbestos. Grantor represents and warrants to Lender that neither Grantor nor any tenant, contractor, agent or other authorized user of the Property shall use, generate, manufacture, store, treat, dispose of, or release any hazardous waste or substance on, under, about or from the Property and (ii) any such activity shall be conducted in compliance with all applicable federal, state, and local laws, regulations and ordinances, including without limitation those laws, regulations, and ordinances described above. Notwithstanding anything to the contrary contained herein, Grantor shall not be prohibited from using hazardous substances typically used in the activities carried out at the Property, provided such hazardous substances are used in quantities that are insignificant from

an environmental, health and safety perspective and are used in compliance with applicable laws. Grantor authorizes Lender and its agents to enter upon the Property to make such inspections and tests, at Grantor's expense, as Lender may deem appropriate to determine compliance of the Property with this section of this Mortgage. Any inspections or tests made by Lender shall be for Lender's purposes only and shall not be construed to create any responsibility or liability on the part of Lender to Grantor or to any other person. Grantor hereby (a) releases and waives any future claims against Lender for indemnity or contribution in the event Grantor becomes liable for cleanup or other costs under any such laws, and (b) agrees to indemnify and hold harmless Lender against any and all claims, losses, liabilities, damages, penalties, and expenses which Lender may directly or indirectly sustain or suffer resulting from a breach of this section of this Mortgage or as a consequence of any use, generation, manufacture, storage, disposal, release or threatened release of a hazardous waste or substance on the Property. The provisions of this section of this Mortgage, including the obligation to indemnify, shall survive the payment of the Indebtedness and the satisfaction and reconveyance of the lien of this Mortgage and shall not be affected by Lender's acquisition of any interest in the Property, whether by foreclosure or otherwise.

Nuisance, Waste. Grantor shall not cause, conduct or permit any nuisance nor commit, permit, or suffer any stripping of or waste on or to the Property or any portion of the Property. Without limiting the generality of the foregoing, Grantor will not remove, or grant to any other party the right to remove, any timber, minerals (including oil and gas), soil, gravel or rock products without the prior written consent of Lender.

Removal of Improvements. Except as otherwise provided in the Redevelopment Agreement in connection with the Project, Grantor shall not demolish or remove any Improvements from the Real Property without the prior written consent of Lender.

Lender's Right to Enter. Lender and its agents and representatives may enter upon the Real Property at all reasonable times to attend to Lender's interests and to inspect the Property for purposes of Grantor's compliance with the terms and conditions of this Mortgage.

Compliance with Governmental Requirements. Grantor shall promptly comply with all laws, ordinances, and regulations, now or hereafter in effect, of all governmental authorities applicable to the use or occupancy of the Property, including without limitation, the Americans With Disabilities Act. Grantor may contest in good faith any such law, ordinance, or regulation and withhold compliance during any proceeding, including appropriate appeals, so long as Grantor has notified Lender in writing prior to doing so and so long as, in Lender's sole opinion, Lender's interests in the Property are not jeopardized. Lender may require Grantor to post adequate security or a surety bond, reasonably satisfactory to Lender, to protect Lender's interest.

Duty to Protect. Grantor agrees neither to abandon nor leave unattended the Property. Grantor shall do all other acts, in addition to those acts set forth above in this section, which from the character and use of the Property are reasonably necessary to protect and preserve the Property.

DUE ON SALE - CONSENT BY LENDER. Lender may, at its option, declare immediately due and payable all sums secured by this Mortgage upon the sale or transfer, without the Lender's prior written consent, of all or any part of the Real Property, or any interest in the Real Property. A "sale or transfer" means the conveyance of Real Property or any right, title or interest therein; whether legal, beneficial or equitable; whether voluntary or involuntary; whether by outright sale, deed, installment sale contract, land contract, contract for deed, leasehold interest with a term greater than three (3) years, lease-option contract, or by sale, assignment, or transfer of any beneficial interest in or to any land trust holding title to the Real Property, or by any other method of conveyance of Real Property interest. If any Grantor is a corporation, partnership or limited liability company, transfer also includes any change in ownership of more than twenty-

five percent (25%) of the voting stock, partnership interests or limited liability company interests, as the case may be, of Grantor. However, this option shall not be exercised by Lender if such exercise is prohibited by federal law or by Illinois law.

TAXES AND LIENS. The following provisions relating to the taxes and liens on the Property are a part of this Mortgage.

Payment. Grantor shall pay when due (and in all events prior to delinquency) all taxes, payroll taxes special taxes, assessments, water charges and sewer service charges levied against or on account of the Property, and shall pay when due all claims for work done on or for services rendered or material furnished to the Property. Grantor shall maintain the Property free of all liens having priority over or equal to the interest of Lender under this Mortgage, except for the lien of taxes and assessments not due, and except as otherwise provided in the following paragraph.

Right To Contest. Grantor may withhold payment of any tax, assessment, or claim in connection with a good faith dispute over the obligation to pay, so long as Lender's interest in the Property is not jeopardized. If a lien arises or is filed as a result of nonpayment, Grantor shall within fifteen (15) days after the lien arises or, if a lien is filed, within fifteen (15) days after Grantor has notice of the filing, secure the discharge of the lien, or if requested by Lender, deposit with Lender cash or a sufficient corporate surety bond or other security satisfactory to Lender in an amount sufficient to discharge the lien plus any costs and attorneys' fees or other charges that could accrue as a result of a foreclosure or sale under the lien. In any contest, Grantor shall defend itself and Lender and shall satisfy any adverse Judgment before enforcement against the Property. Grantor shall name Lender as an additional obligee under any surety bond furnished in the contest proceedings.

Evidence of Payment. Grantor shall upon demand furnish to Lender satisfactory evidence of payment of the taxes or assessments and shall authorize the appropriate governmental official to deliver to Lender at any time a written statement of the taxes and assessments against the Property.

PROPERTY DAMAGE INSURANCE. The following provisions relating to insuring the Property are a part of this Mortgage.

Maintenance of Insurance. Grantor shall procure and maintain or cause any tenant to procure and maintain policies of fire insurance with standard extended coverage endorsements on a replacement basis for the full insurable value covering all Improvements on the Real Property in an amount sufficient to avoid application of any coinsurance clause, and with a standard mortgagee clause in favor of Lender. Grantor shall also procure and maintain comprehensive general liability insurance in such coverage amounts as Lender may reasonably request with Lender being named as additional insureds in such liability policies. Policies shall be written by such insurance companies and in such amounts as may be reasonably acceptable to Lender.

Grantor's Report on Insurance. Upon request of Lender, however not more than once a year, Grantor shall furnish to Lender a report on each existing policy of insurance showing: (a) the name of the insurer; (b) the risks insured; (c) the amount of the policy; (d) the property insured and the then current replacement value of such property; and (e) the expiration of the policy.

