

ORDINANCE NO. 97-115

AN ORDINANCE AUTHORIZING
ASSIGNMENT OF A CONCESSION
AGREEMENT FOR PROPERTY
LOCATED AT THE MADISON/MONROE
(RED LINE) RAPID TRANSIT
STATION

WHEREAS, The Chicago Transit Authority ("Authority"), as Licensor, and Leonard Herst and William Herst ("Herst") as Licensees, entered into a month-to-month concession agreement for the Herst's to operate and maintain a concession stand on the mezzanine of the Madison/Monroe (Red Line) rapid transit station; and

WHEREAS, The Herst's have requested permission to assign the concession agreement to Nooruddin T. Matani ("Matani") for continued operation of a concession stand at this location; and

WHEREAS, Matani is a self-employed businessman, has passed a standard credit check and has been advised of the Authority's guidelines and procedures regarding operation of a concession stand on Authority property;

WHEREAS, Staff has negotiated an increase in the rental fee raising the rental from the current monthly rate of \$500.00 to a monthly rate of \$550.00; and

WHEREAS, The concession agreement will be amended to include updated insurance and environmental indemnity provisions; and

WHEREAS, The Herst's have agreed to pay the Authority the sum of one thousand dollars (\$1,000) as an assignment fee for administrative and legal costs; and

WHEREAS, Pursuant to Section 54.11 of the Regulations Governing Purchase and Sales Transactions no contract may be assigned without prior authorization of the Transit Board; now, therefore:

BE IT ORDAINED BY CHICAGO TRANSIT BOARD
OF CHICAGO TRANSIT AUTHORITY:

SECTION 1. The Transit Board hereby consents to the assignment of the concession agreement or the operation of a concession stand on the mezzanine of the Madison/Monroe (Red Line) rapid transit station from Leonard Herst and William Herst to Nooruddin T. Matani.

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SECTION 2. That the concession agreement shall be amended to reflect a monthly rental rate of five hundred fifty dollars (\$550.00).

SECTION 3. That the concession agreement shall be further amended to include updated insurance and environmental indemnity provisions, and that all other terms and conditions of said concession agreement shall remain in force and effect.

SECTION 4. That the Chairman of the Board, or her designee, is hereby authorized to execute such documents as may be necessary to effectuate the assignment of the concession agreement, the monthly rental increase and amendments to the insurance and environmental indemnity provisions.

SECTION 5. That the Herst shall pay to the Authority the sum of one thousand dollars (\$1,000) as an assignment fee for administrative and legal costs.

SECTION 6. This ordinance shall be in full force and effect from and after its passage.

APPROVED:


Chairman

PASSED


Secretary

September 10, 1997

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