## AGREEMENT FOR SPECIAL SERVICE AREA # 19

between the

### **CITY OF CHICAGO**

and

# DEV CORP NORTH dba ROGERS PARK BUSINESS ALLIANCE

Effective January 1, 2017 through December 31, 2017

Rahm Emanuel Mayor

#### AGREEMENT-SPECIFIC INFORMATION

Date Agreement entered into (see Agreement Preamble): January 1, 2017 Name of Contractor (see Agreement Preamble): Dev Corp North dba Rogers Park Business Alliance Contractor's State and Form of Organization or Incorporation (see Agreement Preamble): Illinois not-for-profit corporation Special Service Area Number (see Agreement Recitals): No. 19 Service Tax not to exceed the following percentage of the equalized assessed value of all property within the Area (see Agreement Recitals): .833% City Council authorization date (see Agreement Recitals): October 5, 2016 Establishment Ordinance date (see Agreement Article 2): November 8, 2006 Surplus TIF Funds fund number (see Agreement Article 2): 155 Service Tax Funds amount (see Agreement Section 5.01(a)): \$289,709 Surplus Funds amount (see Agreement Section 5.01(b)): N/A Surplus TIF Funds amount (see Agreement Section 5.01(c)): \$63,657 Late Collections amount (see Agreement Section 5.01(d)): \$6,200 Maximum compensation amount (see Agreement Section 5.01): \$359,566 Maximum amount (see Agreement Section 5.02): \$359,566 Bank name and address (see Agreement Section 5.03): Wire transfer and Account numbers (see Agreement Section 5.03): Fund number (see Agreement Section 5.05): Special conditions (see Agreement Section 8.01): None Special Service Area Commission's address (see Agreement Article 9): 1448 West Morse Avenue, Chicago, IL 60626

Contractor's address (see Agreement Article 9): 1448 West Morse Avenue, Chicago, IL 60626

Attention: Sandi Price

# EXHIBITS 1 AND 2 TO THE AGREEMENT FOLLOW THIS AGREEMENT SPECIFIC INFORMATION: THE SIGNATURE PAGE TO THE AGREEMENT FOLLOWS EXHIBITS 1 AND 2

# EXHIBIT 1

Scope of Services & Budget

# EXHIBIT 2

Economic Disclosure Statement and Affidavit

**IN WITNESS WHEREOF,** the City and the Contractor have executed this Agreement on the date first set forth above, at Chicago, Illinois.

CITY OF CHICAGO

By: Commissioner, Dep Planning and Deve	partment of lopment	
as of	, 20	
Recommended by:		
SSAC Chairperson		
		CONTRACTOR
		By:
		Its:
		Attested By:
		Its:
State of		
County of		
This instrument was access of person/s) ase of party on behalf of wh	knowledged be (tominstrument	fore me on (date) by ype of authority, e.g., officer, trustee, etc.) of was executed).
		(Signature of Notary Public)

THE AGREEMENT'S TABLE OF CONTENTS, PREAMBLE, RECITALS, BODY AND EXHIBITS 3 THROUGH 9 FOLLOW THIS SIGNATURE PAGE

# TABLE OF CONTENTS

	$\underline{Pa}$	<u>ge</u>
ARTICLE 1	INCORPORATION OF RECITALS	1
ARTICLE 2	DEFINITIONS	1
ARTICLE 3	DUTIES AND RESPONSIBILITIES OF CONTRACTOR	3
3.01	Scope of Services	3
3.02	Standard of Performance	3
3.03	Personnel	4
3.04	Nondiscrimination	5
3.05	Insurance	6
3.06	Indemnification	6
3.07	Records and Audits	7
3.08	Subcontracts and Assignments	9
3.09	License, Permits and Safety Considerations	10
3.10	Performance Bond	10
ARTICLE 4	TERM OF SERVICES	10
ARTICLE 5	COMPENSATION	11
5.01	Basis of Payment	11
5.02	Budget for Services	11
5.03	Method of Payment	11
5.04	Criteria for Payment	12
5.05	Funding	.12
5.06	Non-Appropriation	.12
0		10
ARTICLE 6	SPECIAL CONDITIONS	12
6.01	Warranties and Representations	. 14
. 6.02	Economic Disclosure Statement	. д т
6.03	Conflict of Interest	.14
6.04	Non-liability of Public Officials	.15
6.05	Independent Contractor	.15
6.06	Business Relationships with Elected Officials	.16
6.07	Chicago "Living Wage" Ordinance	.16
6.08	Deemed Inclusion	.17
6.09	Environmental Warranties and Representations	. 18
6.10	EDS / Certification Regarding Suspension and Debarment	.18
6.11	Ethics	.19
6.12	MacBride Ordinance	.19
6.13	Duty to Report Corrupt or Unlawful Activity	.19
6.14	Minimum Wage Mayoral Executive Order 2014-1	.20

