

RESOLUTION NO. 3, 2010

**A RESOLUTION OF THE COMMON COUNCIL OF THE CITY OF VALPARAISO,
INDIANA, AMENDING THE FAÇADE IMPROVEMENT PROGRAM**

WHEREAS, on October 9, 2006, the Common Council of the City of Valparaiso, Indiana, passed Resolution No.7, 2006, adopting the Façade Improvement Program for the Central Business District;

WHEREAS, the Common Council is desirous of amending the Façade Improvement Program to eliminate certain issues that have arisen as a result of the administration of the Program;

**NOW, THEREFORE, BE IT RESOLVED BY THE COMMON COUNCIL OF
THE CITY OF VALPARAISO THAT:**

1. That the amended Façade Improvement Program (attached hereto as Exhibit "A") is hereby approved and adopted as the official incentive program for façade improvements in the Central Business District.

2. That all future requests for façade improvement incentives will be considered based on the amended Façade Improvement Program.

3. That any applicant for façade improvement incentives will be provided with a copy of the policies and guidelines set forth in the amended Façade Improvement Program.

This Resolution shall be in full force and effect from and after its passage and signing by the Mayor.

**PASSED AND ADOPTED BY THE COMMON COUNCIL OF THE CITY OF
VALPARAISO, INDIANA, on the 22nd day of February, 2010.**

Recusal
Jan M. Dick

Art Elwood
Art Elwood

Joey Larr
Joey Larr

Robert Taylor
Robert Taylor

- ABSENT -
Kelly Ward

Al Eisenmenger
Al Eisenmenger

John Bowker
John Bowker

Jon Costas, Mayor
Jon Costas, Mayor

Sharon Emerson Swihart
ATTEST: Sharon Emerson
Swihart, Clerk-Treasurer

City of Valparaiso
Façade Improvement Program Description
March 22, 2006

1. Program Purpose

The Valparaiso Façade Improvement Program is designed to promote the continued use and maintenance of commercial and residential buildings in the downtown area. It is intended to help property owners and commercial tenants to rehabilitate and restore the visible exterior of existing structures, and to construct or enhance rear pedestrian entrances of buildings. Improvements must meet criteria for appropriateness of design. Reimbursement grants are provided to property owners or commercial tenants in recognition of the positive impact that individual building improvements can have on the overall appearance, quality and vitality of downtown Valparaiso.

2. Eligible Properties:

To be eligible for a Façade Improvement Program reimbursement grant, an applicant and building building shall ~~must meet one or more~~ all of the ~~of the~~ following criteria:

- 1) A building used in whole or in part for commercial purposes located within The Historic Downtown District (+ 500 ft.) as designated by the City of Valparaiso, shown in Exhibit A.
- 2) Building and Applicant shall not be delinquent in property taxes.
- 3) Buildings with existing code violations or deficiencies must include their remedy as part of ~~the~~ proposed improvements.

Buildings used in whole or in part for commercial purposes are also eligible for a reimbursement grant for rear entrance improvements if they also meet all of the following criteria:

- 1) The building must have an existing rear entrance, or a location for a new rear entrance, that is accessible to the public from a dedicated public street, alley, or other right of way, or from a parking lot or walkway that is owned or leased by the City, or from other property that is encumbered by an easement granting public pedestrian access; and
- 2) The rear entrance to be improved must provide public access to a business or businesses within the building.

3. What Grants Are Available?

The maximum amount of the reimbursement grant for a specific property will be set forth in a Façade Improvement Agreement between the City and the property owner or tenant. If costs exceed the original estimates, the property owner or tenant ~~will~~ shall be solely responsible for the

payment of the full amount of the excess. The City cannot reimburse more than the total amount specified in the Agreement.

The maximum aggregate amount of all grants approved for a building or property within any five- year period shall be limited to \$25,000.00. This limitation applies to all eligible properties regardless of the number or width of qualifying facades.

Reimbursement grants are subject to Federal and State taxes, and are reported to the Internal Revenue Service on Form 1099. You are required to provide your taxpayer ID number or social security number as part of the Façade Improvement Agreement. Property owners and tenants should consult their tax advisor for tax liability information.

A. Exterior Building Facades

Property owners or commercial tenants who install at least \$1,000 of improvements are eligible to receive a matching grant to reimburse 50 percent of the cost of construction of exterior building improvements and 100% of architectural fees, up to \$25,000 per façade for construction and architectural fees combined. A façade is defined as a thirty foot wide span along the front or side of a building facing a public street, measured along the building wall generally parallel to the right of way line. For building fronts or sides exceeding thirty feet, a pro rata amount will be applied.

The amount of any reimbursement grant for architectural services shall be limited to \$4,000 per building. Where architectural services are required, the owner or tenant should retain an architect to prepare a conceptual design and cost estimate for work proposed. If the project is approved by the City, the architect may provide bidding and construction plans and documents, as well as construction supervision. Only those architectural services directly related to the approved façade improvement will be reimbursed.

B. Rear Entrance Improvements

Property owners or commercial tenants who install at least \$1,000 of improvements are eligible to receive a matching grant to reimburse 50 percent of the cost of construction of exterior building improvements and 100% of architectural fees, up to \$10,000 per building for construction and architectural fees combined.

The amount of any reimbursement grant for architectural services shall be limited to \$4,000 per building. Where architectural services are required, the owner or tenant should retain an architect to prepare a conceptual design and cost estimate for work proposed. If the City approves the project, the architect may provide bidding and construction plans and documents, as well as construction supervision. Only those architectural services directly related to the approved rear entrance improvement will be reimbursed.

Landscaping is an eligible improvement for rear entrance improvements only; however, reimbursement for landscaping shall be limited to a) not more than \$1,000 per building; b) only trees, shrubs, and other perennial plants are eligible for reimbursement; and c) all landscape materials for which a reimbursement grant is provided shall be maintained in good condition by the property owner or business tenant for a minimum of five years, as set forth in Section 9 of this Program Description and as provided in the Façade Improvement Agreement.

4. Eligible Improvements:

- Exit doors (exterior) – installation, repair and replacement of exit doors and hardware to provide public access, or where current doors do not meet the building and fire codes or it will improve the overall appearance of the building.
- Painting – painting of the exterior surface of buildings.
- Shutters and Awnings – repair, replacement or addition of exterior shutters and awnings. (Exceptions: mansard roofs, back-lit and/or plastic awnings are not eligible for funding)
- Signs – repair and replacement – all exterior signage must be brought into compliance with existing city ordinance.
- Stairs, Porches, Railings, Exits – repair and replacement or installation of exterior stairs, porches, railings and exit facilities.
- Walls – repair and rebuilding of exterior walls, including: cleaning, sealing, tuck pointing, painting, etc.
- Windows – repair of frames, sills, glazing, replacement of glass and installation of new windows
- Roofs – repair and re-roofing, where the effects of the repair will be visible from a public street or public parking lot. (In general, sloping roofs would qualify, flat roofs would not).
- Walkways – sidewalks, pavers, plazas, and other permanent improvements designed primarily for pedestrian use, only in conjunction with rear entrance improvements.
- Landscaping, limited to perennial plantings including trees and shrubs, only in conjunction with rear entrance improvements.
- Lighting – installation, repair and replacement of lighting mounted on a building that illuminates the façade or signage.

