

**VILLAGE OF DOWNERS GROVE
REPORT FOR THE VILLAGE COUNCIL MEETING
FEBRUARY 8, 2011 AGENDA**

SUBJECT:	TYPE:	SUBMITTED BY:
Real Estate Contracts for Properties located at 125 2 nd Street, 5129 Cumnor, 5132 Cumnor, 5135 Cumnor and 5136 Cumnor	✓ Resolution Ordinance Motion Discussion Only	Enza Petrarca Village Attorney

SYNOPSIS

Staff has prepared resolutions authorizing execution of Real Estate Contracts for the properties located at 125 2nd Street, 5129 Cumnor, 5132 Cumnor, 5135 Cumnor and 5136 Cumnor in the amount of \$1,492,500.

STRATEGIC PLAN ALIGNMENT

Strategic Plan Goals for 2011 - 2018 identified *Top Quality Infrastructure* and *Steward of Financial and Environmental Sustainability*.

FISCAL IMPACT

The FY11 budget includes \$3.0 million in the Stormwater Improvement Fund for this project. The budget includes \$1,350,000 for the purchase of property. While the cost these properties is \$142,500 over the budget for land acquisition, staff expects that the project will be completed within the total project budget.

RECOMMENDATION

Approval on the February 8, 2011 Consent Agenda

BACKGROUND

The proposed land acquisition is located at 2nd Street and Cumnor Road, which was identified in the Watershed Improvement Plan as a high priority subwatershed. The subwatershed is generally located East of Fairview Avenue, between Maple Avenue and 5th Street.

Flooding of houses, yards and streets has occurred repetitively at the intersection of 2nd Steet and Cumnor Road. Drainage problems in this area are due to a depressional area in the street that has an undersized outlet. In 2008, the Village contracted with Engineering Resource Associates (ERA) to investigate possible options for a solution in this subwatershed. Several options were analyzed, including a large diameter storm sewer pipe and an on-site, above ground detention storage facility. The storage facility was chosen, and will be constructed on the land purchased through these voluntary buy-outs. Utilizing the design information provided by ERA, the final design and construction documents will be prepared by staff.

ATTACHMENTS

- Resolutions
- Real Estate Agreements

RESOLUTION NO. _____

**A RESOLUTION AUTHORIZING
EXECUTION OF A REAL ESTATE CONTRACT
FOR THE PROPERTY LOCATED AT 125 2nd STREET, DOWNERS GROVE, IL**

BE IT RESOLVED by the Village Council of the Village of Downers Grove, DuPage County, Illinois, as follows:

1. That the form and substance of a certain Real Estate Contract (the “Agreement”), between the Village of Downers Grove (the “Purchaser”) and Miles & Amy Boone, As Trustee of the Amy Boone Trust, dated June 23, 2010 (hereinafter collectively “Seller”), for the purchase of certain property located at 125 2nd Street, Downers Grove, Illinois, as set forth in the form of the Agreement submitted to this meeting with the recommendation of the Village Manager, is hereby approved.

2. That the Mayor and Village Clerk are hereby respectively authorized and directed for and on behalf of the Village to execute, attest, seal and deliver the Agreement, substantially in the form approved in the foregoing paragraph of this Resolution, together with such changes as the Mayor shall deem necessary.

3. That the proper officials, agents and employees of the Village are hereby authorized and directed to take such further action as they may deem necessary or appropriate to perform all obligations and commitments of the Village in accordance with the provisions of the Agreement.

4. That all resolutions or parts of resolutions in conflict with the provisions of this Resolution are hereby repealed.

5. That this Resolution shall be in full force and effect from and after its passage as provided by law.

Mayor

Passed:
Attest: _____
Village Clerk

REAL ESTATE CONTRACT

1. **PURCHASER, SELLER AND PROPERTY:** **VILLAGE OF DOWNERS GROVE**, 801 Burlington Avenue, Downers Grove, DuPage County, Illinois, (hereinafter "Purchaser") agrees to purchase and **Miles & Amy Boone, As Trustee of the Amy Boone Trust, dated June 23, 2010** (hereinafter collectively "Seller") agree to sell the property commonly referred to as 125 2nd Street, Downers Grove, Illinois (hereinafter the "Property") and legally described as follows:

LOT 15 (except the easternmost 10 feet) IN BRANIGAR BROTHERS EAST GROVE HIGHLANDS, BEING A SUBDIVISION OF PART OF THE NORTHWEST 1/4 AND THE SOUTHWEST 1/4 OF SECTION 9, TOWNSHIP 38 NORTH, RANGE 11, EAST OF THE THIRD PRINCIPAL MERIDIAN, ACCORDING TO THE PLAT THEREOF RECORDED AUGUST 25, 1920 AS DOCUMENT NO. 143968 IN DUPAGE COUNTY, ILLINOIS

Commonly known as: 125 2nd Street, Downers Grove, Illinois
PIN: 09-09-317-002

The Village shall prepare and record, at no cost to the Seller, a Plat of Reconfiguration pursuant to Chapter 20 of the Downers Grove Municipal Code, for the Property located at 117 2nd Street also owned by the Sellers. Said Plat shall establish that the eastern 10 feet of the current lot located at 125 2nd Street (PIN 09-09-317-002) shall be included as part of the lot at 117 2nd Street (PIN 09-09-317-003)

2. **PURCHASE PRICE:** Purchaser shall pay Seller the sum of Two Hundred Ninety Five Thousand Dollars (\$295,000.00) at closing for the Property, plus or minus proration.

