

K.D. CONTRACTORS, Inc.

257 WEST 60TH STREET
CHICAGO, ILLINOIS 60621



March 15, 2003

Kenny B. Smith
President/CEO/Founder
Chicago Better Housing Association
Alpha Temple M.B. Church
6701 South Emerald
Chicago, Illinois 60621

Dear Mr. Smith;

Thank you for your recent Twenty Thousand Dollars deposit for the 61st Street Englewood Garden Project. Check received are as follows:

- \$18,000.00 Cashiers Check [REDACTED]
- \$2,000.00 Bank Ck. # 3003/Date 3-10-03

Please accept this letter as acknowledgment and receipt of those funds received.
If you have any questions, please do not hesitate to call us.

Sincerely;

A handwritten signature in cursive script that reads "Karen D. Smith".

Karen D. Smith
President

CHICAGO BETTER HOUSING ASSOCIATION
257 W. 60TH ST.
CHICAGO, IL 60621

3003

2-52/710 585

DATE 3-10-03

K.D. CONTRACTORS, INC.
KAREN D. SMITH

PAY TO THE ORDER OF

\$ 2,000.00

TWO THOUSAND $\frac{00}{100}$

DOLLARS  Security features included. Details on back.

usbank.
1-800-US BANKS
usbank.com

FOR GARDEN CONTRACTOR

Kenny B. Smith

FOR YOUR PROTECTION SAVE THIS COPY

OFFICIAL CHECK

685416504

BANK ONE
ILLINOIS

Remitter KENNY SMITH

MAR. 14, 2003

Pay To The Order Of

KDD. CONTRACTORS, INC.
KAREN D. SMITH

\$*18,000.00**

Drawer: BANK ONE, NA

NON NEGOTIABLE

CUSTOMER COPY

TERMS

KEEP THIS COPY FOR YOUR RECORD OF THE TRANSACTION. TO REPORT A LOSS OR FOR ANY OTHER INFORMATION ABOUT THE INSTRUMENT, CONTACT THE INSTITUTION FROM WHICH YOU RECEIVED THE INSTRUMENT.

INVOICE

K.D CONTRACTORS, Inc.

INVOICE NO. **110620**

SOLD TO:
Chicago Better Housing Association
6701 South Emerald
Chicago, Illinois 60621

SHIP TO:
S.E CORNER 61ST & PRINCETON
KENNY B. SMITH
CHICAGO, ILLINOIS 60621

CUSTOMER NO.	SOLD BY	TERMS	SHIPPED VIA	F.O.B.	DATE
0002218	K. Deneen	Per-Invoice			3-22-03

QUANTITY	DESCRIPTION	UNIT	AMOUNT
	Site Prep. Phase One/ Garden Project		\$13,000
TOTAL			\$13,000

9053

INVOICE

1002

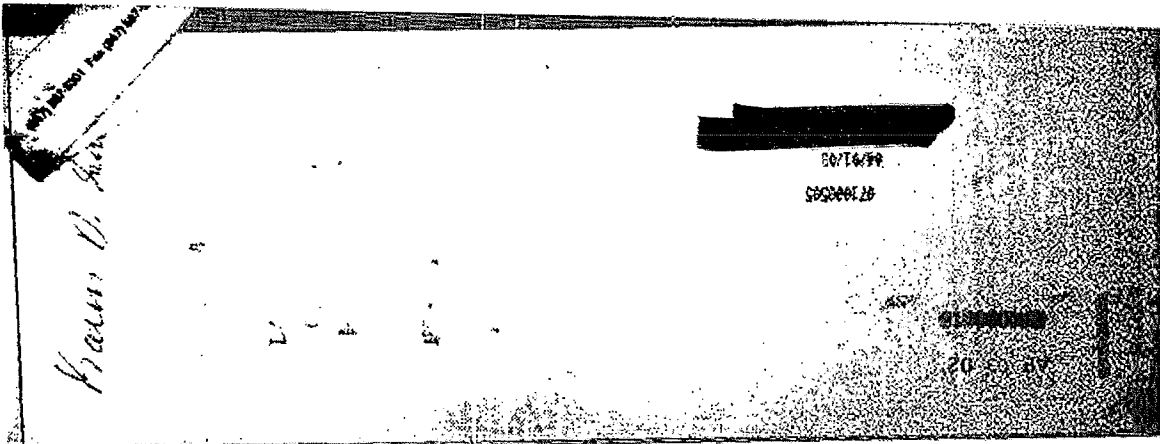
CHICAGO BETTER HOUSING ASSOC
257 W. 60TH ST.
CHICAGO, ILL. 60621

DATE 4-1-03

PAY TO THE ORDER OF KAREN D. SMITH \$ 13,000.00

THIRTEEN THOUSAND ⁰⁰/₁₀₀ DOLLARS

BANK OF AMERICA
TELEPHONE AND INSTALL
FOR CONTRACTORS Randy B. Smith



REQUEST 200309120281 13000.00
 ROLL
 JOB 04333 P
 REQUESTOR ROBERTA
 BANK NUMBER: 0000000111;PHOTOCOPY FEE: 3

CHICAGO BETTER HOUSING ASSOC
 257 W 60TH ST
 CHICAGO IL 60621

INVOICE

K.D CONTRACTORS, Inc.