The following items are not eligible for reimbursement grants under the City of Valparaiso's Façade Improvement Program:

- Building Permit fees and related costs
- Extermination of insects, rodents, vermin and other pests
- Sidewalks – replacement or private sidewalks, except as specified above in conjunction with rear entrance improvements.
- Title reports and legal fees

- Acquisition of land or buildings
- Air conditioning and heating facilities
- Electrical wiring or service upgrade, except electrical work necessary to illuminate an eligible sign.
- Elevators – repair or installation
- Interior floor or ceiling replacement and repair
- Plumbing
- Refinancing existing debt
- Sprinkler systems
- Sweat equity
- Working capital for businesses
- Resurfacing of parking lots
- Landscaping, except as specified above in conjunction with rear entrance improvements. (In no case will reimbursement grants be made for temporary landscaping such as annual plantings.)

Improvements not specifically listed as eligible or ineligible are subject to review as to eligibility by the Plan Commission as an advisory body and approval or disapproval by the Valparaiso City Council.

The Plan Commission and the City Council will consider the architectural appropriateness of proposed improvements using the Design Guidelines established by the City Council and the Plan Commission. Improvements that are not architecturally appropriate, as determined by the City Council upon recommendation of the Plan Commission, are not eligible for a reimbursement grant. The Design Guidelines apply to all façade program projects, regardless of whether they are in the Historic District.

5. Approval of Façade Improvement Agreement:

SED amended
~~Applications will be accepted beginning March 1st of each calendar year. Buildings that have not received a Façade Improvement Program reimbursement grant in the past will have first consideration. After all first time users are processed, the remaining applications will be considered in the order in which they were received. In the event that the total amount of the potential reimbursement grants exceeds the amount budgeted for the program for that fiscal year, the applications which cannot be approved due to budget limitations will be carried over for consideration during the following fiscal year. Not more than one Façade Improve- etc. to Planning Office-ment Agreement shall be approved for a building in any fiscal year, and a Façade Improvement Agreement shall not be approved if a Façade Improvement grant was made for the same portion of the building within the previous five years. The earliest final City Council approval will be received is the first Monday in June.~~

Comment [EL1]: Are you comfortable with these dates? This sections provides that applications will be accepted beginning on March 1st with final approval of the City Council given no sooner than June 1.

6. Commencement of Work:

SED - amended
 After the Façade Improvement Agreement is approved by the City Council, applicants may obtain a building permit and begin the work. ~~DO NOT START BEFORE =~~

~~YOU APPLICANTS WILL NOT BE REIMBURSED FOR WORK DONE PRIOR TO CITY COUNCIL APPROVAL OF THE FAÇADE IMPROVEMENT AGREEMENT.~~



7. Completion of Work:

All improvements ~~must~~ shall be completed and requests for reimbursement submitted within 180 calendar days after the City Council's approval of Façade Improvement Agreement is approved, unless otherwise authorized by the City Planning Director for a maximum of a one (1) year extension. It shall be the applicant's sole responsibility to make sure that all deadlines are met. All requests for extension must be submitted in writing to the Planning Director prior to the expiration of the initial deadline to complete the work and submit requests for reimbursement. If the work is not complete by the end of the one year extension the City's remaining obligation to reimburse the owner or tenant for the project terminates. In the event that an applicant fails to comply with these deadlines or otherwise request an extension from the Planning Director, the City's may terminate its obligation to reimburse the applicant.

8. Reimbursement Payments:

Upon completion of the work, the owner or tenant ~~must~~ shall submit copies of all architect's invoices, contractor's statements, invoices, proof of payment, and notarized final lien waivers to the Planning Director, as evidence that the owner or tenant has paid the architect and contractor(s). You should use the attached forms for the contractor's statement and final lien waivers. Payment will be authorized upon completion of all work items as originally approved and receipt of all of the required documents.

The Planning Director may authorize reimbursement to be made in two payments, if all of the following conditions are present: 1) The first partial payment may be made upon completion of work representing at least fifty percent (50%) of the amount specified in the Façade Improvement Agreement; 2) The architect's invoices, contractor's statements, invoices, notarized final lien waivers and proof of payment for the completed work have been submitted; 3) The remaining work is expected to be delayed for thirty days or more following completion of the initial work due to weather, availability of materials, or other circumstances beyond the control of the owner or tenant.

Reimbursement for architectural services will be made at the same time reimbursement is made for improvements, and only if a Façade Improvement Agreement has been approved by the City Council. Architectural services may be reimbursed, at the sole discretion of the City Council, as follows:

Concept Plans and cost estimates prepared before approval of a Façade Improvement Agreement.

Architectural construction drawings and specifications for the improvement to the extent required by the Valparaiso Building Code, prepared after City Council approval of a Façade Improvement Agreement.

Construction supervision conducted after City Council approval of the Façade Improvement Agreement.

Major changes or elimination of improvements must be approved by the City Council. Minor changes must be approved by the Planning Director. THIS IS A REIMBURSEMENT PROGRAM – YOU MUST PAY YOUR ARCHITECT, CONTRACTORS AND SUPPLIERS BEFORE YOU RECEIVE PAYMENT FROM THE CITY.

9. Alterations:

The property owner and tenant shall be responsible for maintaining the façade and rear entrance improvements without alteration for five (5) years unless approved by the Planning Director. A restrictive covenant limiting alterations may be required by the City Council at the time of approval of the Façade Improvement Agreement.

FAÇADE IMPROVEMENT PROGRAM – STEP-BY-STEP PROCESS

1. Review the Program Description or contact the Planning Office to see if the improvements you are considering are eligible.
2. Define the scope of your proposed improvements. This will probably involve consulting with an architect or other appropriate design professional (for projects that do not need an architect, consult with a contractor).
3. Complete this application including appropriate plans and description of work to be done.
4. Submit application to Planning Office, 162 W. Lincolnway, Valparaiso, IN.
5. Attend Plan Commission meeting to present your proposed improvements and to receive the Commission's review comments. This step may be waived by the Planning Director dependent upon total scope of work.
6. If necessary, revise plans and return to Plan Commission for second review.
7. Submit final revised plans, dollar amounts and signed Façade Improvement Agreement to Planning Office.
8. Planning Director and Economic Development Director approve or disapprove Façade Improvement Agreement.
9. Application and grant agreement are forwarded to the City Council for their review and approval.
10. Apply for a building permit or site improvement permit through the Planning and Building Office.
11. Pick up permit at Planning and Building Office when notified.
12. Construct per approved plans and call Building and Zoning Office to schedule inspections as required.
13. Finish Construction.

