### City of Chicago Department of Planning and Development

### STAFF REPORT TO THE COMMUNITY DEVELOPMENT COMMISSION REQUESTING DEVELOPER DESIGNATION June 10, 2014

## **I. PROJECT IDENTIFICATION AND OVERVIEW**

Project Name:	UI LABS: Digital Manufacturing Design Innovation Institute
Applicant Name:	UI LABS
Project Address:	1333 N. Hickory Ave.
Ward and Alderman:	32 <sup>nd</sup> , Scott Waguespack; 27th, Walter Burnett, Jr. (2015)
Community Area:	Near North Side – (8)
Redevelopment Project Area:	Goose Island
Requested Action:	TIF Developer Designation
Proposed Project:	UI LABS is proposing to redevelop vacant space of the former Republic Windows and Doors site located at 1333 N. Hickory Ave. into the new hub for the nation's Digital Manufacturing and Design Innovation Institute. The facility will also be the headquarters for UI LABS, a Chicago-based non-profit research, commercialization collaborative, bringing industries, universities and government together to apply real solutions to today's most important business, economic and cultural challenges.

Goal of Project:	Redevelop 94,470 square feet of space in the building located at 1333 N. Hickory Ave. The space will house the Digital Manufacturing Design Innovation Institute and serve as the headquarters for UI LABS. The project will build-out space to provide highly flexible, programmable space for physical and virtual seminars, lectures, symposia workshops and offices.
TIF Assistance:	\$10 million

### **II. PROPERTY DESCRIPTION**

Address:	1333 N. Hickory Ave
Location:	Southwest Corner of Hickory and Evergreen Avenues.
Tax Parcel Numbers:	17-05-205-028-0000
Land Area:	94, 470 square feet of space
Current Use:	Vacant space in a partially occupied 360,000 square feet building.
Current Zoning:	Planned Manufacturing District (PMD) #3
Environmental Condition:	The property does not require environmental remediation

### **III. BACKGROUND**

On February 25, 2014, President Obama announced UI LABS' DMDII, citing the nation's need for advanced manufacturing technology. After 18 months-long national competition, UI LABS' proposal for a Digital Manufacturing Design Innovation Institute (DMDII) in Chicago was successful, resulting in a \$70 million cooperative agreement with the U.S. Department of Defense (DoD). The DoD agreement will ultimately leverage cost sharing commitments from leading manufacturing companies including General Electric, Rolls-Royce, Procter & Gamble, Dow, Lockheed Martin, Siemens, Boeing, Deere, Caterpillar, Microsoft, Illinois Tool Works , PARC and others, have partnered with leading universities, local government and community organizations to launch this \$320 million institute. The deal requires an early local match because DoD funds cannot be used for tenant improvements.

A search of available space in modern (built after 1990, 24+ clear ceilings) buildings led to the space in Goose Island facility. The building built in 1998, by its former owner and user Republic Windows and Doors, experienced vacancy and underutilization when the business ceased operations in 2008. The area's PMD zoning provides a stable environment conducive to industrial operations which prevail on the Island and helped protect the Institute's designated space from conversion to more commercially profitable uses, given its proximity to the central business district. In fact approximately 100 businesses \_\_\_\_\_\_ industrial businesses are located on the Island, about 75 of which are industrial or industrial related such as Big Bay Lumber, Burhop Box and Packaging, Five Star Hotel Laundry and Waste Management. Goose Island is also home to Kendall College and Wrigley's Global Innovation Center. Kendall College offers programs in Business Management, Culinary Arts, Education and Hospitality Management. Wrigley's Global Innovation Center and Hospitality for product research and development and in 2012 became the company's global headquarters as well.

The area is served by the City's delegate agency of the Local Industrial Retention Initiative (LIRI) program. DMDII's occupancy will reduce vacancy and underutilization of space originally caused by the business failure of Republic Windows and Doors. The DMDII is particularly compatible with its educational, research and industrial neighbors. This property was subject to previous CDC action when in on May 14, 1996 CDC approved assistance for development of the building by its former owner.

### **IV. PROPOSED DEVELOPMENT TEAM**

**Development Entity:** UI LABS is an independent Illinois not-for-profit research, training, and commercialization center based in Chicago, designed to bring together top-flight academic leaders and students with leading businesses in innovative academic-industry partnerships that pair cutting-edge research with real commercial applications. UI LABS is the development entity. Principals of UI LABS are Warren E. Holtsberg, Chairman/President of the Board and Caralynn V. Nowinski, Secretary & Treasurer. UILABS through its various consultants and contractors will be in charge of development. UI LABS was formed in March of 2013.

Warren E. Holtsberg is Head of Portfolio Management at The Tokarz Group Advisers LLC, an investment advisory group and Vice Chairman at Illinois Ventures LLC which was created to catalyze the creation and accelerate the early development of technology based companies. Mr. Holtsberg has government experience having held senior executive positions in Aviation, Defense and Intelligence communities.

Caralynn Nowinski, who has a medical degree from the University of Illinois, and most recently, served as Associate Vice President for Innovation & Economic Development for the university. There, she helped find ways for U of I research, students and technology to contribute to the local economy. She shares her education as a company founder and her vision for Illinois' startup environment.

Ms. Nowinski was co-founder and Acting CEO of bio-technology company. She later worked at venture capital firms Sikich Investment Banking, ARCH Development Partners and Midwest Venture Partners. In April 2014 Ms. Nowinski assumed the role of Executive Director/Chief Operating Officer of UI LABS.