3. **DEED AND OTHER CLOSING DOCUMENTS:** Seller shall convey or cause to be conveyed by recordable warranty deed or trustees Deed good and merchantable title to Purchaser, with release of homestead rights subject only to the following permitted exceptions:

- a) general real estate taxes not yet due and payable;
- b) public utility easements that do not interfere with Purchasers intended use of the property;
- c) covenants and conditions of record that do not interfere with Purchasers intended use of the property;

Seller shall furnish to Purchaser an Affidavit of Title, in customary form, at or prior to closing subject only to the permitted exceptions listed above. In the event that title is held in trust, the Affidavit of

Title shall be executed by the Trustee and beneficiary or beneficiaries of the Trust. Seller shall also provide at closing a Bill of Sale and ALTA Statement as well as any other documents required by the title company and/or necessary to effectuate the terms of this Agreement.

4. **CLOSING:** The closing shall occur on or before March 28, 2011 (hereinafter "Closing Date"), unless otherwise extended as provided for in this Contract or by the mutual agreement of the parties. The closing shall take place at the offices of the title company at a location mutually acceptable to the parties. Purchaser shall be solely responsible for all closing costs, with the exception of Seller's attorney's fees.

5. **POSSESSION:** Seller shall deliver possession of the Property no later than 11:59 p.m. on March 31, 2011. Further, Seller shall have use of the garage space and be provided an opportunity to return to the Property on or before April 1, 2011 to remove planted vegetation. During Seller's possession of the property, Seller agrees to maintain the same insurance coverage presently maintained and shall be solely responsible for any maintenance of the property.

6. **TITLE COMMITMENT:** Upon acceptance of this Contract, Purchaser shall procure a title commitment for an owner's title insurance policy covering the Property in the amount of the purchase price. The title commitment shall show title in the Seller subject only to (a) the permitted Exceptions listed in this Contract, and (b) title exceptions pertaining to liens or encumbrances of a definite or ascertainable amount which may be removed by the payment of money at the time of closing and which the Seller may so remove at that time by using the funds to be paid upon the delivery of the deed. The title commitment shall be conclusive evidence of good title as therein shown as to all matters insured by the policy, subject only to the permitted exceptions. Purchaser shall be solely responsible for all costs associated with the commitment for title insurance and the title insurance policy.

7. **SURVEY:** Purchaser shall be solely responsible for procuring a survey of the Property and all costs associated therewith.

8. **REAL ESTATE TAXES:** Seller represents that the 2009 real estate taxes have been paid in full. Seller shall be solely responsible for the 2010 real estate taxes and the 2011 real estate taxes through the

Closing Date; a credit shall be given to Purchaser at closing for the 2010 real estate taxes and the 2011 real estate taxes through the Closing Date, based upon 105% of the 2009 real estate taxes.

9. **TIME:** Time is of the essence of this contract.

10. **NOTICES:** All notices herein required shall be in writing and shall be served on the parties or the parties' attorney, by regular mail with a facsimile copy to the attorney as follows:

If to Seller: Miles & Amy Boone
117 2nd Street
Downers Grove, IL 60515

With Copy to : Debbie Lifka
Lifka & Lifka, PC
1551 Warren Avenue
Downers Grove, IL 60515
(630) 434.9889 Fax: (630) 434.9931

If to Purchaser: Village of Downers Grove
Attn: Village Attorney
801 Burlington Avenue
Downers Grove, IL 60515
(630) 434.5541 Fax: (630) 434.5493

11. **REPRESENTATIONS AND WARRANTIES:** The Seller represents and warrants to Purchaser as follows, and each such representation and warranty of Seller shall be true at closing, and shall be deemed remade as of the Closing Date and shall survive the closing of this transaction:

- a) The Seller has full capacity, right, power and authority to execute, deliver and perform this Agreement and all documents to be executed by Seller pursuant hereto on behalf of Seller, and to bind Seller hereby, and all required action and approvals therefore have been duly taken and obtained. The individuals signing this Agreement and all other documents executed or to be executed pursuant hereto on behalf of Seller are and shall be duly authorized to sign the same and to bind Seller thereto.
- b) Except for Seller, there are no persons or entities in possession or occupancy of the property or any part thereof, nor are there any persons or entities who have possessory rights or leaseholds with respect to the Property or any part thereof which would extend beyond the

Closing Date.