14. Call the Building and Zoning Office for final inspection.

15. Request reimbursement: Submit Lien Waivers, Treasurer's Form (to show compliance with property tax), etc., to Planning Office

16. Receive check from Clerk/Treasurer Office.

VALPARAISO FAÇADE IMPROVEMENT PROGRAM

Application Form

1. Applicant Information

NAME: _____

ADDRESS OF PROPERTY TO BE IMPROVED:

NAME OF BUSINESS: _____

TAX ID#/SOCIAL SECURITY #: _____

HOME ADDRESS: _____

BUSINESS PHONE: _____ HOME PHONE: _____

FAX: _____ EMAIL: _____

2. Project Information

BUILDING LOCATION: _____

BUSINESS(ES) LOCATED IN BUILDING:

BUILDING AGE: _____ BUILDING LOCATED IN HISTORIC DISTRICT? _____

BUILDING ZONED AS: _____ PIN NUMBER: _____

OWNER OF RECORD: _____

IF LEASED: Lease Expires _____ Renewal Term _____

3. Project Description

Describe in detail the proposed scope of work including design firm and/or contractor(s) selected. In describing project, be sure to differentiate

between interior renovations vs. exterior façade improvements to be undertaken. Use separate sheet(s) if necessary.

VALPARAISO FAÇADE IMPROVEMENT PROGRAM
NOVEMBER 2006

Anticipated Construction

Start Date: _____ Completion Date: _____ Total Project Cost: _____

4. Mortgage Information

Is there a current Mortgage on the property: YES _____ NO _____

If YES, Holder of Mortgage

Date of Mortgage: _____

Original Amount: _____ Current Balance: _____

Are there any other loans, liens, deed restrictions on the property:

YES _____ NO _____

If YES, please list:

5. Building Information

Will project result in a change of use for the building? YES _____ NO _____

Uses of the building after completion of the façade project:

1st Floor:

2nd Floor:

3rd Floor:

VALPARAISO FAÇADE IMPROVEMENT PROGRAM
NOVEMBER 2006

Other:

6. Other Required Documentation

- a. Property deed with legal description of property
- b. Proof that all property taxes are paid and current
- c. Proof of property and liability insurance
- d. Signed mortgage note
- e. Copies of any leases associated with property
- f. Project budget
- g. Two (2)-contractor quotes/construction bids for total façade project
- h. Photographs of proposed project site

I/We certify that all information set forth in this application is a true representation of the facts pertaining to the subject property for the purpose of obtaining funding under the Valparaiso Façade Improvement Program. I understand and acknowledge that any willful misrepresentation of the information contained in this application could result in disqualification from the program, requiring any funds already disbursed to be repaid in full to the City of Valparaiso.

The applicant further certifies that he/she has read and understands the Valparaiso Façade Improvement Program Guidelines. If a determination is made by the Planning Commission that program funds have not been used for eligible program activities, the

Applicant agrees that the proceeds shall be returned, in full, to the City of Valparaiso and acknowledges that, with respect to such proceeds so returned, he/she shall have no further interest, right, or claim. It is understood that all Valparaiso Façade Improvement Program funding commitments are contingent upon the availability of program funds.

Signed this _____ day of _____, 20 _____

By: _____

VALPARAISO FAÇADE IMPROVEMENT PROGRAM
NOVEMBER 2006

FAÇADE IMPROVEMENT PROGRAM – STEP-BY-STEP PROCESS

1. Review the Program Description or contact the Planning Office to see if the improvements you are considering are eligible.

17. Define the scope of your proposed improvements. This will probably involve consulting with an architect or other appropriate design professional (for projects that do not need an architect, consult with a contractor).

Comment [EL2]: These numbers need to be reordered. The formatting wouldn't allow me to do it.

18. Complete this application including appropriate plans and description of work to be done.

19. Submit application to Planning Office, 162 W. Lincolnway, Valparaiso, IN.

20. Attend Plan Commission meeting to present your proposed improvements and to receive the Commission's review comments. This step may be waived by the Planning Director dependent upon total scope of work.

21. If necessary, revise plans and return to Plan Commission for second review.

22. Submit final revised plans, dollar amounts and signed Façade Improvement Agreement to Planning Office.

23. Planning Director and Economic Development Director approve or disapprove Façade Improvement Agreement.

24. Apply for a building permit or site improvement permit through the Planning and Building Office.

25. Pick up permit at Planning and Building Office when notified.
26. Construct per approved plans and call Building and Zoning Office to schedule inspections as required.
27. Finish Construction.
28. Call the Building and Zoning Office for final inspection.
29. Request reimbursement: Submit Lien Waivers, Proof that all Property Taxes are Paid and Current, (to show compliance with property tax), to Planning Office.
30. Receive check from Clerk/Treasurer Office.

VALPARAISO FAÇADE IMPROVEMENT PROGRAM
NOVEMBER 2006

**City of Valparaiso
Façade Improvement Agreement**

**THIS AGREEMENT, entered into this ____ day of _____, 20__, between the
City of Valparaiso, Indiana (hereinafter referred to as "CITY") and the following
designated OWNER/LESSEE, to wit:**

Owner/Lessee's Name: _____

Name of Business: _____

Tax ID#/Social Security # _____

Address of Property to be Improved:

PIN Number: _____

WITNESSETH:

WHEREAS, the CITY has established a Façade Improvement Program for application
within the Valparaiso Façade Improvement Business District ("District"); and

WHEREAS, said Façade Improvement Program is administered by the CITY with the
advice of the Plan Commission and is funded from the general fund for the purposes of
controlling and preventing blight and deterioration within the District; and

WHEREAS, pursuant to the Façade Improvement Program CITY has agreed to
participate, subject to its sole discretion, 1) in reimbursing Owners/Lessees for the cost of
eligible exterior improvements to commercial establishments within the District up to a

maximum of one-half (1/2) of the approved contract cost of such improvements and 2) in reimbursing Owners/Lesseees for 100% of the cost of the services of an architect for such façade improvements up to a maximum of \$4,000 per building, as set forth herein, but in no event shall the total CITY participation exceed twenty five thousand dollars (\$25,000) per façade, as defined herein, for eligible improvements to the front and/or side of a building, and ten thousand (\$10,000) per building for eligible rear entrance improvements, with a maximum reimbursement amount of twenty five thousand dollars (\$25,000) per building; and

WHEREAS, the OWNER/LESSEE's property is located within the Façade Improvement Business District, and the OWNER/LESSEE desires to participate in the Façade Improvement Program pursuant to the terms and provisions of this agreement.

