LIQUOR LICENSE PLAN OF OPERATION

Business Address: 650 N. Dearborn Street, 2nd Fl., Suite 200
Licensee: KNM Productions, LLC

Per Chapter 4-60-040(h), of the City of Chicago Municipal Code, the Local liquor Control Commission has authorized the issuance of a Consumption on Premises/Incidental Activity liquor license to the above-named business entity and business location under the following conditions:

1. The hours of the business operation shall be:
   Monday through Saturday: 11:00 a.m. - 9:00 p.m.
   Sunday: 11:00 a.m. - 5:00 p.m.

2. Licensee will operate as a high-end specialty wine, beer and spirits liquor shop, selling handcrafted, small batch wine, beer and spirits liquor from all over the world in closed packages for consumption off-premises.

3. Licensee has access to feeds from three different security cameras installed to monitor the sidewalk and street: one on Erie Street, one on Dearborn Street and one in the rear gangway. These cameras will be in use 24 hours a day, seven days a week and will use digital recording technology.

4. Licensee has access to feed from one camera installed in the lobby of the 650 N. Dearborn building. This camera will be in use 24 hours a day, seven days a week and will use digital recording technology.

5. Licensee’s business is located on the second floor of 650 N. Dearborn, which is serviced by a locked security door. All patrons must be buzzed into the building by the licensee and there is no direct street level access to the licensee’s business location that can circumvent this security measure.

6. Licensee shall continuously maintain interior lighting in all hallways and lobby of 650 N. Dearborn leading to licensee’s business location.

7. Licensee shall limit trash disposal in bins located in rear gangway to the hours of 8:00 a.m. to 10:00 p.m., seven days a week. Garbage will be picked up by a private waste management company a minimum of three days a week insuring no over flow of garbage from the business.
Plan of Operation - KNM Productions, LLC
650 N. Dearborn Street, 2nd Fl., Suite 200

8. The licensee will monitor the area around the business, during business hours, and keep it clean, free of garbage and debris.

9. The licensee shall contract with a professional extermination firm to control any potential pest issues on-premises before they happen. A professional extermination firm is currently employed to also control the exterior and rear gangway pest issues.

10. Licensee shall contract to supply parking availability with the parking lot on the corner of State and Erie, thus eliminating any additional parking or traffic congestion on Dearborn between Ontario and Erie.

11. Licensee shall display and maintain interior signage reading, "Please respect Our Neighbors by Departing Quietly & Courteously."

12. Licensee agrees to never apply for a late hour liquor license.

13. The licensee agrees to not sell any single serve units of beer or ale, with a capacity of more than 750ml or approximately 25 ounces.

14. The licensee agrees to take responsible steps to not sell any single serve beer, malt liquor or ale, with a capacity of more than 16 ounces, to the same person during the same business day.

15. The licensee agrees to not sell any pints of spirits liquor.

16. Licensee agrees to employ a security guard to help existing private security teams patrol Dearborn Street between Ontario and Erie from 8:00 p.m. to 9:00 p.m. on Friday and Saturday nights in an effort to help prevent illicit activity and keep the area clean and safe for neighbors and pedestrians.

17. Licensee shall have all employees BASSET certified with the Illinois Liquor Control Commission and have them trained in the responsible selling of package goods beer, wine and spirits liquor, including proper procedure for checking valid identification. This training shall also include how to recognize potential problems and how to react to them proactively and accordingly, specifically including contacting the police to report any illegal activity and keeping a log of such incidents.

18. Licensee agrees to regularly attend local C.A.P.S. meetings and agrees to set up meetings with the local alderman, police commander and community residents to discuss any problematic concerns regarding the operation of the business.
Plan of Operation - KNM Productions, LLC  
650 N. Dearborn Street, 2nd Fl., Suite 200

The conditions of this liquor license are legally binding and may be enforced by City of Chicago enforcement authorities under MCC 4-60-040(h). All other conditions of the license are governed by the City of Chicago Municipal code. Violation of the above stated conditions may result in the imposition of a fine and/or suspension or revocation of all business licenses issued to the licensee. Violations of the above stated conditions may also result in the issuance of cease and desist orders prohibiting the activity which violates the conditions of the liquor license.

The conditions of the liquor license shall apply to the business address and licensee and to all officers, managers, members, partners and direct or indirect owners of the entity of which is licensed. The sale of the business to other persons purchasing the stock or membership units of the licensed entity shall be subject to the same conditions set forth in this plan of operation.

It shall be the duty of every person conducting, engaging in, operating, carrying on or managing the above-mentioned business entity to post this Liquor License Plan of Operation next to the Liquor License certificate in a conspicuous place at the business address.

Licensee: KNM Productions, LLC  
Business Address: 650 N. Dearborn Street, 2nd Fl., Suite 200

Kyle N. McHugh / Managing Member  
KNM Productions, LLC

Mary Lou Eisenhauer - Acting Director  
Department of Business Affairs & Licensing  
Local Liquor Control Commission

10-1-08  
Date