

ORDINANCE NO. 001-33

AN ORDINANCE AUTHORIZING ENTRY
INTO A LICENSE WITH DREAMWORKS
PRODUCTIONS L.L.C. FOR CERTAIN CTA
PROPERTY LOCATED AT THE
SOUTHEAST CORNER OF EAST 52ND
STREET AND SOUTH COTTAGE GROVE
AVENUE, CHICAGO, ILLINOIS

WHEREAS, DreamWorks Productions L.L.C. (“DreamWorks”), a film and television production company involved in filming a major motion picture in the Chicago area ("Project"), has acquired use of the Illinois National Guard Armory ("Armory") located at 5200 South Cottage Grove Avenue in Chicago, Illinois; and

WHEREAS, In conjunction with the Project, DreamWorks required use of a large tract of property in the immediate vicinity of the Armory to park vehicles belonging to the National Guard and DreamWorks staff, for which it will provide security at all times; and

WHEREAS, The Chicago Transit Authority (“Authority”) is the owner of certain property which is located at the southeast corner of East 52nd Street and South Cottage Grove Avenue, commonly known as 5201-33 South Cottage Grove Avenue in Chicago, Illinois("Property"); and

WHEREAS, The Property is vacant, includes 81,340 square feet and is not currently used for operations; and

WHEREAS, Pursuant to a ninety (90) day Right of Entry Agreement, effective November 20, 2000, the Authority granted DreamWorks permission to clean up the Property, spread gravel, install an eight foot fence around the perimeter, install a trailer officer and use the Property for parking of vehicles belonging to the National Guard and to DreamWorks staff; and

WHEREAS, DreamWorks has requested continued use of the Property for parking purposes during filming at the Armory on a month-to-month basis for a term not to exceed one (1) year; and

WHEREAS, DreamWorks will be responsible for maintaining the Property, indemnifying the Authority for any claims or damages during the term of the License, and providing the Authority with appropriate insurance coverage during the term of the License; and

WHEREAS, The Authority will retain the right of ingress and egress over and upon the Property during the term of the License; and

WHEREAS, The Authority desires to support local projects which will provide economic benefits for the Chicago metropolitan area which do not negatively impact the Authority's operations; and

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WHEREAS, The Authority has determined the fair rental value for the Property, after appraisal by a MAI certified appraiser, to be two thousand seven hundred dollars (\$2,700) per month; and

WHEREAS, Section 54.3-5 of the Regulations Governing Purchase and Sales Transactions provides for the award of contracts in those situations where the Transit Board determines that competitive bidding would be disadvantageous; now, therefore:

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

SECTION 1. That the President of the Chicago Transit Board, or his designee, is hereby authorized to execute a License between the Chicago Transit Authority, as Licensor, and DreamWorks Productions L.L.C., as Licensee, substantially in the form of Exhibit 1 attached hereto, for the Authority property at 5201-33 South Cottage Grove Avenue in Chicago, Illinois, legally described on Exhibit A and depicted on Exhibit B for parking purposes and for operation of a trailer office, on a month-to-month basis for a term not to exceed one (1) year, for a monthly fee of two thousand seven hundred dollars (\$2,700).

SECTION 2. This ordinance shall be in full force and effect from and after its passage.

APPROVED:

PASSED:

Chairman

Assistant Secretary

February 6, 2001

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