EXPENDITURES BY LENDER. If Grantor fails to comply with any provision of this Mortgage, or if any action or proceeding is commenced that would materially affect Lender's interests in the Property, Lender on Grantor's behalf may, but shall not be required to, take any action that Lender deems appropriate. Any amount that Lender expends in so doing will bear interest at the rate provided for in the Note from the date incurred or paid by Lender to the date of repayment by Grantor. All such expenses, at Lender's option, will

(a) be payable on demand, (b) be added to the balance of the Note and be apportioned among and be payable with any installment payments to become due during either (i) the term of any applicable insurance policy or (ii) the remaining term of the Note, or (c) be treated as a balloon payment which will be due and payable at the Note's maturity. This Mortgage also will secure payment of these amounts. The rights provided for in this section shall be in addition to any other rights or any remedies to which Lender may be entitled on account of the default. Any such action by Lender shall not be construed as curing the default so as to bar Lender from any remedy that it otherwise would have had.

WARRANTY; DEFENSE OF TITLE. The following provisions relating to ownership of the Property are a part of this Mortgage.

Title. Grantor warrants that: (a) Grantor holds good and marketable title of record to the Property in fee simple, free and clear of all liens and encumbrances other than those set forth in the Real Property description or in any title insurance policy, title report, or final title opinion issued in favor of, and accepted by, Lender in connection with this Mortgage, and (b) Grantor has the full right, power, and authority to execute and deliver this Mortgage to Lender.

Defense of Title. Subject to the exception in the paragraph above, Grantor warrants and will forever defend the title to the Property against the lawful claims of all persons. In the event any action or proceeding is commenced that questions Grantor's title or the interest of Lender under this Mortgage, Grantor shall defend the action at Grantor's expense. Grantor may be the nominal party in such proceeding, but Lender shall be entitled to participate in the proceeding and to be represented in the proceeding by counsel of Lender's own choice, and Grantor will deliver, or cause to be delivered, to Lender such instruments as Lender may request from time to time to permit such participation.

Compliance With Laws. Grantor warrants that the Property and Grantor's use of the Property complies with all existing applicable laws, ordinances, and regulations of governmental authorities.

CONDEMNATION. The following provisions relating to condemnation of the Property are a part of this Mortgage.

Application of Net Proceeds. If all or any part of the Property is condemned by eminent domain proceedings or by any proceeding or purchase in lieu of condemnation, Lender may at its election require that all or any portion of the net proceeds of the award be applied to the Indebtedness or the repair or restoration of the Property. The net proceeds of the award shall mean the award after payment of all reasonable costs, expenses, and attorneys' fees incurred by Lender in connection with the condemnation.

Proceedings. If any proceeding in condemnation is filed, Grantor shall promptly notify Lender in writing, and Grantor shall promptly take such steps as may be necessary to defend the action and obtain the award. Grantor may be the nominal party in such proceeding, but Lender shall be entitled to participate in the proceeding and to be represented in the proceeding by counsel of its own choice, and Grantor will deliver or cause to be delivered to Lender such instruments as may be requested by it from time to time to permit such participation.

SECURITY AGREEMENT; FINANCING STATEMENTS. The following provisions relating to this Mortgage as a security agreement are a part of this Mortgage.

Security Agreement. This instrument shall constitute a security agreement to the extent any of the Property constitutes fixtures or other personal property, and Lender shall have all of the rights of a secured party under the Uniform Commercial Code as amended from time to time.

Security Interest. Upon request by Lender, Grantor shall execute financing statements and take whatever other action is requested by Lender to perfect and continue Lender's security interest in the Rents and Personal Property. In addition to recording this Mortgage in the real property records, Lender may, at any time and without further authorization from Grantor, file executed counterparts, copies or reproductions of this Mortgage as a financing statement. Grantor shall reimburse Lender for all expenses incurred in perfecting or continuing this security interest. Upon default, Grantor shall assemble the Personal Property in a manner and at a place reasonably convenient to Grantor and Lender and make it available to Lender within three (3) days after receipt of written demand from Lender.

Addresses. The mailing addresses of Grantor (debtor) and Lender (secured party), from which information concerning the security interest granted by this Mortgage may be obtained (each as required by the Uniform Commercial Code), are as stated on the first page of this Mortgage.

FULL PERFORMANCE. If Borrower pays all the Indebtedness when due, and otherwise performs all the obligations imposed upon Grantor under this Mortgage, Lender shall execute and deliver to Grantor a suitable satisfaction of this Mortgage. If, however, payment is made by Grantor, whether voluntarily or otherwise, or by guarantor or by any third party, on the Indebtedness and thereafter Lender is forced to remit the amount of that payment (a) to Grantor's trustee in bankruptcy or to any similar person under any federal or state bankruptcy law or law for the relief of debtors, (b) by reason of any judgment, decree or order of any court or administrative body having jurisdiction over Lender or any of Lender's property, or (c) by reason of any settlement or compromise of any claim made by Lender with any claimant (including without limitation Grantor), the Indebtedness shall be considered unpaid for the purpose of enforcement of this Mortgage and this Mortgage shall continue to be effective or shall be reinstated, as the case may be, notwithstanding any cancellation of this Mortgage or of any note or other instrument or agreement evidencing the Indebtedness and the Property will continue to secure the amount repaid or recovered to the same extent as if that amount never had been originally received by Lender, and Grantor shall be bound by any judgment, decree, order, settlement or compromise relating to the Indebtedness or to this Mortgage.

DEFAULT. Each of the following, at the option of Lender, shall constitute an event of default ("Event of Default") under this Mortgage:

Default on Indebtedness. Failure of Borrower to make any payment when due on the Indebtedness.

Default on Other Payments. Failure of Grantor within the time required by this Mortgage to make any payment for taxes or insurance, or any other payment necessary to prevent filing of or to effect discharge of any lien.

Compliance Default. Failure of Borrower or Grantor to comply with any other term, obligation, covenant or condition contained in this Mortgage, the Note or the Redevelopment Agreement.

False Statements. Any representation or statement made or furnished to Lender by or on behalf of Borrower or Grantor under this Mortgage, the Note or the Redevelopment Agreement is false or misleading in any material respect, either now or at the time made or furnished.

Defective Collateralization. This Mortgage ceases to be in full force and effect at any time and for any reason.

Insolvency. The dissolution (regardless of whether election to continue is made) or any other termination of Grantor's existence as a going business; the insolvency of Borrower or Grantor, the appointment of a receiver for any part of Borrower's or Grantor's property, any assignment for the

benefit of creditors, any type of creditor workout, or the commencement of any proceeding under any bankruptcy or insolvency laws by or against Grantor.