**Consultants:** Attorney for the project is Edwards Wildman Palmer, LLP of Chicago, IL, JLL, Inc. (formerly Jones Lang LaSalle) will provide real estate broker and project manager services, Skidmore, Owings & Merrill LLP will serve as project architect

### V. PROPOSED PROJECT

**Project Overview**: UI LABS will build-out 94,470 square feet of space in the 360,000 square feet of the former Republic Windows and Doors building at 1333 N. Hickory Ave. on Goose Island. The building is a modern one-story steel, masonry and glass industrial building. The Institute will build an entrance to its space at the north façade of the building. The facility has clerestory bays which draw natural light into the building's space. The design of the Institute's space will leverage these natural daylight bays to create an interior space environment which exemplifies and is conducive to the collaboration and innovation which is to take place at the facility. UI LABS along with its development partners JLL, Inc. and Skidmore, Owings & Merrill LLP, have committed to meeting LEED Certified standards and achieving Energy Star rating. The space will comply with Americans with Disabilities Act. Construction will make significant modifications to the north entrance, Eastern outer wall and northern outdoor portions of the building and site, including installation of windows on the eastern portion of the building and parking area and walkway canopy on the north side of the building. A maximum of 80 parking spaces will be provided for the Institute's exclusive use, as well as three loading docks.

The project will create 50 temporary construction and 10 permanent jobs will be created in 2014, with expected job growth to more than 20 in 2016. Construct ruction is scheduled to start October 2014 and be completed by the end January 2015.

### VI. FINANCIAL STRUCTURE

The City of Chicago (the "City"), through its Department of Planning and Development ("DPD"), intends to negotiate a Tax Increment Financing ("TIF") Redevelopment Agreement (the "RDA") with UI LABS. The City, through DPD, intends to provide UI LABS with TIF assistance in an amount not to exceed \$10,000,000 (the "City Funds"),

which is approximately 60.6% of Total Project Costs, which are currently estimated to be \$16,500,000. TIF funds will only be used to reimburse the Developer for TIF eligible costs associated with tenant improvements/build-out costs, which are expected to be approximately \$11,900,000. The TIF-eligible expenses will be from existing increment, and/or bond funds, in the Goose Island Redevelopment Project Area Tax Increment Allocation Fund as well as ported funds from the adjacent North Branch South Redevelopment Project Area Tax Increment Allocation Fund.

The City will provide up to \$10,000,000 of City Funds through construction draws on terms reasonably acceptable to the City (the "<u>Payments</u>"). Payments will be made as TIF eligible expenses are incurred and subsequently verified by DPD. It is anticipated that the payment of City Funds will be concurrent with the DCEO Funds of \$6,500,000.

### Occupancy and Operations Covenant

UI LABS shall maintain their headquarters and continuously operate in the City for a minimum of ten years from the date of issuance of the Certificate of Completion. If the UI LABS decides in its sole discretion to terminate the lease, it will be required to establish a new place of business in the City for remainder of the 10 year duration, and the City will not be obligated to provide any additional funds.

The following table identifies the sources and uses of funds.

### Sources and Uses of Funds

Sources		<u>Amount</u>
<u>% of total</u>		
DCEO Grant	\$6,500,000	39%
TIF Funds	<u>\$10,000,000</u>	<u>61%</u>
Total Sources	\$16,500,000	100%
<u>Uses</u>	<u>Amount</u>	<u>\$/Square Feet*</u>
Hard Costs (Tenant Build-out)	\$11,900,000	\$125.97 psf
Furniture, Fixtures & Equipment	\$2,400,000	\$25.40 psf
Soft Costs		
-Archit. & Eng. (8% of hard costs) \$1	,100,000	
-General Contractor Fee (2% of total costs)	\$300,000	
-Legal, Title, Closing (2% of total costs) \$	\$300,000	
-Other soft costs (3% of total costs)	\$500,000	
Total Soft Costs (13% of total costs)	\$2,200,000	<u>\$23.29 psf</u>
Total Uses	\$16,500,000	\$174.66 psf

\*Leased Area is 94,470 square feet

### VII. PUBLIC BENEFITS

The proposed project will provide the following public benefits

**Property Taxes:** The project will expand the tax base because the investment in the property will result in an increase in its assessed value.

**Environmental Features:** The project will incorporate sustainable design and will achieve LEED certification.

**Permanent Jobs:** The project is estimated to generate 20 permanent jobs in DMDII operations and management. The department's workforce development specialists will work with the developer on job training and placement.

Construction Jobs: The project will produce approximately 50 temporary construction jobs.

Affirmative Action: The developer will comply with the requirements of Chicago=s affirmative action ordinance, which requires contract participation of 24% by minority-owned business enterprises (MBEs) and 4% by woman-owned business enterprises (WBEs). The developer has provided notification of the proposed project, by certified mail, to several associations of minority and women contractors. A sample version of the letter and copies of the post office receipts for the certified letters are presented as exhibits to this report.

**City Residency:** The developer will comply with the requirements of Chicago's city residency ordinance, which requires that at least half of all construction-worker hours be filled by Chicago residents. The developer will also comply with the requirement that all construction jobs are paid the prevailing wage.

### VIII. COMMUNITY SUPPORT

Aldermen Scott Waguespack and Walter Burnett, Jr. endorse the project.

### IX. CONFORMANCE WITH REDEVELOPMENT AREA PLAN

The proposed project is located in the Goose Island Tax Increment Financing Redevelopment Project Area. The proposed project will satisfy the following goals of the area's redevelopment plan:

- Continue to develop and strengthen Chicago's industrial base;
- Eliminate remaining blighting conditions which prevent further development of the Redevelopment Project Area;
- Increase revenue generation from vacant land and underutilized buildings on Goose

Island and restore and enhance the tax base,

- Create job opportunities; and
- Encourage participation of women and minorities in the development of the Redevelopment Project Area.

The implementation strategy for achieving the plan's goals envisions the need to provide TIF financial assistance for the development of a Digital Manufacturing Design Innovation Institute. The proposed project also conforms to the plan's land use map, which calls for industrial development at the subject site.