ARTICLE 7 EVENTS OF DEFAULT, REMEDIES, TERMINATION, RIGHT	
TO OFFSET, SUSPENSION	21
7.01 Events of Default Defined	21
7.02 Remedies	22
7.03 Right to Offset	23
7.04 Suspension	23
7.05 No Damages for Delay	23
7.06 Early Termination	23
ARTICLE 8 GENERAL CONDITIONS	24
8.01 Entire Agreement	24
8.02 Counterparts	24
8.03 Amendments	24
8.04 Compliance with All Laws	24
8.05 Compliance with ADA and Other Accessibility Laws	24
8.06 Assigns	25
8.07 Cooperation	25
8.08 Severability	25
8.09 Interpretation	25
8.10 Miscellaneous Provisions	26
8.11 Disputes	26
8.12 Contractor Affidavit	26
8.13 Prohibition on Certain Contributions	26
8.14 Firms Owned or Operated by Individuals with Disabilities	28
8.15 Governing Law and Jurisdiction	28
ARTICLE 9 NOTICES	28
ARTICLE 10 CITY ACTION	29
ARTICLE 11 PLA	20
	.,29
EXHIBIT 1 Scope of Services & Budget (above)	
EXHIBIT 2 Economic Disclosure Statement and Affidavit (above)	
EXHIBIT 3 Insurance Provisions (below)	
EXHIBIT 4 Security Firm Insurance Provisions (below)	
EXHIBIT 5 Prevailing Wages (below)	
EXHIBIT 6 Performance Bond Form (below)	
EXHIBIT 7 Contractor Affidavit (below)	
EXHIBIT 8 Additional Audit Requirements (below)	
EXHIBIT 9 PLA (below)	
LANGE LANGE CONTRACTOR OF THE	

#### **AGREEMENT**

This Agreement for the management of Special Service Area Number 8 is entered into as of the date set forth in the Agreement-Specific Information above by and between the Contractor named in the Agreement-Specific Information above ("Contractor"), and the City of Chicago ("City"), a municipal corporation and home rule unit of local government existing under the Constitution of the State of Illinois, acting through the Special Service Area Commission at Chicago, Illinois.

#### RECITALS

WHEREAS, special service areas may be established pursuant to Article VII, §§ 6(1) and 7(6) of the Constitution of the State of Illinois, and pursuant to the provisions of the Special Service Area Tax Law, 35 ILCS 200/27-5 et seq.; and

WHEREAS, the City Council of the City of Chicago ("City Council") has established a special service area known and designated as set forth in the Agreement-Specific Information above ("Area"), to provide special services in addition to those services provided generally by the City ("Special Services"). The City Council has further authorized the levy of an annual ad valorem real property tax in the Area sufficient to produce revenues required to provide those Special Services but not to exceed the percentage set forth in the Agreement-Specific Information above of the equalized assessed value of all property within the Area ("Service Tax"), all as provided in the Establishment Ordinance (hereinafter defined); and

WHEREAS, the City Council, on the date set forth in the Agreement-Specific Information above, authorized the levy of the Service Tax and appropriation of the funds therefrom for the Area for fiscal year 2017 for the provision of the Special Services in the Area, and the City wishes to provide that the Contractor, beginning on January 1, 2017, and continuing until December 31, 2017, may use those funds to provide the Services, subject to the terms and conditions of this Agreement; and

WHEREAS, the Contractor and the City desire to enter into this Agreement to provide such Special Services in the Area and the Contractor is ready, willing and able to enter into this Agreement to provide the Special Services to the full satisfaction of the City;

NOW, THEREFORE, in consideration of the mutual promises contained in this Agreement, the City and the Contractor agree as follows:

#### ARTICLE 1 INCORPORATION OF RECITALS

The recitals set forth above are incorporated by reference as if fully set forth herein.