Foreclosure, Forfeiture, etc. Commencement of foreclosure or forfeiture proceedings, whether by judicial proceeding, self-help, repossession or any other method, by any creditor of Grantor or by any governmental agency against any of the Property. However, this paragraph shall not apply in the event of a good faith dispute by Grantor as to the validity or reasonableness of the claim which is the basis of the foreclosure or forfeiture proceeding, provided that Grantor gives Lender written notice of such claim and furnishes reserves or a surety bond for the claim satisfactory to Lender.

Breach of Other Agreement. Any breach by Grantor under the terms of any other agreement between Grantor and Lender that is not remedied within any grace period provided therein, including without limitation the Redevelopment Agreement and any other agreement concerning any indebtedness or other obligation of Grantor to Lender, whether existing now or later.

RIGHTS AND REMEDIES ON DEFAULT. Upon the occurrence of any Event of Default and at any time thereafter, Lender, at its option, may exercise any one or more of the following rights and remedies, in addition to any other rights or remedies provided by law:

Accelerate Indebtedness. Lender shall have the right at its option without notice to Borrower to declare the entire Indebtedness immediately due and payable.

UCC Remedies. With respect to all or any part of the Personal Property, Lender shall have all the rights and remedies of a secured party under the Uniform Commercial Code.

Collect Rents. Lender shall have the right, without notice to Grantor or Borrower, to take possession of the Property and collect the Rents, including amounts past due and unpaid and apply the net proceeds, over and above Lender's costs, against the Indebtedness. In furtherance of this right, Lender may require any tenant or other user of the Property to make payments of rent or use fees directly to Lender. If the Rents are collected by Lender, then Grantor irrevocably designates Lender as Grantor's attorney-in-fact to endorse instruments received in payment thereof in the name of Grantor and to negotiate the same and collect the proceeds. Payments by tenants or other users to Lender in response to Lender's demand shall satisfy the obligations for which the payments are made, whether or not any proper grounds for the demand existed. Lender may exercise its rights under this paragraph either in person, by agent, or through a receiver.

Mortgagee in Possession. Lender shall have the right to be placed as mortgagee in possession or to have a receiver appointed to take possession of all or any part of the Property, with the power to protect and preserve the Property, to operate the Property preceding foreclosure or sale, and to collect the Rents from the Property and apply the proceeds, over and above the cost of the receivership, against the Indebtedness. The Mortgagee in possession or receiver may serve without bond if permitted by law. Lender's right to the appointment of a receiver shall exist whether or not the apparent value of the Property exceeds the Indebtedness by a substantial amount. Employment by Lender shall not disqualify a person from serving as a receiver.

Judicial Foreclosure. Lender may obtain a judicial decree foreclosing Grantor's interest in all or any part of the Property.

Deficiency Judgment. If permitted by applicable law, Lender may obtain a judgment for any deficiency remaining in the Indebtedness due to Lender after application of all amounts received from the exercise of the rights provided in this section.

Other Remedies. Lender shall have all other rights and remedies provided in this Mortgage, the Note, the Redevelopment Agreement or available at law or in equity.

Sale of the Property. To the extent permitted by applicable law, Grantor hereby waives any and all right to have the Property marshaled. In exercising its rights and remedies, Lender shall be free to sell all or any part of the Property together or separately, in one sale or by separate sales. Lender shall be entitled to bid at any public sale on all or any portion of the Property.

Notice of Sale. Lender shall give Grantor reasonable notice of the time and place of any public sale of the Personal Property or of the time after which any private sale or other intended disposition of the Personal Property is to be made. Reasonable notice shall mean notice given at least ten (10) days before the time of the sale or disposition.

Waiver; Election of Remedies. A waiver by any party of a breach of a provision of this Mortgage shall not constitute a waiver of or prejudice the party's rights otherwise to demand strict compliance with that provision or any other provision. Election by Lender to pursue any remedy shall not exclude pursuit of any other remedy, and an election to make expenditures or take action to perform an obligation of Grantor under this Mortgage after failure of Grantor to perform shall not affect Lender's right to declare a default and exercise its remedies under this Mortgage.

Attorneys' Fees; Expenses. If Lender institutes any suit or action to enforce any of the terms of this Mortgage, Lender shall be entitled to recover such sum as the court may adjudge reasonable as attorneys' fees at trial and on any appeal. Whether or not any court action is involved, all reasonable expenses incurred by Lender that in Lender's opinion are necessary at any time for the protection of its interest or the enforcement of its rights shall become a part of the Indebtedness payable on demand and shall bear interest from the date of expenditure until repaid at the rate provided for in the Note. Expenses covered by this paragraph include, without limitation, however subject to any limits under applicable law, Lender's attorneys' fees and Lender's legal expenses whether or not there is a lawsuit, including attorneys' fees for bankruptcy proceedings (including efforts to modify or vacate any automatic stay or injunction), appeals and any anticipated post-judgment collection services, the cost of searching records, obtaining title reports (including foreclosure reports), surveyors' reports, and appraisal fees, and title insurance, to the extent permitted by applicable law. Grantor also will pay any court costs, in addition to all other sums provided by law.

NOTICES TO GRANTOR AND OTHER PARTIES. Any notice under this Mortgage, including without limitation any notice of default and any notice of sale to Grantor shall be in writing, may be sent by telefacsimile (unless otherwise required by law), and shall be effective when actually delivered, or when deposited with a nationally recognized overnight courier, or, if mailed, shall be deemed effective when deposited in the United States mail first class, certified or registered mail, postage prepaid, directed to the addresses shown near the beginning of this Mortgage. Any party may change its address for notices under this Mortgage by giving formal written notice to the other parties, specifying that the purpose of the notice is to change the party's address. All copies of notices of foreclosure from the holder of any lien which has priority over this Mortgage shall be sent to Lender's address, as shown near the beginning of this Mortgage. For notice purposes, Grantor agrees to keep Lender informed at all times of Grantor's current address.

MISCELLANEOUS PROVISIONS. The following miscellaneous provisions are a part of this Mortgage:

Amendments. This Mortgage constitutes the entire understanding and agreement of the parties as to the matters set forth in this Mortgage. No alteration of or amendment to this Mortgage shall be

effective unless given in writing and signed by the party or parties sought to be charged or bound by the alteration or amendment.

Applicable Law. This Mortgage has been delivered to Lender and accepted by Lender in the State of Illinois. This Mortgage shall be governed by and construed in accordance with the laws of the State of Illinois.

Caption Headings. Caption headings in this Mortgage are for convenience purposes only and are not to be used to interpret or define the provisions of this Mortgage.

Merger. There shall be no merger of the interest or estate created by this Mortgage with any other interest or estate in the Property at any time held by or for the benefit of Lender in any capacity, without the written consent of Lender.

Multiple Parties. All obligations of Borrower and Grantor under this Mortgage shall be joint and several, and all references to Borrower shall mean each and every Borrower, and all references to Grantor shall mean each and every Grantor. This means that each of the persons or entities signing below is responsible for all obligations in this Mortgage.