### X. CONDITIONS OF ASSISTANCE

If the proposed resolution is approved by the CDC, DPD will negotiate a redevelopment agreement with the developer. The redevelopment agreement will incorporate the parameters of the proposed project as described in this staff report.

It is DPD policy that no business will be conducted with a development entity whose any principal has outstanding municipal debts (such as unpaid parking tickets, unpaid water bills, unpaid business licenses, and others), is in arrears of child support payments, or who is a debtor in bankruptcy, a defendant in a legal action for deficient performance, a respondent in an administrative action for deficient performance, or a defendant in any criminal action.

Closing will not occur before the City Council has approved the redevelopment agreement, the developer has obtained all necessary City approvals including zoning and building permits, and the developer has presented proof of financing. The documents will include a development timetable.

### XI. RECOMMENDATION

The Department of Planning and Development has thoroughly reviewed the proposed project, the qualifications of the development team, the financial structure of the project, its need for public assistance, its public benefits, and the project's conformance with the redevelopment area plan, and DPD recommends that the CDC recommend to the City Council the designation of UI LABS as Developer for the build-out of space for the Digital Manufacturing Design Innovation Institute at 1333 N. Hickory Ave.

TIF Developer Designation- Non-residential 2-14

### **EXHIBITS**

TIF Project Assessment Form Redevelopment Area Map Neighborhood Map or Aerial Survey or Plat Sample M/WBE Letter Copies of M/WBE Certified Letter Receipts Aldermanic Letters of Support

# TIF PROJECT SCORECARD

### UI LABS 1333 North Hickory

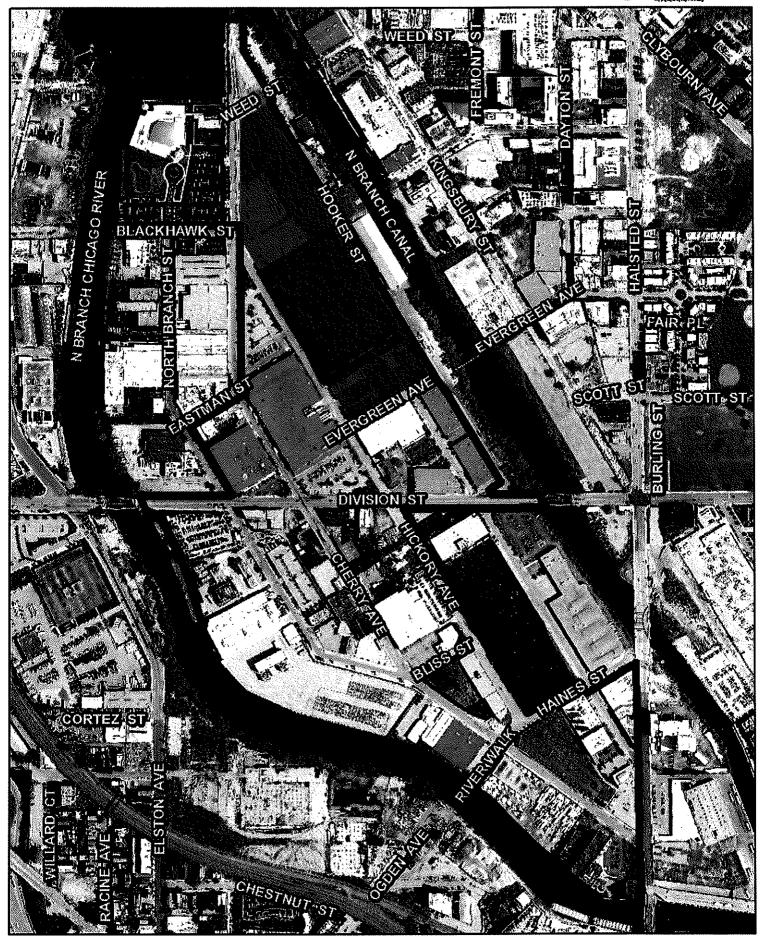
The Developer will lease approximately 94,470 square feet of space at the facility located at 1333 North Hickory, the former Republic Windows and Doors location, on Goose Island. The space will be the headquarters of UI LABS, a Chicago-based not for profit research and commercialization collaborative. The facility will be connected to a network of manufacturing research sites across the country and will apply cutting edge mobile, cloud, and high performance computing technologies to today's manufacturing industry. UI LABS received a \$70,000,000 grant from the US Department of Defense.

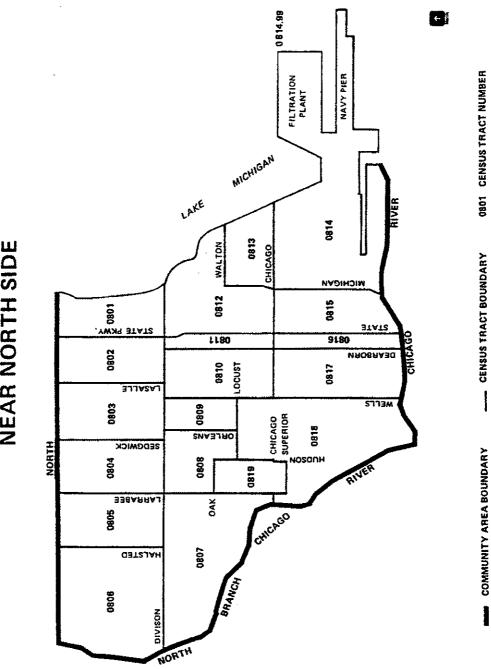
Type of Project: Industrial	Developer: UI LABS
Total Project Cost:\$16,500,000	Timeline for Completion: February 2015
TIF Funding Request: \$10,000,000	Project Status: CDC 06/10/2014
TIF District: Goose Island	
RETURN ON I	INVESTMENT BENCHMARKS
L	ES or NO Jobs Created/Retained Jobs Created Permanent Jobs: 20
Leading advanced manufacturing hub	Construction Jobs: 50
Advances Goal of TIF District YES or NO	Affordable Housing Units Created/Preserved NA
Hub for industrial and manufacturing uses	
Addresses Community Need YES or NO	Return on Investment to City
FINAN Other Funds Leveraged by \$1 of TIF	CIAL BENCHMARKS
<ul> <li>State Funds Leveraged by Stor FIF</li> <li>\$1.65</li> <li>Types of Other Funding Leveraged YES or NO</li> </ul>	Financing Structure The City to provide up to \$1,000,000 in TIF (\$2,000,000 from the Goose Island TIF District, and \$8,000,000 ported from North Branch - South TIF District).
DCEO Funds: \$6,500,000	
	RDA TERMS
Payment Schedule: Construction draws, frequency to be determined	Monitoring Term of Agreement: 10 year Operating Covenant. iod per Monitoring and Compliance
Taxpayer Protection Provisions YES or NO	
NA	
OTHE	<b>CR CONSIDERATIONS</b>