INVOICE NO. 110621

SOLD TO:		
Chicago Better Housing Association		
6701 South Emerald		
Chicago, Illinois 60621		

SHIP TO:		
S.E CORNER 61ST & PRINCETON		
KENNY B. SMITH		
CHICAGO, ILLINOIS 60621		

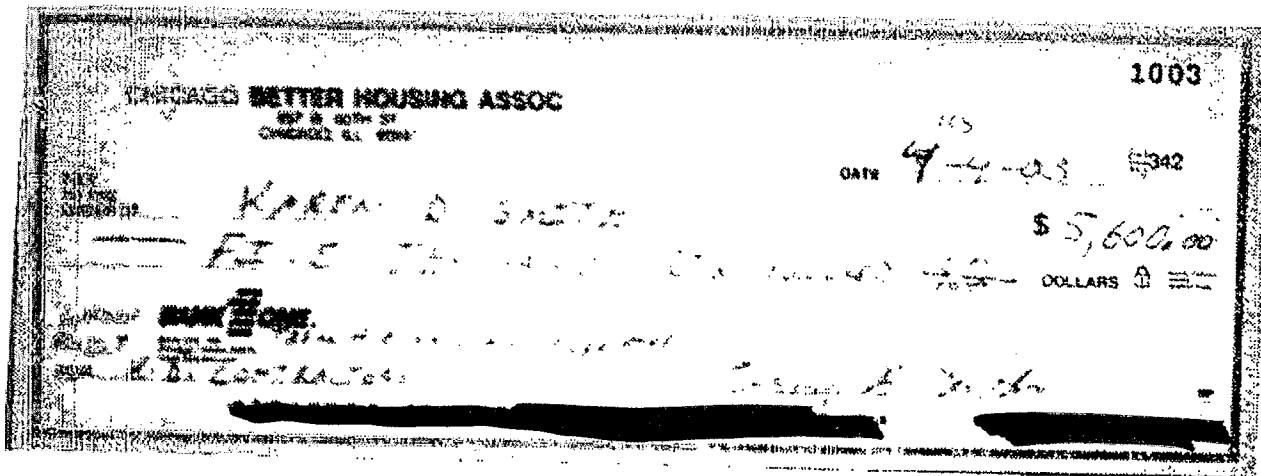
CUSTOMER NO: 0002218	SOLD BY K. Deneen	TERMS Per-Invoice	SHIPPED VIA	F.O.B.	DATE 4-04-03
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QUANTITY	DESCRIPTION	UNIT	AMOUNT
	Site Prep. Phase One/ Garden Project		\$5,600
TOTAL			\$5,600

9053

INVOICE

REGRETFULLY, THE FILM WAS DAMAGED DURING PROCESSING.



REQUEST 200309120281 5600.00
 ROLL [REDACTED]
 JOB 04321 P ACCT [REDACTED]
 REQUESTOR ROBI LYNN
 BANK NUMBER: 0000000111;PHOTOCOPY FEE: 3

CHICAGO BETTER HOUSING ASSOC
 257 W 60TH ST
 CHICAGO IL 60621

INVOICE

K.D CONTRACTORS, Inc.

INVOICE NO. 110622

SOLD TO:
Chicago Better Housing Association
6701 South Emerald
Chicago, Illinois 60621

SHIP TO:
S.E CORNER 61ST & PRINCETON
KENNY B. SMITH
CHICAGO, ILLINOIS 60621

CUSTOMER NO. 0002218	SOLD BY K. Deneen	TERMS Per-Invoice	SHIPPED VIA	F.O.B.	DATE 4-24-03
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QUANTITY	DESCRIPTION	UNIT	AMOUNT
	Site Prep. Phase One/ Garden Project		\$5,000
		TOTAL	\$5,000

INVOICE

CHICAGO BETTER HOUSING ASSOC
 257 W. 60TH ST.
 CHICAGO, ILL 60621

1004

DATE *KS* 9-24-03 ⑈342
 TO THE ORDER OF KAREN D. SMITH \$ 5,000.00
FIVE THOUSAND DOLLARS

BANK ONE
 216 N. LA SALLE ST. CHICAGO, ILL 60610

FOR INSTALL DOWN PILE
KID CONTRACTORS INC. *Kevin M. Smith*

Karen D. Smith

44375
 5216

LASALLE NAT BK
 OF CHICAGO
 CHICAGO, ILL
 922503

BRANCH 216 N. LA SALLE ST. CHICAGO, ILL 60610
 312.521.6200

REQUEST 200309120281 5000.00
 ROLL [REDACTED]
 JOB 04322 P ACCT [REDACTED]
 REQUESTOR ROBI LYNN
 BANK NUMBER: 0000000111;PHOTOCOPY FEE: 3

CHICAGO BETTER HOUSING ASSOC
 257 W 60TH ST
 CHICAGO IL 60621

1005

CHICAGO BETTER HOUSING ASSOC

257 W. 60TH ST.,
CHICAGO, ILL 60621DATE 5-10-03 2-1342
710PAY
TO THE
ORDER OF

KADEN D. SMITH

\$ 10,000.00

TEN THOUSAND ⁰⁰/₁₀₀DOLLARS  Security Features
Visible Only
Check on Back**BANK ONE.**Bank One, NA
Chicago, Illinois 60670
www.bankone.com

FOR

K.D. CONTRACTORS

Kenny B. Smith

MP

INVOICE

K.D CONTRACTORS, Inc.

