



DEPARTMENT OF BUSINESS AFFAIRS AND CONSUMER PROTECTION  
CITY OF CHICAGO

**LIQUOR LICENSE PLAN OF OPERATION**

**Licensee:** Capacity Bar Group, LLC.  
D/b/a Drafts Crafts and Fare

**Premises:** 1750 N. Clark Street Chicago, IL 60614

**Application Type:** Consumption on premises – Incidental Activity & Outdoor Patio Liquor Licenses

**Account Number:** 368073, Site 1

Pursuant to Chapter 4-60-040(h) of the City of Chicago Municipal Code, the City of Chicago Local Liquor Control Commission (LLCC) and the above named Licensee have agreed to the issuance of Consumption on Premises – Incidental Activity and Outdoor Patio liquor licenses under the following conditions:

- 1. Hours of Operation for liquor service:** The Licensee shall announce last call of alcohol at 1:30 a.m., except for Sunday morning when last call of alcohol shall be announced at 2:30 a.m. Patrons on the premises may continue to consume any alcoholic beverages purchased prior to 1:30 a.m. during the week and 2:30 a.m. on Sunday morning but no new sales of alcohol shall commence after 1:30 a.m. during the week and 2:30 a.m. on Sunday. Licensee shall not book any reservations after 12:00 a.m. and after 1:00 a.m. on Sunday. The Licensee shall close and not permit any patrons to remain in the premises after 2:00 a.m. every day except Sunday after 3:00 a.m. The Licensee shall make reasonable efforts to close earlier in the event the number of patrons in the establishment does not exceed 5 persons. After two years, the Licensee may seek modification from the community and the Alderman with regard to the restrictions contained in this paragraph.
- 2. Hours of Operation for Outdoor Patio:** The Licensee shall close the street level outdoor patio area at 11:00 p.m. on Friday and Saturday, and at 10:00 p.m. every other night of the week. No patrons will be seated in the street level outdoor patio after the aforementioned closing times. Licensee shall monitor noise levels and take proactive steps to alleviate any community complaints. There will be no live or recorded music on the outdoor patio. After two years, the Licensee may seek modification from the



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community and the Alderman with regard to the restrictions contained in this paragraph.

3. The Licensee shall operate as a restaurant where the primary business activity will be the sale and service of food and where the sale of alcoholic beverages will only be incidental to the food service and not a sports bar, music venue or dance venue. The Licensee shall not operate in a manner where the sale of alcoholic beverages is the primary activity. During all hours that the business is open to the public, the Licensee shall keep its kitchen open and offer food preparation and service to its patrons. Licensee shall not have a late night menu at any time. For purposes of this Section and this Agreement, not operating a "sports bar" shall mean that the Licensee will 1) not utilize more than twenty five (25) televisions at any given time to broadcast sports; 2) not broadcast sporting events on weeknights (Sunday through Thursday) after the hour of 11:00 p.m. and on weekends (Friday and Saturday) after the hour of 12:00 a.m. To the extent the Licensee uses any televisions after 11:00 p.m. on weeknights and after 12:00 a.m. on weekends, they shall be used to broadcast artistic or creative oriented images or advertisement for the Licensee's business, none of which shall broadcast any sound.
4. The Licensee agrees that in the event the Local Liquor Commissioner of Chicago ("LLCC") receives a complaint or other information which indicates that Licensee's business is being operated not as a restaurant, but in a manner where the sale of alcoholic beverages is the primary activity, the Licensee shall cooperate fully with any investigation, including, but not limited to, submitting any records requested by the LLCC.
5. The Licensee shall, upon request of the LLCC, produce any records the LLCC has requested within ten (10) days of such request. Further, in the event the Licensee does not produce such records, the Licensee shall be subject to the sanctions provided in the Chicago Liquor Dealer's Ordinance and the Illinois Liquor Control Act, including fines, suspensions or revocations.
6. The Licensee agrees and acknowledges that any violation of the terms set forth in Paragraphs 3 through 5 may result in a fine, suspension or revocation of all City of Chicago licenses issued to the Licensee with respect to the Premises.





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7. The Licensee shall dedicate to noise control a minimum of 2 to 4 hosts on weekdays (Sundays through Thursday) and 4 to 6 hosts on Friday and Saturday. The Licensee shall have a minimum of at least 1 host per 50 people in the venue. The hosts shall have the following responsibilities:
- a. Patrons waiting to enter: in the event there are patrons waiting to enter, the Licensee shall first direct patrons to line up on the Patio. By way of information, the Patio is below grade at the lower level as is the proposed licensed premises. The Licensee intends to also build a patio level at equal to the level of the sidewalk. The sidewalk level patio will act as a roof and an insulation point for sound from the front of the premises (doors opening and closing) as well as for patrons waiting to enter.
  - b. Patrons on Sidewalk: the Licensee shall have at least one host outside on the sidewalk during business hours that is solely charged with the responsibility of:
    - i. Asking patrons to line up in an orderly manner in the event the line on the patio extends to the sidewalk;
    - ii. Asking patrons to stay quiet, respect the neighbors and not block the public way; and
    - iii. Prohibit entry to anyone who is unruly or does not honor the Licensee's requests.
  - c. Hosts: In addition to the host monitoring waiting patrons, the Licensee will have at least 2 to 4 hosts on the exterior of the premises immediately before and after closing until all patrons disburse to ensure that:
    - i. Patrons enter cabs or obtain their cars efficiently;
    - ii. Direct patrons north, away from the residential premises;
    - iii. Reasonable efforts are made to mitigate any noise from patrons located outside of the premises, e.g. patrons smoking or departing; and
    - iv. To prevent any other inappropriate conduct including lingering, honking cabs, the valet blocking the street and any other activity that might disturb the Licensee's neighbors.