NOW, THEREFORE, in consideration of the mutual covenants and agreements obtained herein, the CITY and the OWNER/LESSEE do hereby agree as follows:

SECTION 1:

A. With respect to façade improvements to the front and side of a building and related eligible improvements, the CITY shall reimburse OWNER/LESSEE for the cost of improvements to the OWNER/LESSEE'S property at the rate of fifty percent (50%) of such cost, and shall reimburse OWNER/LESSEE for 100% of the cost of fees for architectural services pertaining to such improvements, up to a maximum amount of \$4,000 per building as defined herein, provided that the total reimbursement for improvements to the front and side of a building and related eligible improvements and architectural services shall not exceed twenty five thousand dollars (\$25,000) per façade as defined herein.

B. With respect to improvements to rear entrance(s) of a building and related

eligible improvements, the CITY shall reimburse OWNER/LESSEE for the cost of improvements to the OWNER/LESSEE's property at the rate of fifty percent (50%) of such cost, and shall reimburse OWNER/LESSEE for 100% of the cost of fees for architectural services pertaining to such improvements, up to a maximum amount of \$4,000 per building, provided that reimbursement for landscaping materials and installation shall not exceed \$1,000 per building, and provided that the total reimbursement for rear entrance and related eligible improvements and architectural services shall not exceed ten thousand dollars (\$10,000) per building.

The actual total reimbursement amounts per this Agreement shall not exceed \$25,000 for façade improvements to the front, side, and rear entrance(s) of a building and related eligible improvements. Total reimbursable expenses shall not exceed \$25,000. The improvement costs that are eligible for City reimbursement include all labor, materials, equipment and other contract items necessary for the proper execution and completion of the work as shown on the plans, design drawings, specifications and estimates approved by the City. Such plans, design drawings, specifications and estimates are attached hereto as Exhibit I.

SECTION 2: No improvement work shall be undertaken until its design has been submitted to and approved by the City Council. Following approval, the OWNER/LESSEE shall contract for the work and shall commence and complete all such work and submit all requests for reimbursement to the Planning Director -within six months from the date of such approval by the City Council. The OWNER/LESSEE may seek an extension of the deadline, not to exceed 12 months, for completing the work and submitting its request for reimbursement from the Planning Director, however, such

request must be made in writing and submitted to the Planning Director prior to the expiration of the initial deadline to complete the work and submit the requests for reimbursement. In the event that the OWNER/LESSEE fails to comply with these requirements the CITY may terminate this Agreement and its obligation to reimburse the applicant.

SECTION 3: The Planning Director shall periodically review the progress of the contractor's work on the façade improvement pursuant to this Agreement. Such inspections shall not replace any required permit inspection by the Building Commissioner and Building Inspectors. All work which is not in conformance with the approved plans, design drawings and specifications shall be immediately remedied by the OWNER/LESSEE and deficient or improper work shall be replaced and made to comply with the approved plans, design drawings and specifications and the terms of this Agreement.

SECTION 4: Upon completion of the improvements and upon their final inspection and approval by the Planning Director, the OWNER/LESSEE shall submit to the CITY a properly executed and notarized contractor statement showing the full cost of the work as well as each separate component amount due to the contractor and each and every subcontractor involved in furnishing labor, materials or equipment in the work. In addition, the OWNER/LESSEE shall submit to the CITY proof of payment of the contract cost pursuant to the contractor's statement and final lien waivers from all contractors and subcontractors. The OWNER/LESSEE shall also submit to the CITY a copy of the architect's statement of fees for professional services for preparation of plans and specifications. The CITY shall, within fifteen (15) days of receipt of the contractor's

statement, proof of payment and lien waivers, and the architect's statement, issue a check to the OWNER/LESSEE as reimbursement for one-half of the approved construction cost estimate or one-half of the actual construction cost, whichever is less, and for 100% of architectural services fee, subject to the limitations set forth in Section 1 hereof.

In the alternative, at its sole discretion, CITY may reimburse OWNER/LESSEE in two payments. The first reimbursement may be made only 1) upon completion of work representing 50% or more of the maximum reimbursement specified in Section 1 hereof and 2) upon receipt by CITY of the architect's invoices, contractor's statements, invoices, proof of payment and notarized final lien waivers for the completed work and 3) upon a determination by the Planning Director that the remainder of the work is expected to be delayed for thirty days or more following completion of the initial work due to weather, availability of materials, or other circumstances beyond the control of the OWNER/LESSEE. The second, final reimbursement payment shall be made by CITY only upon submittal of all necessary documents as described herein.

SECTION 5: If the OWNER/LESSEE or his contractor fails to complete the improvement work provided for herein in conformity with the approved plans, design drawings and specifications and the terms of this Agreement, then upon written notice being given by the Planning Director to the OWNER/LESSEE, by certified mail to the address listed above, this Agreement shall terminate and the financial obligation on the part of the CITY shall cease and become null and void.

SECTION 6: Upon completion of the improvement work pursuant to this Agreement and for a period of five (5) years thereafter, the OWNER/LESSEE shall be responsible for properly maintaining such improvements in finished form and without

change or alteration thereto, as provided in this Agreement, and for the said period of five (5) years following completion of the construction thereof, the OWNER/LESSEE shall not enter into any Agreement or contract or take any other steps to alter, change or remove such improvements, or the approved design thereof, nor shall OWNER/LESSEE undertake any other changes, by contract or otherwise, to the improvements provided for in this Agreement unless such changes are first submitted to the Planning Director, and any additional review body designated by the Director, for approval. Such approval shall not be unreasonably withheld if the proposed changes do not substantially alter the original design concept of the improvements as specified in the plans, design drawings and specifications approved pursuant to this Agreement. OWNER/LESSEE shall execute and record a restrictive covenant, in a form substantially the same as Exhibit "II" hereto, at City's request.

SECTION 7: The OWNER/LESSEE releases the CITY from, and covenants and agrees that the CITY shall not be liable for, and covenants and agrees to indemnify and hold harmless the CITY and its officials, officers, employees and agents from and against, any and all losses, claims, damages, liabilities or expenses, of every conceivable kind, character and nature whatsoever arising out of, resulting from or in any way connected with directly or indirectly with the façade improvements(s), including but not limited to actions arising from the ~~Prevailing Wage Act~~ Indiana Common Construction Wage Act (820 ILCS 30/0.04 Ind. Code § 5-16-7 et seq.) The OWNER/LESSEE further covenants and agrees to pay for or reimburse the CITY and its officials, officers, employees and agents for any and all costs, reasonable attorneys' fees, liabilities or expenses incurred in connection with investigating, defending against or otherwise in

connection with any such losses, claims, damages, liabilities, or causes of action. The CITY shall have the right to select legal counsel and to approve any settlement in connection with such losses, claims, damages, liabilities, or causes of action. The provisions of this section shall survive the completion of said façade improvement(s).