Severability. If a court of competent jurisdiction finds any provision of this Mortgage to be invalid or unenforceable as to any person or circumstance, such finding shall not render that provision invalid or unenforceable as to any other persons or circumstances. If feasible, any such offending provision shall be deemed to be modified to be within the limits of enforceability or validity; however, if the offending provision cannot be so modified, it shall be stricken and all other provisions of this Mortgage in all other respects shall remain valid and enforceable.

Successors and Assigns. Subject to the limitations stated in this Mortgage on transfer of Grantor's interest, this Mortgage shall be binding upon and inure to the benefit of the parties, their successors and assigns. If ownership of the Property becomes vested in a person other than Grantor, Lender, without notice to Grantor, may deal with Grantor's successors with reference to this Mortgage and the Indebtedness by way of forbearance or extension without releasing Grantor from the obligations of this Mortgage or liability under the Indebtedness.

Time is of the Essence. Time is of the essence in the performance of this Mortgage.

Waiver of Right of Redemption. NOTWITHSTANDING ANY OF THE PROVISIONS TO THE CONTRARY CONTAINED IN THIS MORTGAGE, GRANTOR HEREBY WAIVES, TO THE EXTENT PERMITTED UNDER 735 ILCS 5/15-1601(b), AS NOW ENACTED OR AS MODIFIED, AMENDED OR REPLACED, OR ANY SIMILAR LAW EXISTING NOW OR AFTER THE DATE OF THIS MORTGAGE, ANY AND ALL RIGHTS OF REDEMPTION ON BEHALF OF GRANTOR AND ON BEHALF OF ANY OTHER PERSONS PERMITTED TO REDEEM THE PROPERTY.

Waivers and Consents. Lender shall not be deemed to have waived any rights under this Mortgage unless such waiver is in writing and signed by Lender. No delay or omission on the part of Lender in exercising any right shall operate as a waiver of such right or any other right. A waiver by any party of a provision of this Mortgage shall not constitute a waiver of or prejudice the party's right otherwise to demand strict compliance with that provision or any other provision. No prior waiver by Lender, nor any course of dealing between Lender and Borrower or Grantor, shall constitute a waiver of any of Lender's rights or any Grantor's obligations as to any future transactions. Whenever consent by Lender is required in this Mortgage, the granting of such consent by Lender in any instance shall not constitute continuing consent to subsequent instances where such consent is required.

**GRANTOR ACKNOWLEDGES HAVING READ ALL THE PROVISIONS OF THIS MORTGAGE,
AND GRANTOR AGREES TO ITS TERMS.**

GRANTOR:

**D & E ENTERPRISES, L.L.C.
136 Main Street Series, an Illinois
limited liability company**

By: _____
Its Manager

STATE OF ILLINOIS)
) **SS.**
COUNTY OF CHAMPAIGN)

On this _____ day of _____, 2017, _____, personally known to me to be the same person whose name is subscribed to the foregoing instrument, appeared before me this day in person, and acknowledged that he signed and delivered the said instrument as an authorized member of the Illinois limited liability company and as his free and voluntary act, for the uses and purposes therein set forth.

Notary Public

Notary Public in and for the State of Illinois

My Commission expires _____

(SEAL)

Legal Description of Real Property

EXHIBIT C

Description of Property

Commonly known as 136 W. Main Street, Urbana, Illinois.

PIN: 92-21-17-202-002

Exhibit B: 136 W Main St Location Map



Exhibit C

January 18, 2017

Brandon S. Boys
Economic Development Manager
City of Urbana
400 South Vine Street
Urbana, IL 61801

RE: Project Description, Budget and Timeline - **136 W. Main Street: Cohen Building**

Dear Mr. Boys,

This note provides a project description, a budget, and a timeline for a proposed project to preserve and renovate the build located at 136 W. Main Street, Urbana, IL. This project is being undertaken by the D&E Enterprises, LLC - 136 Main Street Series, the owner and developer of the property.

I, Dan Maloney, am the managing member of D&E Enterprises, LLC - 136 Main Street Series and will also be managing this proposed project. My goal for this project is to convert this building into one of the highest-performing and most-fully-reactivated historic buildings in Downtown Urbana.

Embarking on this project is contingent upon receiving tax increment finance incentives from the City of Urbana. The proposed project will preserve this historic structure and achieve modern code and life safety compliance including full ADA compliance.

In addition to this note, please also consider the floor plans and renderings for this proposed project that were previously provided to the City of Urbana.

Project Description

The table below breaks down the project into six phases of development.

Phase	Description
1	a new, ADA-compliant elevator servicing the basement, first and second floors of the building
2	fire-sprinkling of each floor of the building
3	improvements to the exterior of the building which may include, but are not limited to, entrances, façade, windows, rooftop or solar panels
4	a tenanted restaurant and bar on the first story of the building upon the Property and a commercial kitchen on the basement floor
5	an additional tenanted bar and/or restaurant in the basement floor
6	either at least one commercial tenant on the second floor or four apartment units on the second floor with at least five bedrooms in total

The installation of the elevator (Phase 1) is a prerequisite for any single tenant to occupy an individual floor of the building. The proposed elevator will be fully ADA compliant and will serve the basement, first and second floors via a controlled access system. The installation of a sprinkler system serving all three floors (Phase 2) is a prerequisite for all conceived future uses of the building. The installation of solar roof panels (approximately 22 kW {DC}) is planned, as well as improvements to the exterior of the building (Phase 3).

It is my intent to obtain tenant commitments prior to renovating each respective floor of the property (i.e., Phases 4, 5 and 6). The descriptions listed in the table above for Phases 4, 5 and 6 are the specific concepts that are being pitched to potential future tenants.

Project Budget

The table below breaks down the budget for each of the six phases of development.

Phase	Summary Description	Total
1	New Elevator	\$170,500
2	Full-Building Fire Sprinklers	\$81,400
3	Exterior Improvements / Solar Panels	\$137,500
4	1st Story Restaurant & Bar / Bsmt. Kitchen	\$1,110,780
5	Basement Speakeasy	\$505,120
6	2nd Story Apartments / Office	\$487,080

Tentative Project Timeline

The table below outlines the tentative timeline for the project. This tentative timeline is, admittedly, fairly optimistic with the possibility of some commencement dates and completion dates slipping by as much as 4 years.