# **Goose Island TIF**



DEPARTMENT OF PLANNING AND DEVELOPMENT MARKEL HOOLEY CONTINUEL





**COMMUNITY AREA 8 NEAR NORTH SIDE** 

### 1.1 CHERRY STREET PEDESTRIAN BRIDGE T stor North Neighborhoods 1 ..... 188 î NORTH AVENUE WATER TAXI STOP Ne.3 NORTH/CLYBOURN STATION Territation C 08 BUS ULLABS 132 BUS Division St U) 70 BUS To Lake Michigan PEDESTRIAN CONNECTION REDLINE Konuall College 0.546 **To** Loop VEHICULARIAC

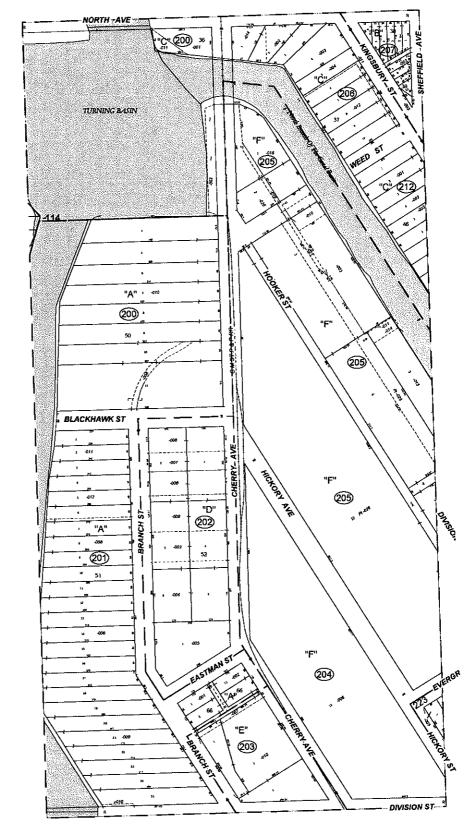
### ACCESS FROM SURROUNDING NEIGHBORHOODS AND THE CITY

BLABS S DIGITAL MANUFACTURING & DESIGN INNOVATION INSTITUTE

FACILITY UPDATE | 28 MAY, 2014 | Skidmore, Owings & Merrill LLP 4

# **39-14-5A** 17-5

### W 1/2 NE 1/4 SEC 5-39-14 NORTH & WEST



"A" ELSTON'S ADD. TO CIBCAGO in the W.1/2 of the N.E. 1/4 of sec 5-39-14 of Elston's Add... (see "A"). Anto-Fire Rec. May 12, 1855.

Converter Rec. May 12, 1855. PGP DOINY YALES RESUR: of Blas. 38, 39, 40, 42, 43, 44, 45, 57, 58, 59, 60, 618, 27 d Fisher's A dd. (see "A"A Jasti Yare. Rec. Ina 24, 1877. "CHICAGO LANY DOOS RESURE of Blk. 36, 37, 46, 47, 48, 53, 55, 62, 63, 70, 77, 4, 84, logather with Lot 1 of Fills. 50, 311 for Falority Add. (see "A"). Rec. An 11, 1873 Dec. 194918.

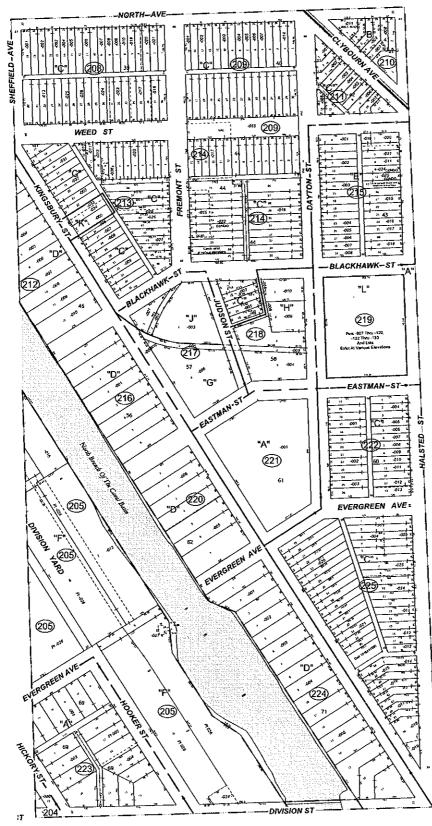
"D" OWNER'S SUB: of Bit, 52 of Eiston's A44. (See "A"). Rec. Jel 11, 1890 Doc. 1201303.

Not. Ja 11, 1990 Dec. 1991.03. TC RANKLIN MARLINYS RESULT: of Lob 3 to 13 inst. ond vzz. dityp ting between said lot (except the NY 20 R. of Lot 3 & 13 heretofore dedicated for a public allery in Bits. 66 Å of in List n'h Add to chicago (see "A"). Rec. Jan 21, 1929 Dec. 1900721.