#### **ARTICLE 2 DEFINITIONS**

The following words and phrases shall have the following meanings for purposes of this Agreement:

"Agreement" means this Special Service Area Agreement, including all exhibits attached to it and incorporated in it by reference, and all amendments, modifications or revisions made in accordance with its terms.

"Commissioner" means the Commissioner of the Department of Planning and Development or a duly authorized representative of the Commissioner of the Department of Planning and Development.

"Construction" means that work of a nature constituting "public works" as defined in 820 ILCS 130/2, such as landscaping and building activities, including but not limited to, physical building improvements, installations and other fixed works, but does not include predevelopment work (design and preparation of specifications).

"Days" means business days in accordance with the City of Chicago business calendar.

"Department" means the City of Chicago Department of Planning and Development.

"Establishment Ordinance" means the ordinance enacted by City Council on the date set forth in the Agreement-Specific Information above, and any subsequent amendments thereto authorizing imposition of the Service Tax and setting forth the Special Services to be provided in the Area.

"Late Collections" means any tax revenue received by the City during the term of this Agreement attributable to the levy of the Service Tax in prior years in the SSA, along with any interest income on such revenue.

"Risk Management Division" means the Risk Management Division of the Department of Finance which is under the direction of the Comptroller of the City and is charged with reviewing and analyzing insurance and related liability matters for the City.

"Security Firm" means a business entity certified by the State of Illinois pursuant to the Private Detective, Private Alarm, Private Security, Fingerprint Vendor, and Locksmith Act of 2004, 225 ILCS 447 et seq., and whose employees are licensed by the State of Illinois.

"Services" means, collectively, the services, duties and responsibilities described in Article 3 and Exhibit 1 (Scope of Services & Budget) of this Agreement and any revisions thereof and any and all work necessary to complete them or carry them out fully and to the standard of performance required in this Agreement.

"Service Tax Funds" means the amount actually collected pursuant to the Service Tax.

"Special Service Area Commission ('SSAC')" means the body established pursuant to the Establishment Ordinance to prepare the Budget, identify a Contractor and supervise the provision of the Special Services in the Area.

"Subcontractor" means any person or entity with whom Contractor contracts to provide any part of the Services, including subcontractors of any tier, subconsultants of any tier, suppliers and materialmen, whether or not in privity with the Contractor.

"Surplus Funds", also referred to as "Carry-Over Funds", means those Service Tax Funds already collected and disbursed to the Contractor in prior years for the provision of Special Services in the Area which remain unspent, including any interest earned thereon.

"Surplus TIF Funds" means a portion of those tax increment funds originally established by the City in the fund number set forth in the Agreement-Specific Information above in connection with redevelopment areas which remain unspent.

#### ARTICLE 3 DUTIES AND RESPONSIBILITIES OF CONTRACTOR

#### 3.01 Scope of Services

The Services which the Contractor shall provide include, but are not limited to, those described in this Article 3 and in <a href="Exhibit 1">Exhibit 1</a> which is attached hereto and incorporated by reference as if fully set forth here. The SSAC reserves the right to require the Contractor to perform revised services that are within the general scope of services of this Agreement and of the Special Services identified in the Establishment Ordinance subject to the same terms and conditions herein. Revised services are limited to changes or revisions to the line items in the Budget, do not affect the maximum compensation and require the prior written approval of the SSAC. The SSAC may, by written notice to the Department and the Contractor, delete or amend the figures contained and described in the Budget attached hereto as <a href="Exhibit 1">Exhibit 1</a> and incorporated by reference as if fully set forth herein. The Contractor shall provide the Services in accordance with the standards of performance set forth in Section 3.02.

#### 3.02 Standard of Performance

The Contractor shall perform all Services required of it with that degree of skill, care and diligence normally shown by a contractor performing services of a scope, purpose and magnitude comparable with the nature of the Services to be provided hereunder. The Contractor shall at all times use every reasonable effort on behalf of the City to assure timely and satisfactory rendering and completion of its Services.

The Contractor shall at all times act in the best interests of the City consistent with the professional obligations assumed by it in entering into this Agreement. The Contractor shall perform all Services in accordance with the terms and conditions of this Agreement and to the full satisfaction of the SSAC. The Contractor shall furnish efficient business administration and supervision to render and complete the Services at reasonable cost.