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- d. To the extent the Licensee enforces an over 21 policy during certain business hours, the Licensee shall also ID its patrons below the Patio as described above.
8. The Licensee agrees that it shall not apply for a Late Hour Liquor License;
  9. The Licensee shall not apply for a Public Place of Amusement License, shall not host a live band or live DJ and shall not offer a dedicated dance area for its patrons.
  10. The Licensee agrees that all servers/bartenders will undergo alcohol server training by BASSET or TIPS.
  11. The Licensee shall utilize a cab company to facilitate with patrons leaving the premises in an efficient, quiet and expeditious manner.
  12. The Licensee shall have hosts continuously patrol and monitor the exterior of the premises, including adjacent residences, to address any noise issues and facilitate the removal of congestion by patrons.
  13. The Licensee shall address any public nuisance issues that impact the health, safety and welfare of the community.
  14. The Licensee will name a public liaison representative to serve as the agent of the Licensee to members of the community. The Liaison will hear all complaints filed by the community and seek to resolve all public nuisance matters.
  15. The Licensee shall regularly attend local community and CAPS Beat meetings in an attempt to work with the community and be proactive about their concerns.



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16. The Licensee shall be proactive in setting up meetings with local alderman, police commander and local residents to address any concerns regarding the operation of the business.
17. The Licensee shall continuously monitor the premises to ensure that the maximum occupancy levels are not exceeded.
18. The Licensee shall also have at least one manager responsible for the exterior, and shall patrol the exterior on a regular basis.
19. The Licensee shall display the requisite "Please respect our neighbors," "No loitering" and "Exit quietly" signs, in our menus, near all exits, and at the footer of RSVP email confirmations. There shall be 10 physical signs posted up every night.
20. Managers shall keep a written log of all incidents inside and directly outside. The manager shall produce a copy of this log to the Chicago Police or to representatives of the community upon request. A manager and/or host shall call 911 immediately upon an incident occurring inside or outside the premises.
21. One of the current owners and/or managers shall attend the Kennelly Square Condominium Association general meetings, Old Town Triangle meetings, and any other relevant neighborhood association meetings. The owner/manager shall sign in at all meetings.
22. The Licensee shall make all reasonable efforts to ensure that any Valet Service hired shall not obstruct traffic in any way and shall have adequate attendants assigned on nights of operation. The Licensee shall closely monitor this process and assign one of its managers to oversee this initiative until completion.





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23. The Licensee shall place an awning over its patio and in the event the Licensee applies for a sidewalk café permit, which shall be subject to the approval of the community and the alderman, and provided the City of Chicago approves the awning. The Licensee shall also place an awning over the area any sidewalk café encompasses to help insulate sound from rising, provided the City of Chicago approves the awning. This awning or roof shall be a natural sound proofing source and if approved a second layer of protection against all sound related concerns.
24. The Licensee shall form a cab log and shall report honking cabs or cabs which block traffic to the City via cab affidavits.
25. The Licensee shall employ a cleaning crew nightly to sweep and maintain the sidewalk from one block in both directions of the Licensee's. This includes areas of concern such as the driveway for the Town homes and the garbage dumpster areas. The cleaning crew shall consist of at least 2 dedicated staff members alongside our door hosts sweeping, retrieving debris, and returning all joining areas to their original conditions.
26. The Licensee shall develop a garbage disposal procedure that limits the noise, including keeping the garbage inside until following morning. While the Licensee will continue to use the trash receptacles at their current locations, and it will make all reasonable attempts to cover the area where the garbage cans are located to buffer the noise.
27. The Licensee shall exit guests and guide them north, towards the church to limit the noise under the major problematic areas.
28. The Licensee shall keep all smokers under an insulated roof above the patio and limit them to 10 out at one time. The Licensee shall take steps to alleviate any noise complaints from patrons smoking outside. The Licensee shall forbid smokers from smoking in front of the establishment; this includes all nooks and driveways directly to our north and south.
29. The Licensee shall inform the committees and Alderman's Office as to if and when it may sell and shall make reasonable efforts for the proposed owners to meet with the community associations and the Alderman to meet with any potential buyers.



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- 30.** The Licensee shall have 4 cameras outside in all direction to closely monitor the surrounding area. The Licensee shall also furnish the needed footage to the authorities or neighborhood groups should a situation arise. The Licensee also agrees to monitor these cameras throughout the night to identify any concerns.

The conditions of the liquor licenses issued pursuant to this Plan of Operation are legally binding and may be enforced by the City of Chicago enforcement authorities under MCC 4-60-040. 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. Violation 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 licenses issued pursuant to this Plan of Operation shall apply to the business address and License and to all officers, managers, partners, and direct or indirect owners of the licensed entity. The sale of the business to other persons purchasing the stock or membership units of the licensed entity do not void the conditions of the license. Any and all potential new owners 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, maintaining, operating, and carrying on or managing the above mentioned business entity to post this liquor license plan of operation next to the Liquor License in a conspicuous place at the business address.



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Licensee: Capacity Bar Group, LLC  
Premises: 1750 N. Clark Street  
Chicago, IL 60614

  
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Brian Galati

Member

Capacity Bar Group, LLC

  
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Mark Kwiatkowski

Member

Capacity Bar Group, LLC

  
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Gregory Steadman

City of Chicago

Local Liquor Control Commissioner

Signed this Day of July 18, 2012