SECTION 8: Nothing herein is intended to limit, restrict or prohibit the OWNER/LESSEE from undertaking any other work in or about the subject premises which is unrelated to the façade improvement provided for in this Agreement.

SECTION 9: This Agreement shall be binding upon the CITY and upon the OWNER/LESSEE and its successors, to said property for a period of five (5) years from and after the date of completion and approval of the façade improvement provided for herein. It shall be the responsibility of the OWNER/LESSEE to inform subsequent OWNER(s)/LESSEE(s) of the provisions of this Agreement.

IN WITNESS THEREOF, the parties hereto have executed this Agreement on the date first appearing above.

OWNER/LESSEE

CITY OF VALPARAISO

Mayor

ATTEST: _____
City Clerk

City of Valparaiso
Façade Improvement Program Description

1. Program Purpose

The Valparaiso Façade Improvement Program is designed to promote the continued use and maintenance of commercial and residential buildings in the downtown area. It is intended to help property owners and commercial tenants to rehabilitate and restore the visible exterior of existing structures, and to construct or enhance rear pedestrian entrances of buildings. Improvements must meet criteria for appropriateness of design. Reimbursement grants are provided to property owners or commercial tenants in recognition of the positive impact that individual building improvements can have on the overall appearance, quality and vitality of downtown Valparaiso.

2. Eligible Properties:

To be eligible for a Façade Improvement Program reimbursement grant, an applicant and building shall meet all of the following criteria:

- 1) A building used in whole or in part for commercial purposes located within The Historic Downtown District (+ 500 ft.) as designated by the City of Valparaiso, shown in Exhibit A.
- 2) Building and Applicant shall not be delinquent in property taxes.
- 3) Buildings with existing code violations or deficiencies must include their remedy as part of the proposed improvements.

Buildings used in whole or in part for commercial purposes are also eligible for a reimbursement grant for rear entrance improvements if they also meet all of the following criteria:

- 1) The building must have an existing rear entrance, or a location for a new rear entrance, that is accessible to the public from a dedicated public street, alley, or other right of way, or from a parking lot or walkway that is owned or leased by the City, or from other property that is encumbered by an easement granting public pedestrian access; and
- 2) The rear entrance to be improved must provide public access to a business or businesses within the building.

3. What Grants Are Available?

The maximum amount of the reimbursement grant for a specific property will be set forth in a Façade Improvement Agreement between the City and the property owner or tenant. If costs exceed the original estimates, the property owner or tenant shall be solely responsible for the

payment of the full amount of the excess. The City cannot reimburse more than the total amount specified in the Agreement.

The maximum aggregate amount of all grants approved for a building or property within any five- year period shall be limited to \$25,000.00. This limitation applies to all eligible properties regardless of the number or width of qualifying facades.

Reimbursement grants are subject to Federal and State taxes, and are reported to the Internal Revenue Service on Form 1099. You are required to provide your taxpayer ID number or social security number as part of the Façade Improvement Agreement. Property owners and tenants should consult their tax advisor for tax liability information.

A. Exterior Building Facades

Property owners or commercial tenants who install at least \$1,000 of improvements are eligible to receive a grant to reimburse 50 percent of the cost of construction of exterior building improvements and 100% of architectural fees, up to \$25,000 per façade for construction and architectural fees combined. A façade is defined as a thirty foot wide span along the front or side of a building facing a public street, measured along the building wall generally parallel to the right of way line. For building fronts or sides exceeding thirty feet, a pro rata amount will be applied.

The amount of any reimbursement grant for architectural services shall be limited to \$4,000 per building. Where architectural services are required, the owner or tenant should retain an architect to prepare a conceptual design and cost estimate for work proposed. If the project is approved by the City, the architect may provide bidding and construction plans and documents, as well as construction supervision. Only those architectural services directly related to the approved façade improvement will be reimbursed.

B. Rear Entrance Improvements

Property owners or commercial tenants who install at least \$1,000 of improvements are eligible to receive a grant to reimburse 50 percent of the cost of construction of exterior building improvements and 100% of architectural fees, up to \$10,000 per building for construction and architectural fees combined.

The amount of any reimbursement grant for architectural services shall be limited to \$4,000 per building. Where architectural services are required, the owner or tenant should retain an architect to prepare a conceptual design and cost estimate for work proposed. If the City approves the project, the architect may provide bidding and construction plans and documents, as well as construction supervision. Only those architectural services directly related to the approved rear entrance improvement will be reimbursed.

Landscaping is an eligible improvement for rear entrance improvements only; however, reimbursement for landscaping shall be limited to a) not more than \$1,000 per building; b) only trees, shrubs, and other perennial plants are eligible for reimbursement; and c) all landscape materials for which a reimbursement grant is provided shall be maintained in good condition by the property owner or business tenant for a minimum of five years, as set forth in Section 9 of this Program Description and as provided in the Façade Improvement Agreement.

4. Eligible Improvements:

- Exit doors (exterior) – installation, repair and replacement of exit doors and hardware to provide public access, or where current doors do not meet the building and fire codes or it will improve the overall appearance of the building.
- Painting – painting of the exterior surface of buildings.
- Shutters and Awnings – repair, replacement or addition of exterior shutters and awnings. (Exceptions: mansard roofs, back-lit and/or plastic awnings are not eligible for funding)
- Signs – repair and replacement – all exterior signage must be brought into compliance with existing city ordinance.
- Stairs, Porches, Railings, Exits – repair and replacement or installation of exterior stairs, porches, railings and exit facilities.
- Walls – repair and rebuilding of exterior walls, including: cleaning, sealing, tuck pointing, painting, etc.
- Windows – repair of frames, sills, glazing, replacement of glass and installation of new windows
- Roofs – repair and re-roofing, where the effects of the repair will be visible from a public street or public parking lot. (In general, sloping roofs would qualify, flat roofs would not).
- Walkways – sidewalks, pavers, plazas, and other permanent improvements designed primarily for pedestrian use, only in conjunction with rear entrance improvements.
- Landscaping, limited to perennial plantings including trees and shrubs, only in conjunction with rear entrance improvements.
- Lighting – installation, repair and replacement of lighting mounted on a building that illuminates the façade or signage.