Phase	Summary Description	Commencement	Completion
1	New Elevator	July 1, 2017	August 31, 2017
2	Full-Building Fire Sprinklers	July 1, 2017	December 31, 2018
3	Exterior Improvements / Solar Panels	June 1, 2017	December 31, 2018
4	1st Story Restaurant & Bar / Bsmt. Kitchen	July 1, 2017	December 31, 2017
5	Basement Speakeasy	July 1, 2018	December 31, 2018
6	2nd Story Apartments / Office	July 1, 2017	December 31, 2017

While it is hoped that tenant commitments are secured before the installation of the new elevator (Phase 1), I believe that it may be extremely difficult to obtain tenant commitments prior to the new elevator installation. Therefore, if tenant commitments are not secured prior to June 15, 2017, then my tentative plan is to go forward with the elevator installation. The fire-sprinkling of the building (Phase 2) will likely take place in stages, as the renovation of each floor of the building is completed. The installation of solar roof panels must be completed before the December 31, 2017 (part of Phase 3). Improvements to the exterior of the building (Phase 3) will likely take place in stages and the requirements will partly be a function of the other phases of the project. As previously noted, it is my intent to obtain a tenant commitment prior to renovating each respective floor of the property. Hence, the timeline for Phases 4, 5 and 6 are difficult to predict.

Sincerely,

A handwritten signature in black ink that reads "Dan Maloney". The signature is written in a cursive, flowing style with a large initial "D" and "M".

Dan Maloney
Managing Member
D&E Enterprises, LLC - 136 Main Street Series
1008 W. William St
Champaign, IL 61821

E-Mail: dan@detech.net

Voice: 217-356-8426



Exhibit D

FOR LEASE | RETAIL

RESTAURANT SPACE FOR LEASE IN DOWNTOWN URBANA (COHEN BUILDING)

136 W Main St, Urbana, IL 61801 | Urbana, IL 61801



PRESENTED BY:

DAN CLARK

Advisor
407.288.2882
dan.clark@svn.com

PROPERTY HIGHLIGHTS

- 4,872 SF Of Prime Restaurant/Retail Space Available For Lease
- Central Downtown Urbana Location [Corner of Main & Race]
- Upper & Lower Level Floors Are Currently Available (Up to 14,616 Total SF)
- Fantastic Views Of Downtown Urbana With Outdoor Seating Potential
- Steps Away From Other Restaurants, Coffee Shops, Retail Establishments, Etc.
- Proposed To Be Downtown Urbana's Greenest Building With 19.24 kW Of Roof-Top Solar Power
- Brand New Elevator Planned For Building



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The information listed above has been obtained from sources we believe to be reliable, however, we accept no responsibility for its correctness.



FOR LEASE | RETAIL

RESTAURANT SPACE FOR LEASE IN DOWNTOWN URBANA (COHEN BUILDING)

136 W Main St, Urbana, IL 61801, Urbana, IL 61801



LEASE OVERVIEW

AVAILABLE SF: 4,872 - 14,616 SF

LEASE RATE: \$22.00 SF/Yr (NNN)

BUILDING SIZE: 14,616 SF

YEAR BUILT: 1907

ZONING: B-4

CROSS STREETS: Race And Main

PROPERTY DESCRIPTION

4,872 square feet of 1st floor restaurant/retail space is available for lease. This is a fantastic opportunity to operate a restaurant/retail establishment in downtown Urbana. The space offers a unique advantage due to the potential to be renovated to fit a tenant's exact layout request/need. An additional 4,872 square feet can be available to lease on both the upper and lower level floors (Up to 14,616 total SF). Steps away from other restaurants, coffee shops, banks, grocers, and retail establishments. Within Close Proximity to the University of Illinois. Historical and additional information for the building can be found at www.136mainstreet.com.



DAN CLARK
Advisor
407.288.2882
dan.clark@svn.com

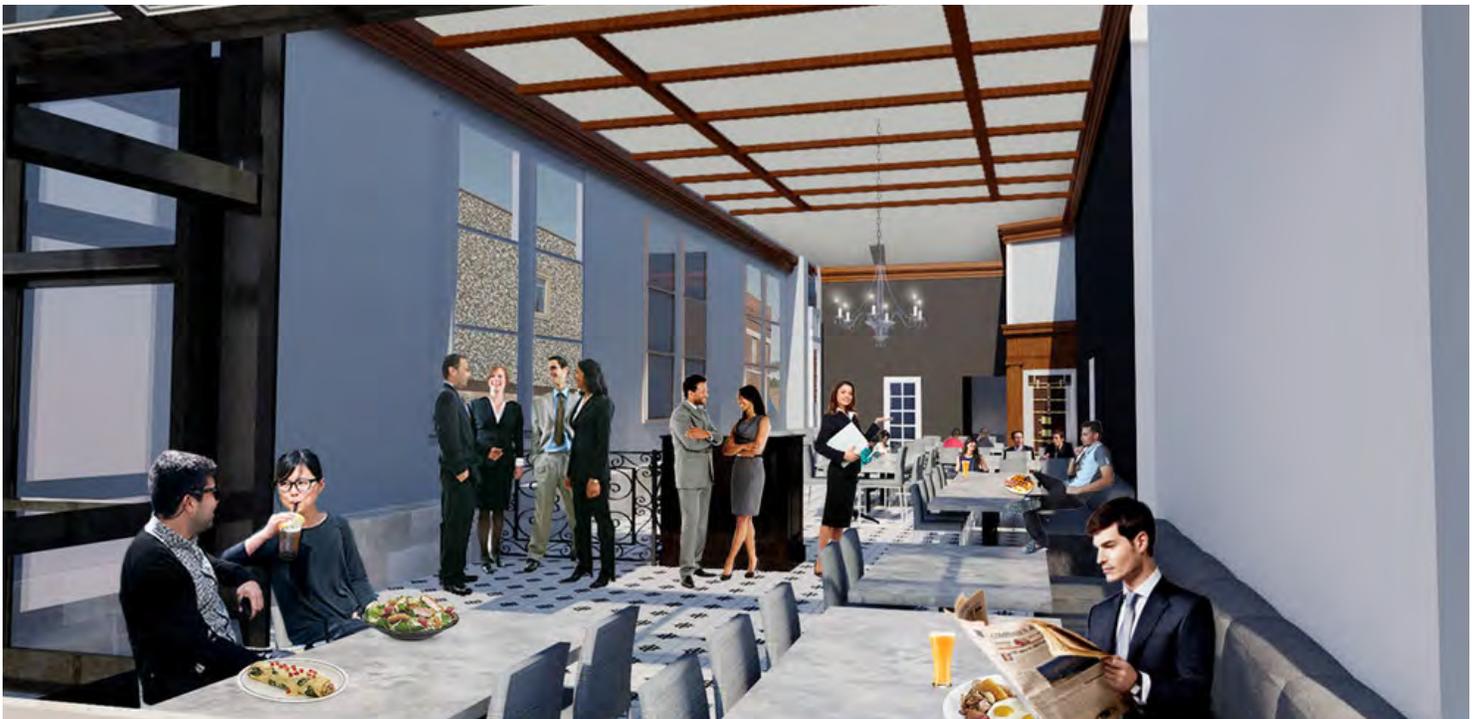
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FOR LEASE | RETAIL

RESTAURANT SPACE FOR LEASE IN DOWNTOWN URBANA (COHEN BUILDING)