INVOICE NO. 110623

SOLD TO: Chicago Better Housing Association			SHIP TO: S.E CORNER 61ST & PRINCETON		
6701 South Emerald			KENNY B. SMITH		
Chicago, Illinois 60621			CHICAGO, ILLINOIS 60621		

CUSTOMER NO. 0002218	SOLD BY K. Deneen	TERMS Per-Invoice	SHIPPED VIA	FOB:	DATE 5-10-03
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QUANTITY	DESCRIPTION	UNIT	AMOUNT
	Site Prep. Phase One/ Garden Project		\$10,000
TOTAL			\$10,000

INVOICE

K.D CONTRACTORS, Inc.

INVOICE NO. 110624

SOLD TO:	
Chicago Better Housing Association	
6701 South Emerald	
Chicago, Illinois 60621	

SHIP TO:	
S.E. CORNER 61ST & PRINCETON	
KENNY B. SMITH	
CHICAGO, ILLINOIS 60621	

CUSTOMER NO. 0002218	SOLD BY K. Deneen	TERMS Per-Invoice	SHIPPED VIA	F.O.B.	DATE 6-23-03
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QUANTITY	DESCRIPTION	UNIT	AMOUNT
	Site Prep. Phase Two/ Garden Project		\$5,000
TOTAL			\$5,000

9053

INVOICE

1006

CHICAGO BETTER HOUSING ASSOC

257 W. 60TH ST.
CHICAGO, ILL. 60621

DATE 6-23-03

2-1342
710

PAY TO THE ORDER OF

KAREN D. SMITH

\$ 5,000.00

FIVE THOUSAND ⁰⁰/₁₀₀

DOLLARS

BANK ONE.

Bank One, NA
Chicago House 60670
www.bankone.com

FOR

K.D. CONTRACTOR'S

Kenny B. Smith

JE 03 24

JUN 23 03

LASALLE NAT. BK.
OF CHICAGO
CHICAGO, IL
60716005054

Karen Smith

071000505

06/23/03

REQUEST 200309120281 5000.00

ROLL

ARCHIVE P ACCT

REQUESTER ROBI LYNN

BANK NUMBER: 000000111;PHOTOCOPY FEE: 3.00;URGENT REQUEST:

CHICAGO BETTER HOUSING ASSOC

257 W 60TH ST

CHICAGO IL 60621

K.D. CONTRACTORS, INC.

257 WEST 60TH STREET
CHICAGO, ILLINOIS 60621



July 27, 2003

Kenny B. Smith
President/CEO/Founder
Chicago Better Housing Association
Alpha Temple M.B. Church
6701 South Emerald
Chicago, Illinois 60621

Dear Mr. Smith;

Please accept this letter as an invoice of payment due on the 61st Street Englewood Garden Project. Our regular invoices are on back order. Ten Thousand Dollars (\$10,000) is due.

Sincerely;

A handwritten signature in cursive script that reads "Karen Smith".

Karen D. Smith
President

1037

CHICAGO BETTER HOUSING ASSOC
257 W. 60TH ST.
CHICAGO, ILL 60621

DATE 7-27-03 2-1342
710

PAY TO THE ORDER OF

KAREN D. SMITH

\$ 10,000.00

TEN THOUSAND $\frac{00}{100}$

DOLLARS

BANK ONE.

Bank One, NA
Chicago, Illinois 60670
Member FDIC

FOR

KD. CONTRACTORS

Kenny B. Smith



JY 03 29
CHICAGO

CHICAGO
JUL 29 2003



Karen D. Smith

071600535
07/28/03



⑆044006781⑆

REQUEST 200309120281 10000.00
ROLL [REDACTED]
ARCHIVE P ACCT [REDACTED]
REQUESTER ROBI LYNN
BANK NUMBER: 0000000111;PHOTOCOPY FEE: 3.00;URGENT REQUEST:

CHICAGO BETTER HOUSING ASSOC
257 W 60TH ST
CHICAGO IL 60621

1038

CHICAGO BETTER HOUSING ASSOC

257 W. 60TH ST.
CHICAGO, ILL 60921

DATE 8-22-03 ²⁻¹³⁴²/₇₁₀

PAY TO THE ORDER OF

KAREN D. SMITH

\$ 6,000.00

SIX THOUSAND ⁰⁰/₁₀₀

DOLLARS

BANK ONE.