 $\begin{array}{c} m_{\rm R}^{\rm ext}(1,972\,{\rm Dec.}\,(980)714\\ = r^{\rm ext}\\ ONNERS SUB, et all data parts of osc. 5-39-14 lying S. & We of the North Hennel Chank, In A of Devision S. and E of devry fore, accept SB, 69 of Elation Add, to Chargo and except Weide At an de except Hickey to and except Hickey to a low cost of Hennel N- Nine of Reen at, and except Reen at, fimon the W. into of Discort st. to the E. into of Hickey Are Ree. Agr 28, 1892 Dec. 1633600. \end{array}$ 

62013 Cook County, Illinois AliRights Reserved

### E 1/2 NE 1/4 SEC 5-39-14 NORTH



# 39-14-5B

"A" ELSTON'S ADD, TO CHICAGO in sec. 5-39-14. Ante-Fire. Rec. May 11, 1855.

"B" USSING'S SUR, of Blk. 41 of Elston's Add. to to (see "A"). Ante-Fire. Rec. May 25, 1868.

chicago (see 'A') Ame-Fire Rex. May 25, 1868. 'C' 10H YVALE'S RESULT of This, 18, 39, 40, 42, 43, 44, 45, 57, 59, 59, 60, 61, 6 '27 in Elamb Adl in a bicago (see 'A') American: Rex. Inv 26, 1871. 'D' CHICAGO LAND CO'S RESULT. of Islks. 36, 37, 46, 47, 48, 55, 56, 51, 65, 70, 71, 74, 84, 84, tograber with in 1 in K1, 56, 341 in Discol, Addy to Chicago (see "A). Rec. Jun 11, 1872 Day 10494

"E" JDHN A. YALL'S SECOND RESUB. of Bik-43 in Estantic Add. to Chicago (soc "A"). Rec. Sep 17, 1873 Day, 122836.

Day: 12214 DWNRYS SUB: of all that part of tee, 5-164 lying S. & N. Branch Cannu, Ord Gravanes S. and E. of Cherry Ave-ercept Rift. 69 in: Eldanis, Add. to Chinage and except New d. and except Rickary Ave. and Roberts S. from the N. Bine of Dirvision Sr. to the N. line of Reex S. Lam of Hickary Ave. Ree, Apr 28, 1982 Day: 1653658

"G" ON'S & CARLON'S RESUEL of Bik. 57 of John A Reads. (see "C") Rec. Jun 1, 1910 Doc. 4571265.

ی در بیان این می از ۱۹۹۵ در ۲۵۶۰ در ۲۵ ۱۹۹۵ در ۲۵۶۰ د. ۲۰۶۰ د. ۲

1910 Dae, 461D401. "J" REXUE: of Lot # in Julention & Carlson's Result. of fills, \$7 (see "G") Rec. Jun 17, 1914 Doc. \$439093.

Kernel 1 (, 194 Dec. \$1989).

 Kr

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

 K

	1130529057		
	CONDOMINIUM	: 17-05-214-02	22
		do 15th Amend	
	Rec. 4/14/2801	Doc. 11	010434107
	Rec. 11/6/2008		31145010
	Rec. 12/16/200		35122030
	Rec. 1/14/2009		01431034
			05545000
	Rec. 2/24/2009 Rec. 2/27/2009		905845106
	Rec. 3/26/2005	Doc. 0	908534099
	Aec. 3/20/2003	Doc. 0:	
	Rec. 4/27/2009		911745082 914844039
	Rec. 5/28/2009		
	Rec. 7/13/2009		919418040
	Rec. 8/13/200		922544073
	Rec. 9/14/200		925731029
	Rec. 10/8/2009	9 Doc. 0	928131095
	Rec. 11/18/20 Rec. 12/23/20 Rec. 2/9/2010	09 000.0	932218013
	Rec. 12/23/201	DA DOC'O.	935745000
	Rec. 2/9/2010	Doc. 2	004018032
	Rec. 6/10/2010	0 000.1	016118004
	Rec. 8/20/201		023239002
	Rec. 10/27/20		030034065
	Unit 306 = 1001	Unit 906 = 1053 907 = 1054	Unit 1905 = 1105
	306 = 1001		
	406 = 1002	907 = 1054	1906 - 1106
	501 = 1003	1002 - 1055	1907 = 1107
	503 = 1004	1003 = 1055	1908 - 1108
	505 + 1005	1004 = 1057	2001 = 1109
	505 = 1005 506 = 1006	1101 = 1058	2002 = 1110
	$601 \approx 1007$ $602 \approx 1008$ 605 = 1009 606 = 1010	907 = 1054 1002 = 1055 1003 = 1055 1004 = 1057 1101 = 1058 1103 = 1059 1104 = 1050 1201 = 1061 1202 = 1062 1203 = 1063 1204 = 1064	2004 - 1111
	602 × 1008	1104 # 1050	2005 # 1112
	605 - 1009	1201 m 1051	2006 = 1113
	606 - 1010	1707 m 1062	2007 = 1114
	701 = 1011	1203 = 1063	2101 - 1115
	702 = 1012	1205 - 1065	2102 - 1116
	708 = 1013	1205 - 1065	2102 - 1117
	808 - 1014	1401 - 1065	7104 - 1118
	905 = 1015	1407 - 1060	2104 - 1110
	905 = 1015	1203 = 1063 1204 = 1064 1205 = 1065 1401 = 1065 1402 = 1067 1403 = 1068 1501 = 1069 1502 = 1070 1503 = 1071 1506 = 1074 1506 = 1074 1508 = 1076 1601 = 1077 1602 = 1078	2105 4 1119
		1402 * 1008	2108 # 1520
	1001 = 1017	1201 = 1004	2107 - 1121
	1005 - 1018	1502 = 1070	2108 = 1122
	1006 = 1019	1503 = 10/1	2201 = 1123
	1007 = 1020	1504 # 1072	2202 = 1124
	1008 = 1021	\$505 × 1073	2203 = 1125
	1102 = 1022	1506 = 1074	2204 - 1126
	1105 = 1023	1507 = 1075	2205 × 1127
	1106 = 1024	1508 = 1076	2206 × 1128
	1107 = 1025	1601 = 1077	2207 = 1129
	110B = 1026	1602 = 1078	2208 - 1130
i	1206 = 1027	1603 = 1079	2208 = 1130 2302 = 1131 2306 = 1132 2307 = 1133
	1207 × 1028	1604 = 1080	2306 - 1132
	1208 = 1029	1605 = 1081	2302 = 1131 2306 = 1132 2308 = 1133 2308 = 1134 2406 = 1135 2407 = 1136 2408 = 1137 2501 = 1138
ι	1404 = 1030	1606 = 1082	2308 = 1134
I	1405 = 1031	1607 = 1083	2406 = 1135
ŧ	1406 = 1032	1608 = 1084	2407 = 1136
L	1407 = 1033	1701 = 1085 1702 = 1086	2408 = 1137
1	1408 = 1034	1702 = 1086	2501 = 113B
t	303 = 1035	1703 = 1087	; 2502 = 1139
1	403 = 1036	1704 = 1068	2503 = 1139
L	405 = 1037	1705 = 1089	2506 = 1141
i i	407 = 1038	1706 = 1090	2507 = 1142
ţ.	507 - 1039	1707 = 1091	2508 = 1143
1	607 = 1040	1708 = 1092	2602 - 1144
1	703 = 1041	1601 - 1093	2603 = 1145
1	704 = 1042	1602 = 1094	2604 # 1146
	705 = 1043	1803 = 1095	2606 = 1147
1	801 = 1044	1004 1000	
1	802 = 1045		
L	803 = 1045	1806 # 100R	2702 = 1149 2703 = 1150 2706 = 1151
1	804 × 1047	1807 - 1000	2706 - 1151
l		1808 - 1100	2707 # 1153
1	807 = 1048 901 = 1049	1901 # 1100	2807 = 1153
		1907 - 1107	7902 - 1153
	902 = 1050 802 = 1051	1003 - 1102	2806 # 1154
	903 = 10SI	1902 = 1102 1903 = 1103 1904 = 1104	2000 - 1155
сÌ.	904 × 1052	11104 = 1104	17901 × 1122
-			