136 W Main St, Urbana, IL 61801, Urbana, IL 61801



DAN CLARK

Advisor
407.288.2882
dan.clark@svn.com

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RESTAURANT SPACE FOR LEASE IN DOWNTOWN URBANA (COHEN BUILDING)

136 W Main St, Urbana, IL 61801, Urbana, IL 61801



DAN CLARK

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FOR LEASE | RETAIL

RESTAURANT SPACE FOR LEASE IN DOWNTOWN URBANA (COHEN BUILDING)

Main Level Proposed Floor Plan
[Can Be Modified]



DAN CLARK
Advisor
407.288.2882
dan.clark@svn.com

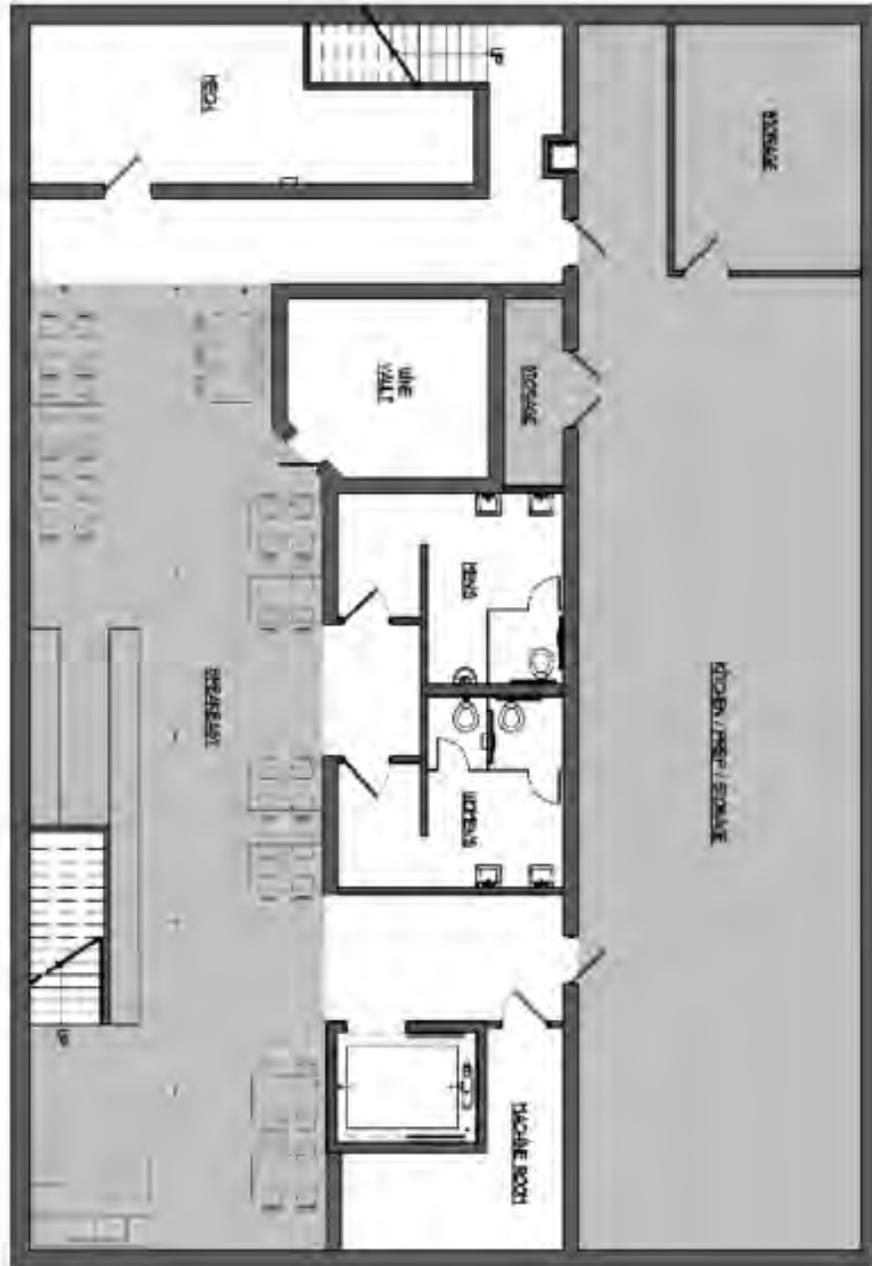
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RESTAURANT SPACE FOR LEASE IN DOWNTOWN URBANA (COHEN BUILDING)

Lower Level Proposed Floor Plan
[Can Be Modified]