Bank One, NA
Chicago, Illinois 60670
www.bankone.com

FOR

GARDEN/K.D. CONTRACTOR

Kenneth B. Smith

⑈001038⑈ ⑆071000013⑆ 1115002297510⑈

⑈0000600000⑈

074000010
BANK ONE
RECEIVED

071000595
08/22/03

Karen Smith

REQUEST 200309120281 6000.00

ROLL

ARCHIVE P ACCT

REQUESTER ROBI LYNN

BANK NUMBER: 0000000111;PHOTOCOPY FEE: 3.00;URGENT REQUEST:

CHICAGO BETTER HOUSING ASSOC

257 W 60TH ST

CHICAGO IL 60621

INVOICE

K.D CONTRACTORS, Inc.

INVOICE NO. **110626**

SOLD TO: Chicago Better Housing Association
6701 South Emerald
Chicago, Illinois 60621

SHIP TO: S.E CORNER 61ST & PRINCETON
KENNY B. SMITH
CHICAGO, ILLINOIS 60621

CUSTOMER NO.	SOLD BY	TERMS	SHIPPED VIA	F.O.B.	DATE
0002218	K. Deneen	Per-Invoice			9-04-03

QUANTITY	DESCRIPTION	UNIT	AMOUNT
	Site Prep. Phase Two/ Garden Project		\$6,000
TOTAL			\$6,000

9053

INVOICE

1039

CHICAGO BETTER HOUSING ASSOC

257 W. 60TH ST.,
CHICAGO, ILL. 60621

DATE 9-4-03

2-342
710

PAY
TO THE
ORDER OF

KAREN D. SMITH

\$ 6,000.00

SIX THOUSAND ⁰⁰/₁₀₀

DOLLARS



Bank One, NA
Chicago, Illinois 60670
www.bankone.com

FOR

K.D. CONTRACTORS/61ST STREET GARDEN

Kenny B. Smith



Karen D. Smith

071000505

09/04/03



REQUEST 200309120281 6000.00

ROLL

ARCHIVE P ACCT

REQUESTER ROBI LYNN

BANK NUMBER: 0000000111;PHOTOCOPY FEE: 3.00;URGENT REQUEST:

CHICAGO BETTER HOUSING ASSOC

257 W 60TH ST

CHICAGO IL. 60621



Alpha Temple M.E. Church
6701 S. Emerald
Chicago, Illinois 60621

Phone: (773) 723-6158
Fax: (773) 723-8351
Email: DDD12@msn.com

September 19, 2003

To: Karen D. Smith
President
K.D. Contractors, Inc.
257 West 60th Street
Chicago, Illinois 60621

From: Brian Washington
Board Chairman
Chicago Better Housing Association

According to DCEO, you must agree to and sign the following:

I KAREN D. SMITH agree to adhere to the conditions Sec. 5.4A of Grant #01-127203/\$100,000.00 of the grant agreement between Chicago Better Housing Association and The Illinois Department of Commerce and Economic Opportunity.

Karen D. Smith
Karen D. Smith/President
K.D. Contractors, Inc.

Date 9-21-03

61st STREET GADEN PROJECT



SITE PREP. FOR 2004 PLANTING



K.D.CONTRACTORS, Inc.

257 West 60th Stree

Chicago, Illinois 60621

(312) 607-7656

Decmber 1, 2002

K.D. CONTRACTORS, Inc.
 257 West 60th Street
 Chicago, Illinois 60621



PROPOSAL

PROPOSAL SUBMITTED TO:
 Chicago Better Housing Association
 6701 South Emerald
 Chicago, Illinois 60621

WORK TO BE PERFORM AT:
 SE Corner of 61st & Princeton
 Chicago, Illinois 60621

We hereby propose to furnish the materials and perform the labor necessary for the completion of

Budget Item	
Clearing and grubbing	\$ 4,500
Remove existing asphalt and paving	\$14,783
Remove existing concrete paving	\$11,280
Removal of underground debris	\$ 2,000
Install catch basin	\$20,000
Trench and install sewer pipe	\$18,600
Trench and install perforated drain tile and gravel	\$20,000
Install street connection	\$ 7,500
Purchase and install top soil	\$ 1,337
Gazebo (reduced price - 18 feet)	\$ 2,000
Concrete platform 25 ft./no charge	-0-
Gravel walkway-path/no charge	-0-
Total	\$102,000

All material is guaranteed to be as specified, and the above work to be performed in accordance with the drawings and specifications submitted for above work and completed in a substantial workmanlike manner for the sum of:

Dollars (\$ _____)

With payment to be as follows

Any alteration or deviation from above specifications involving extra cost will be executed only upon written order, and will become an extra charge over and above the estimate. All agreements contingent upon strikes, accidents, or delays beyond our control.

All payments made per invoices.

Respectfully submitted Karen D. Smith Date 11-2-02
 President/CEO

Note - This proposal may be withdrawn by us if not accepted within 30 days.