JLL Project and Development Services 200 E. Randolph Drive, Chicago, Illinois 60601 tel +1 312 228 3621

June 6, 2014

Black Contractors United Ms. Belinda Henderson 1200 Marshfield Street Calumet Park, IL 60827

#### VIA CERTIFIED MAIL

### RE: UI LABS

Dear Ms. Henderson:

The purpose of this letter is to inform your organization of potential contracting opportunities associated with the construction of certain improvements at the property at 1333 N. Hickory Avenue, Chicago, Illinois (the "Property"). UI LABS plans to locate its headquarters in downtown Chicago and in connection therewith, construct tenant improvements to approximately 94,000 square feet of office and manufacturing space at the Property. The project is anticipated to require the participation of trades such as electrical, mechanical, plumbing, fire protection, carpentry, painting and others. There will be a minimum 24% MBE and 4%WBE participation on this project. Construction is anticipated to begin in October 2014.

I am the project coordinator and can be reached at 1-312-228-3621. While the bidding process is not anticipated to begin for several months, I am available to answer questions and/or meet with representatives of your organization regarding the budget (once finalized), schedule and contracting opportunities for the project. At your request, I will provide your organization with one copy of the project bid documents (including plans and specifications).

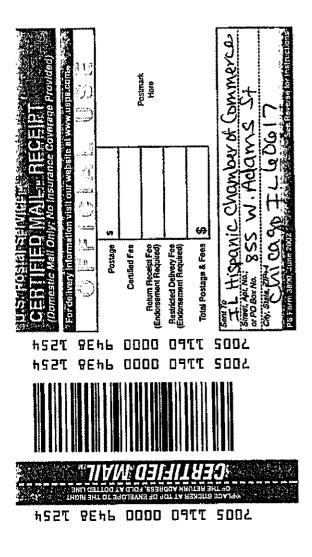
Please make your member companies aware of this project so that they may submit bids for appropriate subcontracting opportunities. Should you have any questions, do not hesitate to contact me at the number listed below.

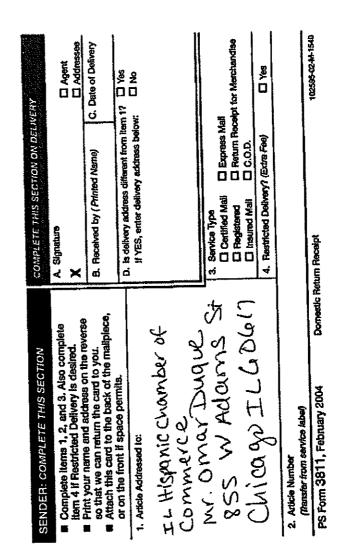
Sincerely,

pille.