DAN CLARK
Advisor
407.288.2882
dan.clark@svn.com

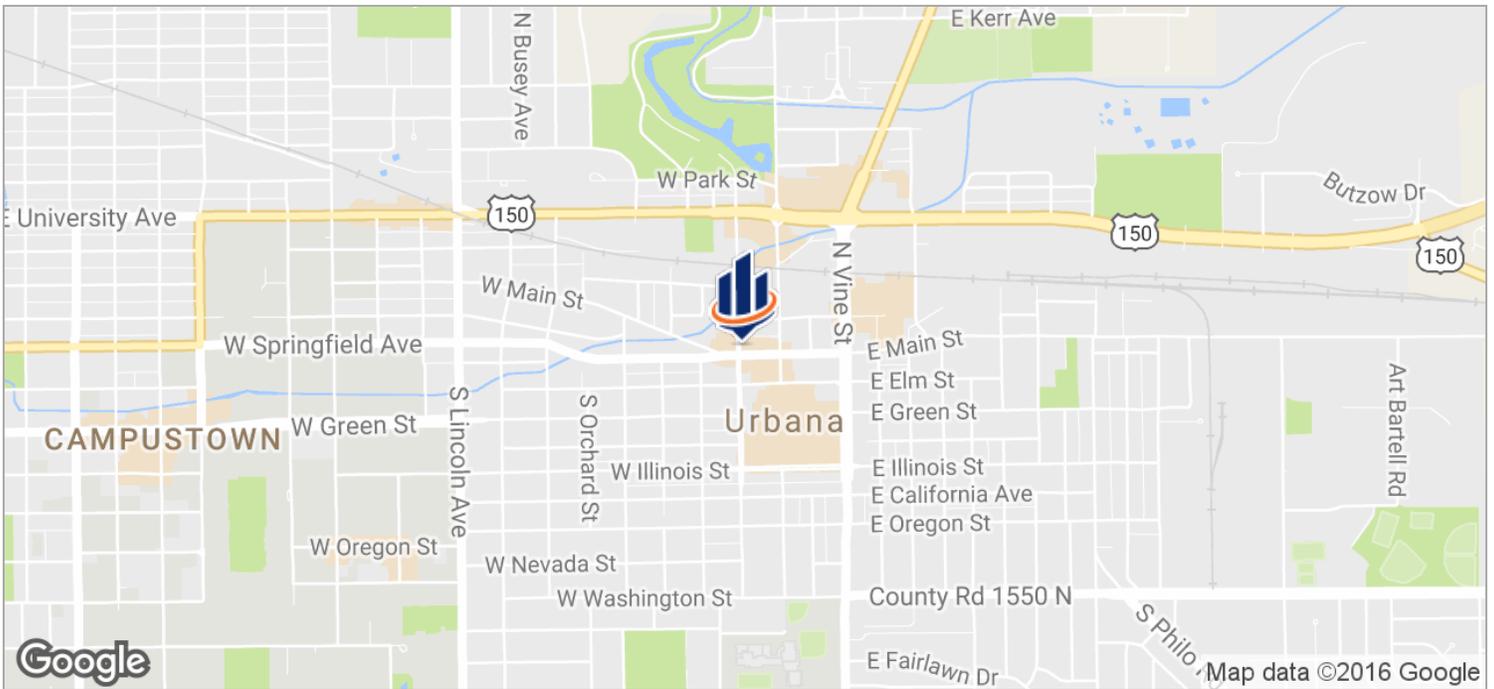
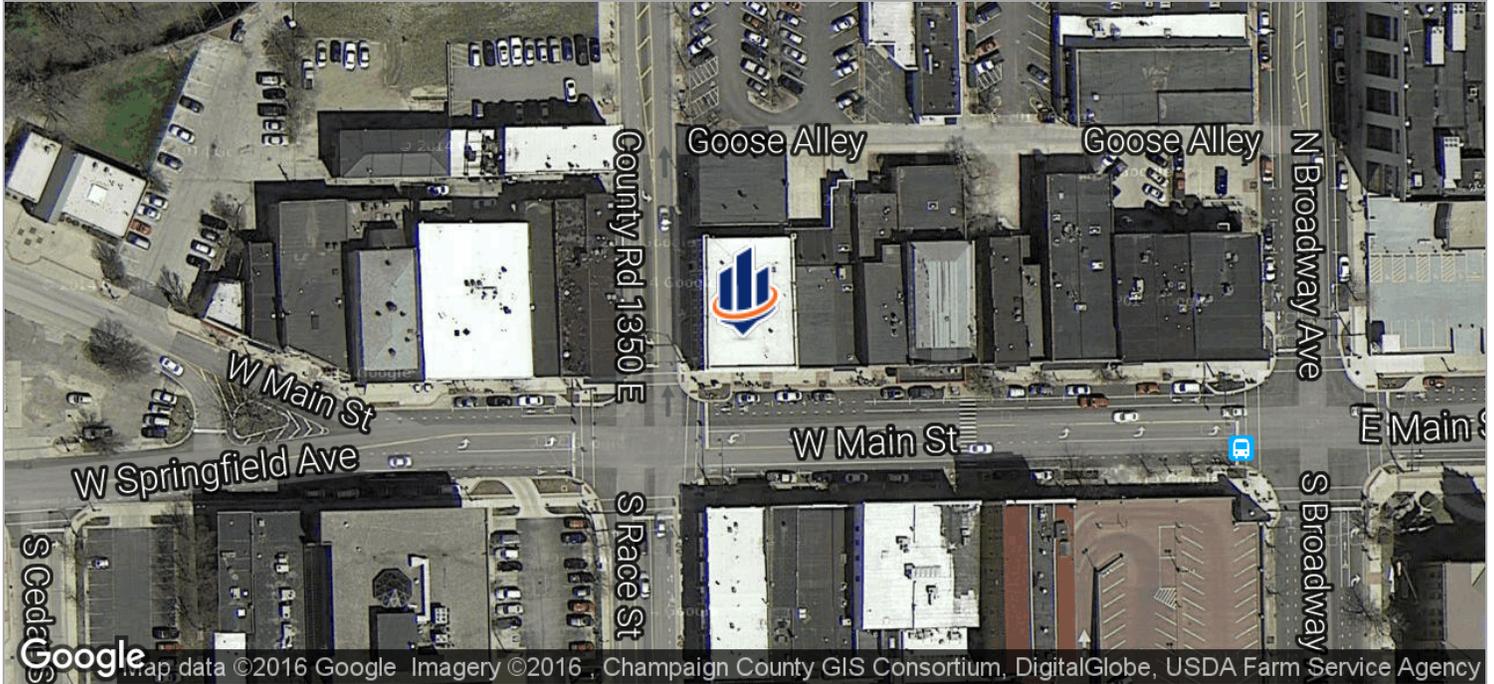
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136 W Main St, Urbana, IL 61801, Urbana, IL 61801



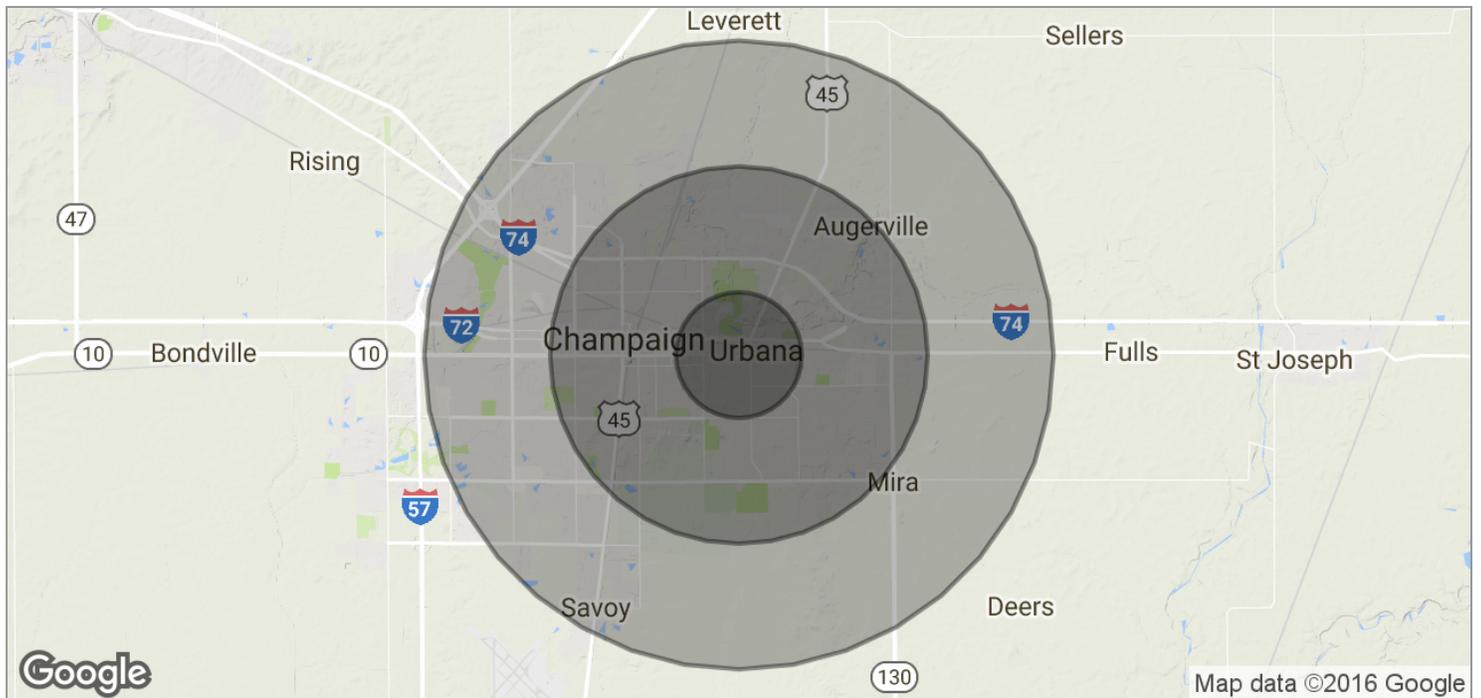
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RESTAURANT SPACE FOR LEASE IN DOWNTOWN URBANA (COHEN BUILDING)