ACCEPTANCE OF PROPOSAL

The above prices, specified and conditions are satisfactory and are hereby accepted. You are authorized to do work as specified. Payments will be made as outlined above.

SIGNATURE Brian Washington

Date 12-1-03 SIGNATURE Janie Thomas

*Grantee stated, w/ a
 monitoring response of 2-12-04
 this was a typo and was
 actually 12-1-2002.*



DESIGNATION LETTER - CORPORATION

DATE: Oct. 18, 2002
TO: BANK ONE, NA
1 Bank One Plaza
Chicago, IL 60670

Reference is made to that certain Certificate of Resolutions, Incumbency and Specimen Signatures (the Certificate) dated Oct. 18, 2002, executed by CHICAGO BETTER HOUSING ASSOC (the "Corporation"). I hereby certify that I am the (title) of the Corporation and as such I am authorized to designate (a) Designated Person(s), as defined under the Certificate, to act on behalf of the Corporation.

The following individual(s) (is) (are) hereby authorized to act on behalf of the Corporation as (a) Designated Person(s) and will remain so authorized until such time as the Corporation advises the Bank to the contrary. I further certify that the specimen signature which appears next to the name of (the) (each) Designated Person is genuine.

Table with 2 columns: Name, Signature. Contains handwritten entries for BRIAN L. WASHINGTON and Janie M. Thomas.

Sincerely,

CHICAGO BETTER HOUSING ASSOC
(Name of Corporation)

By: [Handwritten Signature]
(Name of Authorized Person)



BUSINESS ACCOUNT APPLICATION

To open business accounts, the following information should be completed. Please see the Business Deposit Accounts Information and/or First CD (Time Deposit) Agreement booklets for detailed information. If you have any questions, please call 1-888-963-1900 or contact your Business Banker at (773) 753-8752.

1. COMPANY INFORMATION

Company Name Chicago Better Housing Assoc Business Type: _____
 Address 257 W 60th St _____
 City/State/Zip Chicago, IL 60921 _____ Sole Proprietorship
 Owner(s) _____ Corporation
 Phone _____ Partnership
 Comp. Contact Kenny B Smith _____ Organization
 Phone (773) 873-4995 Not-for-Profit Corporation
 Tax ID No. _____ Other

Nature of Business Real Estate Annual Sales _____
 Date Established _____ No. of Employees _____

2. ACCOUNT INFORMATION

NEW ACCOUNTS*

INITIAL DEPOSIT

\$95,000.00

3. SIGNERS' INFORMATION

Name KENNY B SMITH
 Title CEO/PRESIDENT/FOUNDER Social Security No. _____
 Home Address _____
 City/State/Zip _____
 Business Phone (312) 307-5936 Home Phone _____

Name BRIAN L. WASHINGTON
 Title BOARD CHAIRMAN Social Security No. _____
 Home Address _____
 City/State/Zip _____
 Business Phone _____ Home Phone _____

Name Janie M. Thomas
 Title Secretary Social Security No. _____
 Home Address _____
 City/State/Zip _____
 Business Phone _____ Home Phone _____

Name _____
 Title _____ Social Security No. _____
 Home Address _____
 City/State/Zip _____
 Business Phone _____ Home Phone _____

* Business Checking with Interest is available only to sole proprietors, governmental units and some Not-for-Profit organizations.



BANK ONE, NA
 ILLINOIS MARKET
 1 BANK ONE PLAZA
 CHICAGO, IL 60670-0000

One Sweep®
 Money Market Mutual Fund
 Checking account# [REDACTED]
 Aug. 1 through Aug. 31, 2003
 Page 1 of 2

CHICAGO BETTER HOUSING ASSOCIATION
 C/O KENNY B. SMITH
 257 W. 60TH STREET
 CHICAGO IL 60921

Fund	One Group U.S. Govt Securities Money Mkt Fund - Class A
Ticker symbol	OMAXX
30 day yield	0.37%
7 day yield	0.37%
Average monthly balance	\$0.00

INVESTMENT SUMMARY	
Month to date dividend paid	\$0.00
Year to date dividend earned	\$83.27
Year to date basis point fee accrued	\$32.24
Target Balance	\$40,000.00