The following items are not eligible for reimbursement grants under the City of Valparaiso's Façade Improvement Program:

- Building Permit fees and related costs
- Extermination of insects, rodents, vermin and other pests
- Sidewalks – replacement or private sidewalks, except as specified above in conjunction with rear entrance improvements.
- Title reports and legal fees

- Acquisition of land or buildings
- Air conditioning and heating facilities
- Electrical wiring or service upgrade, except electrical work necessary to illuminate an eligible sign.
- Elevators – repair or installation
- Interior floor or ceiling replacement and repair
- Plumbing
- Refinancing existing debt
- Sprinkler systems
- Sweat equity
- Working capital for businesses
- Resurfacing of parking lots
- Landscaping, except as specified above in conjunction with rear entrance improvements. (In no case will reimbursement grants be made for temporary landscaping such as annual plantings.)

Improvements not specifically listed as eligible or ineligible are subject to review as to eligibility by the Plan Commission as an advisory body and approval or disapproval by the Valparaiso City Council.

The Plan Commission and the City Council will consider the architectural appropriateness of proposed improvements using the Design Guidelines established by the City Council and the Plan Commission. Improvements that are not architecturally appropriate, as determined by the City Council upon recommendation of the Plan Commission, are not eligible for a reimbursement grant. The Design Guidelines apply to all façade program projects, regardless of whether they are in the Historic District.

5. Approval of Façade Improvement Agreement:

Applications will be accepted beginning March 1st of each calendar year. Buildings that have not received a Façade Improvement Program reimbursement grant in the past will have first consideration. After all first time users are processed, the remaining applications will be considered in the order in which they were received. In the event that the total amount of the potential reimbursement grants exceeds the amount budgeted for the program for that fiscal year, the applications which cannot be approved due to budget limitations will be carried over for consideration during the following fiscal year. Not more than one Façade Improvement Agreement shall be approved for a building in any fiscal year, and a Façade Improvement Agreement shall not be approved if a Façade Improvement grant was made for the same portion of the building within the previous five years. The earliest final City Council approval will be received is the first Monday in June.

6. Commencement of Work:

After the Façade Improvement Agreement is approved by the City Council, applicants may obtain a building permit and begin the work. DO NOT START BEFORE –

APPLICANTS WILL NOT BE REIMBURSED FOR WORK DONE PRIOR TO CITY COUNCIL APPROVAL OF THE FAÇADE IMPROVEMENT AGREEMENT.

7. Completion of Work:

All improvements shall be completed and requests for reimbursement submitted within 180 calendar days after the City Council's approval of Façade Improvement Agreement unless otherwise authorized by the Planning Director for a maximum of a one (1) year extension. It shall be the applicant's sole responsibility to make sure that all deadlines are met. All requests for extension must be submitted in writing to the Planning Director prior to the expiration of the initial deadline to complete the work and submit requests for reimbursement. In the event that an applicant fails to comply with these deadlines or otherwise request an extension from the Planning Director, the City's may terminate its obligation to reimburse the applicant.

8. Reimbursement Payments:

Upon completion of the work, the owner or tenant shall submit copies of all architect's invoices, contractor's statements, invoices, proof of payment, and notarized final lien waivers to the Planning Director, as evidence that the owner or tenant has paid the architect and contractor(s). You should use the attached forms for the contractor's statement and final lien waivers. Payment will be authorized upon completion of all work items as originally approved and receipt of all of the required documents.

The Planning Director may authorize reimbursement to be made in two payments, if all of the following conditions are present: 1) The first partial payment may be made upon completion of work representing at least fifty percent (50%) of the amount specified in the Façade Improvement Agreement; 2) The architect's invoices, contractor's statements, invoices, notarized final lien waivers and proof of payment for the completed work have been submitted; 3) The remaining work is expected to be delayed for thirty days or more following completion of the initial work due to weather, availability of materials, or other circumstances beyond the control of the owner or tenant.

Reimbursement for architectural services will be made at the same time reimbursement is made for improvements, and only if a Façade Improvement Agreement has been approved by the City Council. Architectural services may be reimbursed, at the sole discretion of the City Council, as follows:

Concept Plans and cost estimates prepared before approval of a Façade Improvement Agreement.

Architectural construction drawings and specifications for the improvement to the extent required by the Valparaiso Building Code, prepared after City Council approval of a Façade Improvement Agreement.

Construction supervision conducted after City Council approval of the Façade Improvement Agreement.

Major changes or elimination of improvements must be approved by the City Council. Minor changes must be approved by the Planning Director. THIS IS A REIMBURSEMENT PROGRAM – YOU MUST PAY YOUR ARCHITECT, CONTRACTORS AND SUPPLIERS BEFORE YOU RECEIVE PAYMENT FROM THE CITY.

9. Alterations:

The property owner and tenant shall be responsible for maintaining the façade and rear entrance improvements without alteration for five (5) years unless approved by the Planning Director. A restrictive covenant limiting alterations may be required by the City Council at the time of approval of the Façade Improvement Agreement.

FAÇADE IMPROVEMENT PROGRAM – STEP-BY-STEP PROCESS

1. Review the Program Description or contact the Planning Office to see if the improvements you are considering are eligible.
2. Define the scope of your proposed improvements. This will probably involve consulting with an architect or other appropriate design professional (for projects that do not need an architect, consult with a contractor).
3. Complete this application including appropriate plans and description of work to be done.
4. Submit application to Planning Office, 162 W. Lincolnway, Valparaiso, IN.
5. Attend Plan Commission meeting to present your proposed improvements and to receive the Commission's review comments. This step may be waived by the Planning Director dependent upon total scope of work.
6. If necessary, revise plans and return to Plan Commission for second review.
7. Submit final revised plans, dollar amounts and signed Façade Improvement Agreement to Planning Office.
8. Planning Director and Economic Development Director approve or disapprove Façade Improvement Agreement.
9. Application and grant agreement are forwarded to the City Council for their review and approval.
10. Apply for a building permit or site improvement permit through the Planning and Building Office.
11. Pick up permit at Planning and Building Office when notified.
12. Construct per approved plans and call Building and Zoning Office to schedule inspections as required.
13. Finish Construction.

14. Call the Building and Zoning Office for final inspection.
15. Request reimbursement: Submit Lien Waivers, Treasurer's Form (to show compliance with property tax), etc., to Planning Office
16. Receive check from Clerk/Treasurer Office.