Jim Plummer Managing Director

Cc: Caralyn Nowinski – UI LABS Marty Malone – UI LABS Meredith O'Connor - JLL

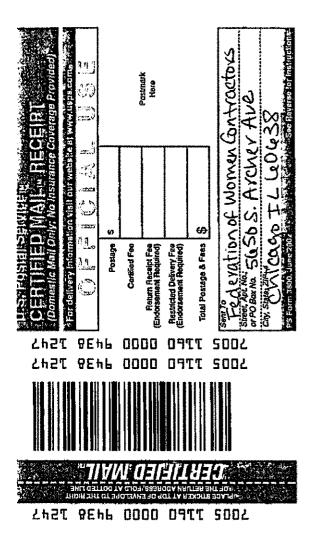




l

	B. Received by (Printed Name) C. Date of Delivery D. lo dolivery eddress different for how 40. D. Ver	If YES, enter delivery address below: O No	3. Service Type     3. Service Type     Certified Mail     Certified Mail     Registerred     Certified Mail     Concernent Receipt for Merchandise     Certae Mail     Concernent Certae Sool     Concernet Certae Sool     Concernent Certae Sool     Concernet Certae Sool		um Receipt 102595-02-14-1540	US POSIAI SERVICE CERTIFIED INAL RECETAR Corners contrary Provided Lar collection Pransis Reviewed From Received From Received F
<ul> <li>SENDER: COMPLETE THIS SECTION</li> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse the twentse</li> </ul>	So use we can recurring card to you. Attach this card to the back of the mailplece, or on the front if space permits.	1. Article Addressed to: Hispanic American Construction	901 W. Jackson#205 Chicago IL 60607	2. Article Number (Transfer from service iabel)	PS Form 3811, February 2004 Domestic Return Receipt	

is ponic American Construction



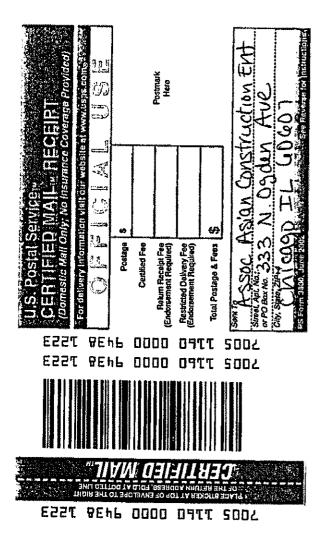
SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY	
<ul> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is destred.</li> <li>Print vour name and addmss on the reverse</li> </ul>	A Signature X	C Agent
E Attach this carreturn the card to you. Attach this card to the back of the malipiece, or on the front if strace neurits	B. Received by (Printed Name) C. Dat	C. Date of Delivery
1. Article Addressed to:	D. is delivery address different from item 1? D Yes if YES, enter delivery address below: D No	0 Yes
Federation of women cont.		
Beth Doria		
SGSD S. Archer AUE	3. Service Type Certified Meil  Erroneen Meil	
Chicago IL 60638		factandisa
>	4. Restricted Delivery? (Extra Fee)	미 Yes
<ol> <li>Article Number</li> <li>(Transfer from service label)</li> </ol>		

ļ

LELIVEHY C Agent C. Date of Delivery	tem 17 1 Yes tow: 1 No	e t t	D Yes	105 <del>885-05-14</del> -1540	U.S. Postal Service. CERTIFIED MAIL: RECEIPT Joameutic Mail Only, No Insurance Coverage Provided) For delivery Information vieit our veisite of www.usps.cong.	NS Son T	Postmark Here		Dy Nika
COMPLETE THIS SECTION ON DELIVERY A Signatura Se X Enceived by (Printed Name) C. Dat	D. Is delivery address different from Item 17 If YES, enter delivery address befow:	3. Service Type C Certified Mail C Registaned Insured Mail A Boundary	(964 BITC) / ABANDAT DOCUMENT	Domestic Return Receipt	7567 	SEPEPE	Certified Fee A Return Reccipt Fee (Endotrement Required)	그 그 Thesticaed Delivery Fee The The Theorem Theorem Provide of Conditional Provider of Theorem Theore	E E Set ack Contractors (
<ul> <li>SENDER: COMPLETE THIS SECTION</li> <li>SENDER: COMPLETE THIS SECTION</li> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the maliplece, or on the front if space permits.</li> </ul>	1. Article Addressed to: Black Contractors United Belinda Henderson	Calumet Parktl (0827	2. Article Number (Plansfor from service label)	PS Form 3811, February 2004 Dome		₩ <b>7.9/</b> ₩ <b>7.9/</b> ₩ 3HL DOT V ₩ 3HL DOT V ₩ 3HL DOT 4d 9 E h L	10103 88300	и и и и и и и и и и и и и и и и и и и	<b>0</b> 1974 5002