Beginning Balance	\$0.00
Purchases	0.00
Redemptions	0.00
Ending Balance	\$0.00

Trade Date	Transaction	Transaction Amount	Shares this Transaction	Total Shares Owned	Daily Yield	Dividend Earned
	Balance Forward			0.00		
08-01		\$ 0.00	0.00	0.00	0.39%	\$ 0.00
08-02		0.00	0.00	0.00	0.39%	0.00
08-03		0.00	0.00	0.00	0.39%	0.00
08-04		0.00	0.00	0.00	0.38%	0.00
08-05		0.00	0.00	0.00	0.37%	0.00
08-06		0.00	0.00	0.00	0.35%	0.00
08-07		0.00	0.00	0.00	0.37%	0.00
08-08		0.00	0.00	0.00	0.36%	0.00
08-09		0.00	0.00	0.00	0.36%	0.00
08-10		0.00	0.00	0.00	0.36%	0.00
08-11		0.00	0.00	0.00	0.38%	0.00
08-12		0.00	0.00	0.00	0.38%	0.00
08-13		0.00	0.00	0.00	0.38%	0.00
08-14		0.00	0.00	0.00	0.38%	0.00
08-15		0.00	0.00	0.00	0.44%	0.00
08-16		0.00	0.00	0.00	0.44%	0.00
08-17		0.00	0.00	0.00	0.44%	0.00
08-18		0.00	0.00	0.00	0.39%	0.00
08-19		0.00	0.00	0.00	0.37%	0.00
08-20		0.00	0.00	0.00	0.34%	0.00
08-21		0.00	0.00	0.00	0.37%	0.00
08-22		0.00	0.00	0.00	0.34%	0.00
08-23		0.00	0.00	0.00	0.34%	0.00
08-24		0.00	0.00	0.00	0.34%	0.00
08-25		0.00	0.00	0.00	0.33%	0.00
08-26		0.00	0.00	0.00	0.37%	0.00
08-27		0.00	0.00	0.00	0.37%	0.00
08-28		0.00	0.00	0.00	0.36%	0.00
08-29		0.00	0.00	0.00	0.38%	0.00
08-30		0.00	0.00	0.00	0.38%	0.00
08-31		0.00	0.00	0.00	0.38%	0.00

Price per share = \$1.00

Current Month Dividend Earned \$0.00
 Current Month Basis Point Fee Accrued \$0.00

Combined Tax Statement for Forms 1098, 1099, 5498 for Year 2002

NAME, ADDRESS AND FEDERAL I.D. NO.

BANK ONE, NA
P.O. BOX 260164
BATON ROUGE, LA 70826-0164

1099-DIV Copy B - For Recipient - OMB # 1545-0110
1099-DIV Copy B - For Recipient - OMB # 1545-0110
1099-DIV Copy B - For Recipient - OMB # 1545-0110
1099-DIV Copy B - For Recipient - OMB # 1545-0110
1099-DIV Copy B - For Recipient - OMB # 1545-0110

1099-DIV Copy B - For Recipient - OMB # 1545-0117
1099-DIV Copy B - For Recipient - OMB # 1545-0117
1099-DIV Copy B - For Recipient - OMB # 1545-0117
1099-DIV Copy B - For Recipient - OMB # 1545-0117
1099-DIV Copy B - For Recipient - OMB # 1545-0117

CUSTOMER NAME, ADDRESS

CHICAGO BETTER HOUSING ASSOCIATION
C/O KENNY B. SMITH
257 W. 60TH STREET
CHICAGO IL 60621-3301

TAXPAYER I.D. NO.

CUSTOMER SERVICE PHONE # 877-226-5663
FEDERAL I.D. NO.

1111 0000

ACCOUNT NUMBER

ACCOUNT TYPE

IRS DESCRIPTION

IRS BOX #

AMOUNT

*** 2002 -

ONE SWEEP DIV

DIVIDENDS AND DISTRIBUTIONS

ORDINARY DIVIDENDS 1

76.56

FEDERAL INCOME TAX WITHHELD	TOTAL MORTGAGE INT./POINTS PAID (IRS FORM #1098)	TOTAL CAPITAL GAINS DISTRIBUTION	TOTAL EARNINGS INT., DIV & OIDS
.00	.00	.00	76.56

For Form 1099-B, DIV, INT, MISC and OID: This is important tax information and is being furnished to the Internal Revenue Service. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.

*Form 1099 OID: This may not be the correct figure to report on your income tax return. See instructions below.

0340666 0

1099-DIV Copy B - For Recipient - OMB # 1545-0110

Box 1. Show interest paid to you during the calendar year by the payer. This does not include interest shown in box 3. If you receive a Form 1098-INT for interest paid on a loan, see the instructions for your income tax return.

Box 2. Shows a dividend or other payment for which you are the owner. If you are the owner of the security, you may deduct the amount of any interest on the security from the amount shown in box 2. This amount is included in box 1.

Box 3. Shows interest on U.S. Savings Bonds, Treasury bills, Treasury notes, and Treasury Inflation Protected Securities. This interest is included in box 1.

Box 4. Shows backup withholding. Generally, a payer must backup withhold at a 30% rate if you did not furnish your taxpayer identification number to the payer. See Form W-9, Request for Taxpayer Identification Number and Certification, for information on backup withholding. Include this amount on your income tax return as tax withheld.

Box 5. Any amount shown in box 5 represents the share of investment expenses of a single-class REMIC. If you file Form 1040, you may deduct these expenses on the "Other expenses" line of Schedule A (Form 1040) if you are an individual. If you are a trust, you may deduct these expenses on the "Other expenses" line of Schedule E (Form 1041) if you are a grantor trust or on the "Other expenses" line of Schedule D (Form 1041) if you are a trust. See the instructions for Form 1040 or Form 1041 for more information.

