AGENDA ITEM EXECUTIVE SUMMARY Title: Historic Preservation Commission recommendation to approve a Facade Improvement Grant Agreement for 116 W. Main St. (Mixology Salon Spa) Presenter: Russell Colby SINCE 1834 Please check appropriate box: **Government Operations** Government Services X Planning & Development (5/9/16) City Council Estimated Cost: \$15,000 Budgeted: YES X NO If NO, please explain how item will be funded: **Executive Summary:** Mixology Salon Spa is planning to open in the eastern building of the former Vertical Drop store at 116 W. Main St. The business has requested a Façade Improvement Grant to assist with reconstruction of the Main Street storefront The Façade Improvement Grant program provides assistance to property owners and commercial

The Façade Improvement Grant program provides assistance to property owners and commercial tenants to rehabilitate and restore the exterior of buildings in the downtown. Grant funding is available first for buildings located in Special Service Area 1B (Downtown Revitalization) and secondarily for other properties located outside SSA 1B but within the Central Historic District. Applications are first reviewed by the Historic Preservation Commission for appropriateness of design. The grants are provided as a reimbursement for up to 50% of the funds invested into an exterior rehabilitation project, up to \$10,000 for a 30 ft. length of building façade. There is a limit of \$20,000 of grant funds per property in any 5 year period. The program budget for FY 16-17 is \$40,000.

The project scope includes removal and replacement of the existing storefront, signage, decorative awnings and painting of certain trim elements as shown on the attached colored rendering. The Historic Preservation Commission reviewed the grant and recommended approval on 5/4/16, with a condition that the stone/tile material to be installed around the storefront be attached in such a manner that it could be removed in the future without destroying the brick. The applicant is agreeable to this condition.

The building has not received a grant within the past 5 years. The cost of the work is estimated at \$75,000 and the grant would cover up to \$15,000 (based upon 45 ft. of façade frontage along Main St.).

Attachments: (please list)

Historic Preservation Commission recommendation, Façade Improvement Grant Application, Grant Agreement

Recommendation / Suggested Action (briefly explain):

Recommendation to approve a Facade Improvement Grant Agreement for 116 W. Main St. (Mixology Salon Spa)

For office use only:	Agenda Item Number: 3c

City of St. Charles, Illinois

Historic Preservation Commission Resolution No. 3-2016

A Resolution Recommending Approval of

A Façade Improvement Grant Application

(116 W. Main St. – Mixology Salon Spa)

WHEREAS, it is the responsibility of the St. Charles Hist oric Preservation Commission

to review applications for the Facade Improvement Grant Program; and

WHEREAS, the Historic Preservation Commission has reviewed the Facade Improvement

Grant Application for 116 W. Ma in St. and has found sa id application to be ar chitecturally

appropriate and in conformance with the Do wntown Design Guidelines and the Historic

Preservation Ordinance, Chapter 17.32 of the Zoning Ordinance; and

WHEREAS, the His toric Preservation Commission finds approval of said Facade

Improvement Application to be in the best interest of the City of St. Charles.

NOW THEREFORE, be it resolved by the St. Charles Historic Preservation Commission

to recommend to the City Council approval of the Facade Improvement Application for 116 W.

Main St.

Roll Call Vote:

Ayes: Bobowiec, Gibson, Malay, Norris, Smunt, Pretz

Nays: None Abstain: None Absent: Withey Motion Carried.

PASSED, this 4th day of May, 2016.

Chairma

CITY OF ST. CHARLES FACADE IMPROVEMENT PROGRAM APPLICATION FORM

A non-refundable fee of \$50.00 must accompany this application. Checks should be made payable to the City of St. Charles.

1) Applicant:	MIXOLOGY	GALON SPA	
-)		(Name)	
Home Address	(Street)	(City/State/Zi	- '
Business Addr	ess: 116 N. M. (Street)	AN S.C. Co (City/State/Zi	(c) 7 <u>+</u> (p)
Federal Tax II	Number:	-	
		the reimbursement grant in the reimbursement grant	is sought = OLD VERTICAL DROP"
09-	27-376-00	(Property Identification I	
	ovements(Check all		as a Local Landmark: □ Yes 🗡 No
Masonry Cl	oors ng/Masonry Repair eaning	Rear Entrance	ing f Architectural Features f Improvements(Please specify below) 24NCE, NEW POORS DOORS
Describe the scor	e and purpose of the	work to be done:	GETERIOR WALLS, HANGES WITH SIGNAGE.
Preliminary Cost	Estimate: \$ TB(City's Grant	Amount: \$ Elisible for \$20,000 max Front: \$15,000 max Rear: \$10,000 max