VALPARAISO FAÇADE IMPROVEMENT PROGRAM

Application Form

1. Applicant Information

NAME: _____

ADDRESS OF PROPERTY TO BE IMPROVED:

NAME OF BUSINESS: _____

TAX ID#/SOCIAL SECURITY #: _____

HOME ADDRESS: _____

BUSINESS PHONE: _____ HOME PHONE: _____

FAX: _____ EMAIL: _____

2. Project Information

BUILDING LOCATION: _____

BUSINESS(ES) LOCATED IN BUILDING:

BUILDING AGE: _____ BUILDING LOCATED IN HISTORIC DISTRICT? _____

BUILDING ZONED AS: _____ PIN NUMBER: _____

OWNER OF RECORD: _____

IF LEASED: Lease Expires _____ Renewal Term _____

3. Project Description

Describe in detail the proposed scope of work including design firm and/or contractor(s) selected. In describing project, be sure to differentiate

between interior renovations vs. exterior façade improvements to be undertaken. Use separate sheet(s) if necessary.

VALPARAISO FAÇADE IMPROVEMENT PROGRAM
NOVEMBER 2006

Anticipated Construction

Start Date: _____ Completion Date: _____ Total Project Cost: _____

4. Mortgage Information

Is there a current Mortgage on the property: YES _____ NO _____

If YES, Holder of Mortgage

Date of Mortgage: _____

Original Amount: _____ Current Balance: _____

Are there any other loans, liens, deed restrictions on the property:

YES _____ NO _____

If YES, please list:

5. Building Information

Will project result in a change of use for the building? YES _____ NO _____

Uses of the building after completion of the façade project:

1st Floor:

2nd Floor:

3rd Floor:

VALPARAISO FAÇADE IMPROVEMENT PROGRAM
NOVEMBER 2006

Other:

6. Other Required Documentation

- a. Property deed with legal description of property
- b. Proof that all property taxes are paid and current
- c. Proof of property and liability insurance
- d. Signed mortgage note
- e. Copies of any leases associated with property
- f. Project budget
- g. Two (2)-contractor quotes/construction bids for total façade project
- h. Photographs of proposed project site

I/We certify that all information set forth in this application is a true representation of the facts pertaining to the subject property for the purpose of obtaining funding under the Valparaiso Façade Improvement Program. I understand and acknowledge that any willful misrepresentation of the information contained in this application could result in disqualification from the program, requiring any funds already disbursed to be repaid in full to the City of Valparaiso.

The applicant further certifies that he/she has read and understands the Valparaiso Façade Improvement Program Guidelines. If a determination is made by the Planning Commission that program funds have not been used for eligible program activities, the

Applicant agrees that the proceeds shall be returned, in full, to the City of Valparaiso and acknowledges that, with respect to such proceeds so returned, he/she shall have no further interest, right, or claim. It is understood that all Valparaiso Façade Improvement Program funding commitments are contingent upon the availability of program funds.

Signed this _____ day of _____, 20 _____

By: _____

VALPARAISO FAÇADE IMPROVEMENT PROGRAM
NOVEMBER 2006

FAÇADE IMPROVEMENT PROGRAM – STEP-BY-STEP PROCESS

1. Review the Program Description or contact the Planning Office to see if the improvements you are considering are eligible.
17. Define the scope of your proposed improvements. This will probably involve consulting with an architect or other appropriate design professional (for projects that do not need an architect, consult with a contractor).
18. Complete this application including appropriate plans and description of work to be done.
19. Submit application to Planning Office, 162 W. Lincolnway, Valparaiso, IN.
20. Attend Plan Commission meeting to present your proposed improvements and to receive the Commission's review comments. This step may be waived by the Planning Director dependent upon total scope of work.
21. If necessary, revise plans and return to Plan Commission for second review.
22. Submit final revised plans, dollar amounts and signed Façade Improvement Agreement to Planning Office.
23. Planning Director and Economic Development Director approve or disapprove Façade Improvement Agreement.
24. Apply for a building permit or site improvement permit through the Planning and Building Office.

25. Pick up permit at Planning and Building Office when notified.
26. Construct per approved plans and call Building and Zoning Office to schedule inspections as required.
27. Finish Construction.
28. Call the Building and Zoning Office for final inspection.
29. Request reimbursement: Submit Lien Waivers, Proof that all Property Taxes are Paid and Current, (to show compliance with property tax), to Planning Office.
30. Receive check from Clerk/Treasurer Office.

VALPARAISO FAÇADE IMPROVEMENT PROGRAM
NOVEMBER 2006

**City of Valparaiso
Façade Improvement Agreement**

THIS AGREEMENT, entered into this ____ day of _____, 20__, between the City of Valparaiso, Indiana (hereinafter referred to as "CITY") and the following designated OWNER/LESSEE, to wit:

Owner/Lessee's Name: _____

Name of Business: _____

Tax ID#/Social Security # _____

Address of Property to be Improved:

PIN Number: _____

WITNESSETH:

WHEREAS, the CITY has established a Façade Improvement Program for application within the Valparaiso Façade Improvement Business District ("District"); and

WHEREAS, said Façade Improvement Program is administered by the CITY with the advice of the Plan Commission and is funded from the general fund for the purposes of controlling and preventing blight and deterioration within the District; and

WHEREAS, pursuant to the Façade Improvement Program CITY has agreed to participate, subject to its sole discretion, 1) in reimbursing Owners/Lessees for the cost of eligible exterior improvements to commercial establishments within the District up to a

maximum of one-half (1/2) of the approved contract cost of such improvements and 2) in reimbursing Owners/Lessees for 100% of the cost of the services of an architect for such façade improvements up to a maximum of \$4,000 per building, as set forth herein, but in no event shall the total CITY participation exceed twenty five thousand dollars (\$25,000) per façade, as defined herein, for eligible improvements to the front and/or side of a building, and ten thousand (\$10,000) per building for eligible rear entrance improvements, with a maximum reimbursement amount of twenty five thousand dollars (\$25,000) per building; and

WHEREAS, the OWNER/LESSEE's property is located within the Façade Improvement Business District, and the OWNER/LESSEE desires to participate in the Façade Improvement Program pursuant to the terms and provisions of this agreement.

NOW, THEREFORE, in consideration of the mutual covenants and agreements obtained herein, the CITY and the OWNER/LESSEE do hereby agree as follows:

SECTION 1:

A. With respect to façade improvements to the front and side of a building and related eligible improvements, the CITY shall reimburse OWNER/LESSEE for the cost of improvements to the OWNER/LESSEE'S property at the rate of fifty percent (50%) of such cost, and shall reimburse OWNER/LESSEE for 100% of the cost of fees for architectural services pertaining to such improvements, up to a maximum amount of \$4,000 per building as defined herein, provided that the total reimbursement for improvements to the front and side of a building and related eligible improvements and architectural services shall not exceed twenty five thousand dollars (\$25,000) per façade as defined herein.