Box 6. Shows foreign tax paid. You may be able to claim a credit for the foreign tax paid on your Form 1040. See Form 1040 instructions.

Box 7. Shows other amounts including amounts reported in box 1. This amount is included in box 1. If you are the owner of the security, you may deduct the amount of any interest on the security from the amount shown in box 7. This amount is included in box 1.

Box 8. Shows the Federal Reserve Service Charge for your account. This amount is included in box 1.

1099-DIV Copy B - For Recipient - OMB # 1545-0110

Box 1. Ordinary dividends, which include any net short-term capital gains from a mutual fund, and any other dividends. This amount is included in box 1. If you are the owner of the security, you may deduct the amount of any interest on the security from the amount shown in box 1.

Box 2. Shows a dividend or other payment for which you are the owner. If you are the owner of the security, you may deduct the amount of any interest on the security from the amount shown in box 2. This amount is included in box 1.

Box 3. Shows interest on U.S. Savings Bonds, Treasury bills, Treasury notes, and Treasury Inflation Protected Securities. This interest is included in box 1.

Box 4. Shows backup withholding. Generally, a payer must backup withhold at a 30% rate if you did not furnish your taxpayer identification number to the payer. See Form W-9, Request for Taxpayer Identification Number and Certification, for information on backup withholding. Include this amount on your income tax return as tax withheld.

Box 5. Any amount shown in box 5 represents the share of investment expenses of a single-class REMIC. If you file Form 1040, you may deduct these expenses on the "Other expenses" line of Schedule A (Form 1040) if you are an individual. If you are a trust, you may deduct these expenses on the "Other expenses" line of Schedule E (Form 1041) if you are a grantor trust or on the "Other expenses" line of Schedule D (Form 1041) if you are a trust. See the instructions for Form 1040 or Form 1041 for more information.

Box 6. Shows foreign tax paid. You may be able to claim a credit for the foreign tax paid on your Form 1040. See Form 1040 instructions.

Box 7. Shows other amounts including amounts reported in box 1. This amount is included in box 1. If you are the owner of the security, you may deduct the amount of any interest on the security from the amount shown in box 7. This amount is included in box 1.

Box 8. Shows the Federal Reserve Service Charge for your account. This amount is included in box 1.

1099-DIV Copy B - For Recipient - OMB # 1545-0110

Box 1. Shows the Federal Reserve Service Charge for your account. This amount is included in box 1.

Box 2. Shows a dividend or other payment for which you are the owner. If you are the owner of the security, you may deduct the amount of any interest on the security from the amount shown in box 2. This amount is included in box 1.

Box 3. Shows interest on U.S. Savings Bonds, Treasury bills, Treasury notes, and Treasury Inflation Protected Securities. This interest is included in box 1.

Box 4. Shows backup withholding. Generally, a payer must backup withhold at a 30% rate if you did not furnish your taxpayer identification number to the payer. See Form W-9, Request for Taxpayer Identification Number and Certification, for information on backup withholding. Include this amount on your income tax return as tax withheld.

Box 5. Any amount shown in box 5 represents the share of investment expenses of a single-class REMIC. If you file Form 1040, you may deduct these expenses on the "Other expenses" line of Schedule A (Form 1040) if you are an individual. If you are a trust, you may deduct these expenses on the "Other expenses" line of Schedule E (Form 1041) if you are a grantor trust or on the "Other expenses" line of Schedule D (Form 1041) if you are a trust. See the instructions for Form 1040 or Form 1041 for more information.

Box 6. Shows foreign tax paid. You may be able to claim a credit for the foreign tax paid on your Form 1040. See Form 1040 instructions.

Box 7. Shows other amounts including amounts reported in box 1. This amount is included in box 1. If you are the owner of the security, you may deduct the amount of any interest on the security from the amount shown in box 7. This amount is included in box 1.

Box 8. Shows the Federal Reserve Service Charge for your account. This amount is included in box 1.

1099-DIV Copy B - For Recipient - OMB # 1545-0110

Box 1. Shows the Federal Reserve Service Charge for your account. This amount is included in box 1.

Box 2. Shows a dividend or other payment for which you are the owner. If you are the owner of the security, you may deduct the amount of any interest on the security from the amount shown in box 2. This amount is included in box 1.

Box 3. Shows interest on U.S. Savings Bonds, Treasury bills, Treasury notes, and Treasury Inflation Protected Securities. This interest is included in box 1.

Box 4. Shows backup withholding. Generally, a payer must backup withhold at a 30% rate if you did not furnish your taxpayer identification number to the payer. See Form W-9, Request for Taxpayer Identification Number and Certification, for information on backup withholding. Include this amount on your income tax return as tax withheld.

Box 5. Any amount shown in box 5 represents the share of investment expenses of a single-class REMIC. If you file Form 1040, you may deduct these expenses on the "Other expenses" line of Schedule A (Form 1040) if you are an individual. If you are a trust, you may deduct these expenses on the "Other expenses" line of Schedule E (Form 1041) if you are a grantor trust or on the "Other expenses" line of Schedule D (Form 1041) if you are a trust. See the instructions for Form 1040 or Form 1041 for more information.