The Contractor shall assure that all Services that require the exercise of professional skills or judgment are accomplished by professionals qualified and competent in the applicable discipline and appropriately licensed, if required by law. The Contractor remains responsible for the professional and technical accuracy of all Services provided, whether by the Contractor or its Subcontractors or others on its behalf.

If the SSAC determines that the Contractor has failed to comply with the foregoing standards, the Contractor shall perform again, at its own expense, all Services required to be reperformed as a direct or indirect result of such failure. Any review, approval, acceptance or payment for any or all of the Services by the City does not relieve the Contractor of its responsibility for the professional and technical accuracy of its Services. This provision in no way limits the City's rights against Contractor, either under this Agreement, at law or in equity.

#### 3.03 Personnel

#### A. Key Personnel

The Contractor shall, immediately upon receiving a fully executed copy of this Agreement, assign and maintain during the term of this Agreement and any extension thereof an adequate staff of competent personnel, who are fully equipped, licensed as appropriate, available as needed, qualified and assigned to perform the Services. Contractor shall pay the salaries and wages due all its employees performing Services under this Agreement unconditionally and at least once a month without deduction or rebate on any account, except only for such payroll deductions as are mandatory by law or are permitted under applicable law and regulations.

#### B. Prevailing Wages

If the Contractor engages in Construction, it shall comply, and shall cause all of its Subcontractors to comply by inserting appropriate provisions in their contracts, with 820 ILCS 130/0.01 et seq. regarding the payment of the general prevailing rate of hourly wage for all laborers, workers, and mechanics employed by or on behalf of the Contractor and all Subcontractors in connection with any and all Construction work. The prevailing rates of wages applicable at the time of execution of this Agreement are included in Exhibit 5 to this Agreement, which is incorporated by reference as though fully set forth herein.

#### C. Illinois Workers, Veterans Preference and Steel Products

If the Contractor engages in Construction, it shall comply, and shall cause all of its Subcontractors to comply by inserting appropriate provisions in their contracts, with the Employment of Illinois Workers on Public Works Act, 30 ILCS 570/0.01 et seq., the Veterans Preference Act, 330 ILCS 55/0.01 et seq., and the Steel Products Procurement Act, 30 ILCS 30/565/1 et seq..

#### (b) Subcontractors

Contractor must incorporate all of this Section 3.04 by reference in all agreements entered into with any suppliers of materials, furnisher of services, Subcontractors of any tier, and labor organizations that furnish skilled, unskilled and craft union skilled labor, or that may provide any such materials, labor or services in connection with this Agreement. Further, Contractor must furnish and must cause each of its Subcontractor(s) to furnish such reports and information as requested by the federal, state and local agencies charged with enforcing such laws and regulations, including the Chicago Commission on Human Relations.

#### 3.05 Insurance

The Contractor shall comply with the insurance provisions attached hereto as Exhibit 3 and incorporated by reference as if fully set forth herein, or such other insurance provisions as may be required in the reasonable judgment of the Risk Management Division. If the Contractor enters into a subcontract with a Security Firm such Security Firm shall comply with the insurance provisions attached hereto as Exhibit 4 and incorporated by reference as if fully set forth herein, or such other insurance provisions as may be required in the reasonable judgment of the Risk Management Division. If the Contractor subcontracts with a Subcontractor other than a Security Firm, such Subcontractor shall comply with the Contractor insurance provisions attached hereto as Exhibit 3.

The Risk Management Division may waive or reduce any of the insurance requirements set forth herein.

#### 3.06 Indemnification

A. On written notice from the City of Losses the City believes are Losses Arising under this Agreement as defined in this Section 3.06, the Contractor shall defend, indemnify, and hold completely harmless the City Indemnitees from and against such Losses, regardless of whether Contractor challenges the City's belief. The defense, indemnification and hold harmless obligations of the Contractor toward City Indemnitees remain an affirmative obligation of Contractor following the City's notice of Losses the City believes are Losses Arising under this Agreement, unless and until a court of competent jurisdiction finally determines otherwise and all opportunities for appeal have been exhausted or have lapsed.

## B. For purposes of this Section 3.06,

"City Indemnitees" means, individually and collectively, the City of Chicago, its officials, agents, employees and SSAC members.

"Losses" means, individually and collectively, all kinds of liabilities, losses, suits, claims, damages, judgments, fines, and demands, including all reasonable costs for investigation, reasonable attorneys' fees, court costs, and experts' fees, arising by reason of injury or death of any person, damage to property, patent or copyright infringement.