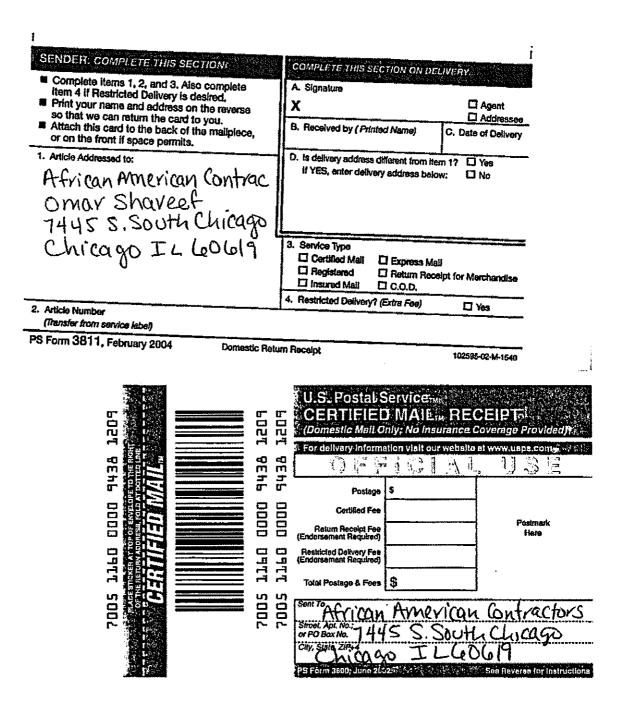
0

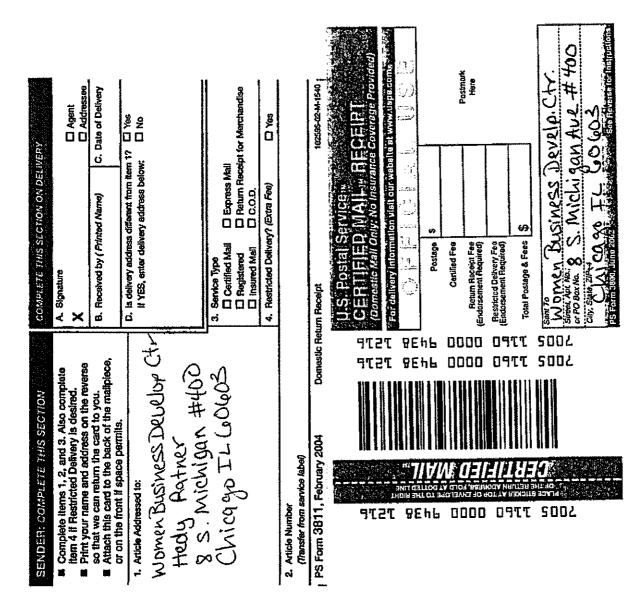
5 a



SENDER: COMPLETE THIS SECTION	COMPLETE THY SECTION ON DELVERY	VERY CONTRACTOR
Complete Items 1, 2, and 3. Also complete Item 4 if Restricted Deliverv is desined.	A. Signature	🗖 Agent
Print your name and address on the reverse	X	C Addressee
so that we can return the card to you. Attach this card to the back of the maliplece, or cot the front if anone namine	B. Received by ( Printed Name)	C. Date of Delivery
1. Article Addressed to:	D. Is delivery address different from Item 1?  T Yes If YEs enter delivery address different from Item	2 1 R R R R
Assoc Asian Construction		
Perry Nackachi		
333 N. Daden Ave	3. Service Type	
	Centified Mail	🗖 Express Mali 🗇 Rahm Reveint for Merchandles
	_	
>	4. Restricted Delivery? (Extra Fee)	0 Yes
2. Article Number (Tansfer from service isbel)		

-





Aldermanic support Letters will be attached to Staff Report for CDC hearing

### COMMUNITY DEVELOPMENT COMMISSION OF THE CITY OF CHICAGO

### **RESOLUTION NO. 14 - CDC -**

### AUTHORIZATION TO NEGOTIATE A REDEVELOPMENT AGREEMENT WITH UI LABS

### AND RECOMMENDATION TO THE CITY COUNCIL OF THE CITY OF CHICAGO FOR THE DESIGNATION OF UI LABS AS DEVELOPER

WHEREAS, the Community Development Commission (the "Commission") of the City of Chicago (the "City") has heretofore been appointed by the Mayor of the City with the approval of its City Council (the City Council referred to herein collectively with the Mayor as the "Corporate Authorities") as codified in Section 2-124 of the City's Municipal Code; and

WHEREAS, the Commission is empowered by the Corporate Authorities to exercise certain powers enumerated in Section 5/11-74.4-4(k) of the Illinois Tax Increment Allocation Redevelopment Act, as amended (65 ILCS 5/11-74.4-1 et seq.), (as amended from time to time, the "Act"); and

WHEREAS, the City Council, upon the Commission's recommendation pursuant to Resolution 96-CDC-29 and pursuant to the Act, enacted three ordinances on July 10, 1996 pursuant to which the City approved and adopted a certain redevelopment plan and project (the "Plan") for the Goose Island Redevelopment Project Area (the Area), designated the Area as a redevelopment project area and adopted tax increment allocation financing for the Area. The street boundaries of the Area are described on Exhibit A hereto; and

WHEREAS, UI LABS(the "Developer"), has presented to the City's Department of Planning and Development (the "Department") a proposal for redevelopment of the Area or a portion thereof that is in compliance with the Plan, consisting of the construction of the build-out of space to house the Digital Manufacturing Design Innovation Institute and UI LABS headquarters (the "Project"); and

WHEREAS, DPD requests that the Commission recommend to City Council that the Developer be designated as the developer for the Project and that the Department be authorized to negotiate, execute and deliver a redevelopment agreement with the Developer for the Project; now, therefore,

# BE IT RESOLVED BY THE COMMUNITY DEVELOPMENT COMMISSION OF THE CITY OF CHICAGO:

- <u>Section 1.</u> The above recitals are incorporated herein and made a part hereof.
- Section 2. The Commission hereby recommends to City Council that the Developer be designated as the developer for the Project and that the Department be authorized to negotiate, execute and deliver on the City's behalf a redevelopment agreement with the Developer for the Project.
- Section 3. If any provision of this resolution shall be held to be invalid or unenforceable for any reason, the invalidity or unenforceability of such provision shall not affect any of the remaining provisions of this resolution.
- Section 4. All resolutions, motions or orders in conflict with this resolution are hereby repealed to the extent of such conflict.
- <u>Section 5.</u> This resolution shall be effective as of the date of its adoption.
- Section 6. A certified copy of this resolution shall be transmitted to the City Council.

ADOPTED: \_\_\_\_\_, 20\_\_\_

Attachment: Exhibit A, Street Boundary Description

### EXHIBIT A

Street Boundary Description of the Goose Island Tax Increment Financing Redevelopment Project Area

The general street boundary of the Area is an area bounded on the west by the East Bank of the North Branch of the Chicago River from Halsted to Division, then east along the northern side of Division Street to North Branch Street, then northwest to Eastman Street, then northeast to Cherry Avenue and north on Cherry Avenue to Blackhawk Street, then west to the East Bank of the North Branch of the Chicago River and north to the northern most tip of Goose Island. The Area then runs southeast along the west line of Waste Management Corporation's property all the way to the southern side of Division Street and then heads west to Hickory Avenue, then southeast to Haines Street, then northeast to Halsted Street, then south along the western side of Halsted to the east Bank of the North Branch of the North Branch of the North Branch of the Chicago River.