- 4) Statement of Understanding:
- A. I agree to comply with the guidelines and procedures of the St. Charles Façade Improvement Program.
- B. I understand that I must submit detailed cost documentation, copies of bids, contracts, invoices, receipts, and contractor's final waivers of lien upon completion of the approved improvements.
- C. I understand that work done before a Façade Improvement Agreement is approved by the City Council is not eligible for a grant.
- D. I understand the Façade Improvement reimbursement grants are subject to taxation and that the City is required to report the amount and recipient of said grants to the IRS

Signature_	SMP	Ala				
	Applicant	GVE H	ENRY	, MIXOLOGY	SAVON	SPA

If the applicant is other than the owner, you must have the owner complete the following certificate:

I certify that I am the owner of the property at 116 W. MAN St., and that I authorize the applicant to apply for a reimbursement grant under the St. Charles Facade Improvement Program and undertake the approved improvements.

Signature Date 4/11/11



Existing east storefront proposed for renovation

Swan Contractors & Developers, Inc.

24 Center Dr. Unit 3

Telephone 847-428-5200 Fax 847-428-5724

Gilberts, Illinois 60136

4/20/2016 BUDGETARY **PROPOSAL**

2698

To: Mixology Aved Salon Spa 116 W. Main St.

St. Charles, IL 60174

Project: Mixology Aved Salon Spa 116 W. Main St.

St. Charles, IL 60174

We hereby submit conceptual specifications and budgetary estimates for the following:

FACADE RENOVATION:

Demo costs for the existing facade, concrete entrance removal, removal of existing granite panels and brick cleaning, and complete 1st Floor board-up: \$9,000.00 - Stone / tile Product around

New Storefront with insulated low e glass/framing system including the doors & hdwe., metal panels at base, metal canopy over entry doors, reclaimed wood siding above the storefront, exterior masonry paint coating/masonry stain of existing brick for full front facade including trim as noted, and new fabric awnings over the 3-2nd floor Windows: \$56,000.00

Signage for the Mixology and Aveda signs: \$10,000.00

Revised 5/4/16





PROPOSED SOUTH ELEVATION

SCALE: 1/4" = 1'-0"



City of St. Charles Facade Improvement Agreement

THIS AGREEMENT, entered into this 16th day of May, 2016, between the City of St. Charles, Illinois (hereinafter referred to as "CITY") and the following designated OWNER/LESSEE, to wit:

Owner/Lessee's Name: Mixology Salon Spa – Sue Henry

Tax ID#/Social Security # 81-1077521

Address of Property to be Improved: 116 W Main St., St. Charles, IL 60174

PIN Number: 09- 27-376-002

WITNESSETH:

WHEREAS, the CITY has established a Facade Improvement Program for application within the St. Charles Facade Improvement Business District ("District"); and

WHEREAS, said Facade Improvement Program is administered by the CITY with the advice of the Historic Preservation 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 Facade 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 facade improvements up to a maximum of \$4,000 per building, as set forth herein, but in no event shall the total CITY participation exceed ten thousand dollars (\$10,000)

per facade, as defined herein, for eligible improvements to the front and/or side of a building, and ten thousand dollars (\$10,000) per building for eligible rear entrance improvements, with a maximum reimbursement amount of twenty thousand dollars (\$20,000) per building; and

WHEREAS, the OWNER/LESSEE's property is located within the Facade Improvement Business District, and the OWNER/LESSEE desires to participate in the Facade 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 facade 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 ten thousand dollars (\$10,000) per facade 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 \$15,000 for facade improvements to the front and side of a building and related eligible improvements and \$0 for improvements to rear entrance(s) of a building and related eligible improvements. The improvement costs which 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 within six months from the date of such approval.

SECTION 3: The Director of Community and Economic Development shall periodically review the progress of the contractor's work on the facade 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 Director of Community and Economic Development, 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 Director of Community and Economic Development 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 Director of Community and Economic Development 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 Director of Community and Economic Development, 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 facade improvement(s), including but not limited to actions arising from the Prevailing Wage Act (820 ILCS 30/0.01 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 facade 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 facade 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 facade 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.

CITY OF ST. CHARLES

 Mayor
ATTEST:
City Clerk

OWNER/LESSEE

EXHIBIT "I"

Proposal from Swan Contractors & Developers Inc., dated 4/20/2016 Quote revised 5/4/16

Stone/Tile cladding material to be mechanically fastened to the brick

Per Elevation Drawing by Architectural Resources dated 4/11/16 And the attached Colored Rendering

> Total Estimated Cost: \$75,000 Maximum Grant: \$15,000