- c) There are no claims, suits, causes of action or other litigation or proceedings pending with respect to or affecting the ownership or operation of the Property.
- d) Seller represents that neither Seller, nor Seller's agents have received any notices from any city, village or other governmental authority of environmental, zoning, building, fire or health code violations in respect to the real estate.
- e) Seller has received no notice of any condemnation of any part of the Property, any special tax or assessment to be levied against the Property or any change in the tax assessment of the Property.
- f) There are not owing any delinquent taxes or assessments of any kind on the Property.
- g) No person, firm, corporation or other entity has any right or option to acquire the Property or any part thereof from Seller except for Purchaser.
- h) Seller will not enter or extend any contracts or leases affecting the Property after the effective date hereof without Purchaser's express written consent.
- i) Seller represents that it is not a "foreign person" as defined in Section 1445 of the Internal Revenue Code and is therefore exempt from the withholding requirements of said Section. Seller will furnish Purchaser at closing the Exception Certification set forth in said Section.
- j) Seller has not employed the services of a real estate broker.

12. HAZARDOUS MATERIALS: Seller represents to the best of Seller's knowledge that: (i) the Property and any improvements thereon or any part thereof have never been used as a sanitary landfill, waste dump site or for the treatment, storage or disposal of Hazardous Materials; (ii) no underground tanks (or piping) are or have been present on the Property or adjacent property; (iii) no Release of Hazardous Materials has occurred from or upon the Property; (iv) the Property and the improvements thereon do not contain any Hazardous Materials; and (v) Seller has delivered to Purchaser all reports, assessments and studies in Seller's possession which relate to the environmental condition of the Property. The term "Release" or "Released"

shall mean any actual or threatened spilling, leaking, pumping, pouring, emitting, emptying, discharging, injecting, escaping, leaching, presence, dumping, migration on or from the Property or adjacent property, or disposing of Hazardous Materials into the environment, as “environment” is defined in CERCLA (See definition of “Hazardous Materials” below).

“Hazardous Material” means any hazardous substance, pollutant, or contaminant regulated under the Comprehensive Environmental Response, Compensation and Liability Act, as amended, 42 U.S.C. § 9601 et. Seq. (“CERCLA”); oil and petroleum products and by-products and natural gas, natural gas liquids, liquefied natural gas, and synthetic gas usable for fuel, urea, formaldehyde foam insulation, and chlorofluoro carbons; pesticides regulated under the Federal Insecticide, Fungicide, and Rodenticide Act, as amended, 7 U.S.C. § 136 et seq; asbestos, polychlorinated biphenyl, and other substance regulated under the Toxic Substances Control Act, as amended, 15 U.S.C. § 2601 et seq.; chemicals subject to the Occupational Safety and Health Standards, Hazard Communication, 29 C.F.R. § 1900.1200, as amended; source material, special nuclear, by-product materials, and any other radioactive materials or radioactive wastes, however produced, regulated under the requirements with respect to the construction, use or occupancy of the Property or any part thereof.

13. COUNTERPARTS: This agreement may be executed in multiple counterparts, each of which shall be deemed an original and all of which when taken together shall constitute one and the same agreement.

14. ENTIRE AGREEMENT: This Contract embodies the entire agreement and understanding between the Seller and Purchaser and there are no other agreements, representations or understandings, oral or written, between the parties with respect to the subject matter of this Contract. No alteration, modification, amendment or change of this Contract shall be valid, unless in writing, signed by all parties.

15. SEVERABILITY: The invalidity of any paragraph or subparagraph of this Contract shall not impair the validity of any other paragraph or subparagraph. If any provision of this Contract is determined

to be unenforceable, such provision shall be determined severable and the Contract may be enforced with such provision severed or with such provision as modified.

16. ENFORCEABILITY: This Agreement shall not be binding upon Purchaser unless and until it has been duly approved and adopted by the Village Council.

17. APPLICABLE LAW: This contract shall be governed by the laws of the State of Illinois.

18. DEFAULT: In the event of default, both Purchase and Seller shall be entitled to any and all remedies at law or in equity.

19. REMOVAL OF PERSONAL PROPERTY: Seller shall be allowed to remove all personal property prior to the Possession date, provided that the home remains secure and safe from trespassers and the elements.

PURCHASER:

VILLAGE OF DOWNERS GROVE,
DUPAGE COUNTY, ILLINOIS

Mayor

ATTEST:

Village Clerk

Date: _____

SELLER:

Miles & Amy Boone As Trustee of the Amy Boone Trust, dated June 23, 2010

Miles Boone

Amy Boone

Date: _____