136 W Main St, Urbana, IL 61801, Urbana, IL 61801



POPULATION	1 MILE	3 MILES	5 MILES
TOTAL POPULATION	13,491	84,501	139,168
MEDIAN AGE	25.1	26.3	28.8
MEDIAN AGE (MALE)	25.0	25.8	28.3
MEDIAN AGE (FEMALE)	25.3	26.9	29.5

HOUSEHOLDS & INCOME	1 MILE	3 MILES	5 MILES
TOTAL HOUSEHOLDS	5,244	30,530	52,983
# OF PERSONS PER HH	2.6	2.8	2.6
AVERAGE HH INCOME	\$47,252	\$41,020	\$49,616
AVERAGE HOUSE VALUE	\$195,577	\$151,973	\$147,240



FOR LEASE | RETAIL

RESTAURANT SPACE FOR LEASE IN DOWNTOWN URBANA [COHEN BUILDING]

136 W Main St, Urbana, IL 61801, Urbana, IL 61801

	1 MILE	3 MILES	5 MILES
Total households	5,244	30,530	52,983
Total persons per hh	2.6	2.8	2.6
Average hh income	\$47,252	\$41,020	\$49,616
Average house value	\$195,577	\$151,973	\$147,240

	1 MILE	3 MILES	5 MILES
Total population	13,491	84,501	139,168
Median age	25.1	26.3	28.8
Median age (male)	25.0	25.8	28.3
Median age (female)	25.3	26.9	29.5

* Demographic data derived from 2010 US Census



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FOR LEASE | RETAIL

RESTAURANT SPACE FOR LEASE IN DOWNTOWN URBANA (COHEN BUILDING)

136 W Main St, Urbana, IL 61801, Urbana, IL 61801



Dan Clark

Advisor

SVN | Ramshaw Real Estate, Inc.

Dan Clark

Transaction Management, Account Executive

Dan Clark is a commercial real estate account executive with Sperry Van Ness. In that capacity, he focuses his business model on the coordination and development of real estate transactions for his clients. He brings a solid background in business negotiations, primarily specializing in national tenant representation for fortune 100 companies.

His specialties include build-to-suits, lease renewals, relocations, expansion negotiations, financial analysis, business consolidations, and dispositions.

Mr. Clark's expertise in the business can be credited from operating as the nationwide real estate manager for a 38 billion dollar global leader in automotive, building efficiency, and power solutions company. He has also served as a national real estate manager for one of the largest and most diversified wholesale distributors in the U.S. and Canada.

Memberships & Affiliations

Clark was a member of the International Council on Shopping Centers, and has aided in numerous events as an elected board member.

Phone: 407.288.2882

Cell: 407.288.2882

Email: dan.clark@svn.com

Address: 505 West University Ave
Champaign, IL 61820



DAN CLARK

Advisor
407.288.2882
dan.clark@svn.com

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DISCLAIMER

RESTAURANT SPACE FOR LEASE IN DOWNTOWN URBANA [COHEN BUILDING] | 14,616 SF | URBANA, IL

The material contained in this Offering Brochure is furnished solely for the purpose of considering a lease of a portion of the property within and is not to be used for any other purpose. This information should not, under any circumstances, be photocopied or disclosed to any third party without the written consent of the SVN® Advisor or Property Owner ["Owner"], or used for any purpose whatsoever other than to evaluate the possible lease of the Property.

The only party authorized to represent the Owner in connection with the lease of the Property is the SVN Advisor listed in this proposal, and no other person is authorized by the Owner to provide any information or to make any representations other than contained in this Lease Offering Brochure. If the person receiving these materials does not choose to pursue a lease of the Property, this Lease Offering Brochure must be returned to the SVN Advisor.

Neither the SVN Advisor nor the Owner make any representation or warranty, express or implied, as to the accuracy or completeness of the information contained herein, and nothing contained herein is or shall be relied upon as a promise or representation as to the future representation of the Property. This Lease Offering Brochure may include certain statements and estimates by SVN with respect to the Property. These Assumptions may or may not be proven to be correct, and there can be no assurance that such estimates will be achieved. Further, the SVN Advisor and the Owner disclaim any and all liability for representations or warranties, expressed or implied, contained in or omitted from this Lease Offering Brochure, or any other written or oral communication transmitted or made available to the recipient. The recipient shall be entitled to rely solely on those representations and warranties that may be made to it in any final, fully executed and delivered Real Estate Lease Agreement between it and Owner.

The information contained herein is subject to change without notice and the recipient of these materials shall not look to Owner or the SVN Advisor, nor any of their officers, employees, representatives, independent contractors or affiliates, for the accuracy or completeness thereof. Recipients of this Lease Offering Brochure are advised and encouraged to conduct their own comprehensive review and analysis of the Property.

This Lease Offering Brochure is a solicitation of interest only and is not an offer to lease the Property. The Owner expressly reserves the right, at its sole discretion, to reject any or all expressions of interest to lease the Property and expressly reserves the right, at its sole discretion, to terminate negotiations with any entity, for any reason, at any time with or without notice. The Owner shall have no legal commitment or obligation to any entity reviewing the Lease Offering Brochure or making an offer to lease the Property unless and until the Owner executes and delivers a signed Real Estate Lease Agreement on terms acceptable to Owner, in Owner's sole discretion. By submitting an offer to lease, a prospective lessee will be deemed to have acknowledged the foregoing and agreed to release the Owner and the SVN Advisor from any liability with respect thereto.

To the extent Owner or any agent of Owner corresponds with any prospective lessee, any prospective lessee should not rely on any such correspondence or statements as binding Owner. Only a fully executed Real Estate Lease Agreement shall bind the property and each prospective purchaser proceeds at its own risk.