B. With respect to improvements to rear entrance(s) of a building and related

eligible improvements, the CITY shall reimburse OWNER/LESSEE for the cost of improvements to the OWNER/LESSEE's property at the rate of fifty percent (50%) of such cost, and shall reimburse OWNER/LESSEE for 100% of the cost of fees for architectural services pertaining to such improvements, up to a maximum amount of \$4,000 per building, provided that reimbursement for landscaping materials and installation shall not exceed \$1,000 per building, and provided that the total reimbursement for rear entrance and related eligible improvements and architectural services shall not exceed ten thousand dollars (\$10,000) per building.

The actual total reimbursement amounts per this Agreement shall not exceed \$25,000 for façade improvements to the front, side, and rear entrance(s) of a building and related eligible improvements. Total reimbursable expenses shall not exceed \$25,000. The improvement costs that are eligible for City reimbursement include all labor, materials, equipment and other contract items necessary for the proper execution and completion of the work as shown on the plans, design drawings, specifications and estimates approved by the City. Such plans, design drawings, specifications and estimates are attached hereto as Exhibit I.

SECTION 2: No improvement work shall be undertaken until its design has been submitted to and approved by the City Council. Following approval, the OWNER/LESSEE shall contract for the work and shall commence and complete all such work and submit all requests for reimbursement to the Planning Director within six months from the date of such approval by the City Council. The OWNER/LESSEE may seek an extension of the deadline, not to exceed 12 months, for completing the work and submitting its request for reimbursement from the Planning Director, however, such

request must be made in writing and submitted to the Planning Director prior to the expiration of the initial deadline to complete the work and submit the requests for reimbursement. In the event that the OWNER/LESSEE fails to comply with these requirements the CITY may terminate this Agreement and its obligation to reimburse the applicant.

SECTION 3: The Planning Director shall periodically review the progress of the contractor's work on the façade improvement pursuant to this Agreement. Such inspections shall not replace any required permit inspection by the Building Commissioner and Building Inspectors. All work which is not in conformance with the approved plans, design drawings and specifications shall be immediately remedied by the OWNER/LESSEE and deficient or improper work shall be replaced and made to comply with the approved plans, design drawings and specifications and the terms of this Agreement.

SECTION 4: Upon completion of the improvements and upon their final inspection and approval by the Planning Director, the OWNER/LESSEE shall submit to the CITY a properly executed and notarized contractor statement showing the full cost of the work as well as each separate component amount due to the contractor and each and every subcontractor involved in furnishing labor, materials or equipment in the work. In addition, the OWNER/LESSEE shall submit to the CITY proof of payment of the contract cost pursuant to the contractor's statement and final lien waivers from all contractors and subcontractors. The OWNER/LESSEE shall also submit to the CITY a copy of the architect's statement of fees for professional services for preparation of plans and specifications. The CITY shall, within fifteen (15) days of receipt of the contractor's

statement, proof of payment and lien waivers, and the architect's statement, issue a check to the OWNER/LESSEE as reimbursement for one-half of the approved construction cost estimate or one-half of the actual construction cost, whichever is less, and for 100% of architectural services fee, subject to the limitations set forth in Section 1 hereof.

In the alternative, at its sole discretion, CITY may reimburse OWNER/LESSEE in two payments. The first reimbursement may be made only 1) upon completion of work representing 50% or more of the maximum reimbursement specified in Section 1 hereof and 2) upon receipt by CITY of the architect's invoices, contractor's statements, invoices, proof of payment and notarized final lien waivers for the completed work and 3) upon a determination by the Planning Director that the remainder of the work is expected to be delayed for thirty days or more following completion of the initial work due to weather, availability of materials, or other circumstances beyond the control of the OWNER/LESSEE. The second, final reimbursement payment shall be made by CITY only upon submittal of all necessary documents as described herein.

SECTION 5: If the OWNER/LESSEE or his contractor fails to complete the improvement work provided for herein in conformity with the approved plans, design drawings and specifications and the terms of this Agreement, then upon written notice being given by the Planning Director to the OWNER/LESSEE, by certified mail to the address listed above, this Agreement shall terminate and the financial obligation on the part of the CITY shall cease and become null and void.

SECTION 6: Upon completion of the improvement work pursuant to this Agreement and for a period of five (5) years thereafter, the OWNER/LESSEE shall be responsible for properly maintaining such improvements in finished form and without

change or alteration thereto, as provided in this Agreement, and for the said period of five (5) years following completion of the construction thereof, the OWNER/LESSEE shall not enter into any Agreement or contract or take any other steps to alter, change or remove such improvements, or the approved design thereof, nor shall OWNER/LESSEE undertake any other changes, by contract or otherwise, to the improvements provided for in this Agreement unless such changes are first submitted to the Planning Director, and any additional review body designated by the Director, for approval. Such approval shall not be unreasonably withheld if the proposed changes do not substantially alter the original design concept of the improvements as specified in the plans, design drawings and specifications approved pursuant to this Agreement. OWNER/LESSEE shall execute and record a restrictive covenant, in a form substantially the same as Exhibit "II" hereto, at City's request.

SECTION 7: The OWNER/LESSEE releases the CITY from, and covenants and agrees that the CITY shall not be liable for, and covenants and agrees to indemnify and hold harmless the CITY and its officials, officers, employees and agents from and against, any and all losses, claims, damages, liabilities or expenses, of every conceivable kind, character and nature whatsoever arising out of, resulting from or in any way connected with directly or indirectly with the façade improvements(s), including but not limited to actions arising from the Indiana Common Construction Wage Act (Ind. Code § 5-16-7 et seq.) The OWNER/LESSEE further covenants and agrees to pay for or reimburse the CITY and its officials, officers, employees and agents for any and all costs, reasonable attorneys' fees, liabilities or expenses incurred in connection with investigating, defending against or otherwise in connection with any such losses, claims,

damages, liabilities, or causes of action. The CITY shall have the right to select legal counsel and to approve any settlement in connection with such losses, claims, damages, liabilities, or causes of action. The provisions of this section shall survive the completion of said façade improvement(s).

SECTION 8: Nothing herein is intended to limit, restrict or prohibit the OWNER/LESSEE from undertaking any other work in or about the subject premises which is unrelated to the façade improvement provided for in this Agreement.

SECTION 9: This Agreement shall be binding upon the CITY and upon the OWNER/LESSEE and its successors, to said property for a period of five (5) years from and after the date of completion and approval of the façade improvement provided for herein. It shall be the responsibility of the OWNER/LESSEE to inform subsequent OWNER(s)/LESSEE(s) of the provisions of this Agreement.

IN WITNESS THEREOF, the parties hereto have executed this Agreement on the date first appearing above.

OWNER/LESSEE

CITY OF VALPARAISO

Mayor

ATTEST: _____
City Clerk