Box 6. Shows foreign tax paid. You may be able to claim a credit for the foreign tax paid on your Form 1040. See Form 1040 instructions.

Box 7. Shows other amounts including amounts reported in box 1. This amount is included in box 1. If you are the owner of the security, you may deduct the amount of any interest on the security from the amount shown in box 7. This amount is included in box 1.

Box 8. Shows the Federal Reserve Service Charge for your account. This amount is included in box 1.

Box 5. Shows the identification number (CUSIP number) or description of the obligation. The description may include the stock exchange, issuer, coupon rate, and year of maturity.

Box 6. Shows OID on a U.S. Treasury obligation for the part of the year you owned it. Report this amount as interest income on your Federal income tax return, and see Pub. 1212 to figure any appropriate adjustments to this amount. This OID is exempt from state and local income taxes and is not included in box 1.

Box 7. Any amount shown in box 7 represents the share of investment expenses of a single-class REMIC. If you file Form 1040, you may deduct these expenses on the "Other expenses" line of Schedule A (Form 1040) if you are an individual. If you are a trust, you may deduct these expenses on the "Other expenses" line of Schedule E (Form 1041) if you are a grantor trust or on the "Other expenses" line of Schedule D (Form 1041) if you are a trust. See the instructions for Form 1040 or Form 1041 for more information.

1099-MISC Copy B - For Recipient - OMB # 1545-0110

Amounts shown on this form may be subject to self-employment (SE) tax. If your net income from self-employment is \$400 or more, you must file a return and compute your SE tax on Schedule SE (Form 1040). See Pub. 533, Self-Employment Tax, for more information. If you have income or social security and Medicare taxes were withheld and you are still receiving these payments, see Form 1040-ES, Estimated Tax for Individuals.

Individuals must report as explained below. Corporations, fiduciaries, or partnerships report the amounts on the proper line of your tax return. If you are a partner in a partnership, report on Schedule E (Form 1040). If you are a shareholder in a corporation, report on Schedule C or C-EZ (Form 1040). For more information on reporting income, see the Instructions for Form 1040.

Box 1. Report on Schedule C or C-EZ (Form 1040).

Box 2. Report on Schedule C or C-EZ (Form 1040).

Box 3. Report on Schedule C or C-EZ (Form 1040).

Box 4. Report on Schedule C or C-EZ (Form 1040).

Box 5. Report on Schedule C or C-EZ (Form 1040).

Box 6. Report on Schedule C or C-EZ (Form 1040).

Box 7. Report on Schedule C or C-EZ (Form 1040).

Box 8. Report on Schedule C or C-EZ (Form 1040).

Box 9. Report on Schedule C or C-EZ (Form 1040).

Box 10. Report on Schedule C or C-EZ (Form 1040).

Box 11. Report on Schedule C or C-EZ (Form 1040).

Box 12. Report on Schedule C or C-EZ (Form 1040).

Box 13. Report on Schedule C or C-EZ (Form 1040).

Box 14. Report on Schedule C or C-EZ (Form 1040).

Box 15. Report on Schedule C or C-EZ (Form 1040).

Box 16-18. Shows state or local income tax withheld from the payments.

1099-E Copy B - For Recipient - OMB # 1545-0110

This is important tax information and is being furnished to the Internal Revenue Service. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.

Box 1. Shows the Federal Reserve Service Charge for your account. This amount is included in box 1.

Box 2. Shows a dividend or other payment for which you are the owner. If you are the owner of the security, you may deduct the amount of any interest on the security from the amount shown in box 2. This amount is included in box 1.

Box 3. Shows interest on U.S. Savings Bonds, Treasury bills, Treasury notes, and Treasury Inflation Protected Securities. This interest is included in box 1.

Box 4. Shows backup withholding. Generally, a payer must backup withhold at a 30% rate if you did not furnish your taxpayer identification number to the payer. See Form W-9, Request for Taxpayer Identification Number and Certification, for information on backup withholding. Include this amount on your income tax return as tax withheld.

Box 5. Any amount shown in box 5 represents the share of investment expenses of a single-class REMIC. If you file Form 1040, you may deduct these expenses on the "Other expenses" line of Schedule A (Form 1040) if you are an individual. If you are a trust, you may deduct these expenses on the "Other expenses" line of Schedule E (Form 1041) if you are a grantor trust or on the "Other expenses" line of Schedule D (Form 1041) if you are a trust. See the instructions for Form 1040 or Form 1041 for more information.

Box 6. Shows foreign tax paid. You may be able to claim a credit for the foreign tax paid on your Form 1040. See Form 1040 instructions.

Box 7. Shows other amounts including amounts reported in box 1. This amount is included in box 1. If you are the owner of the security, you may deduct the amount of any interest on the security from the amount shown in box 7. This amount is included in box 1.

Box 8. Shows the Federal Reserve Service Charge for your account. This amount is included in box 1.

1099-B Copy B - For Recipient - OMB # 1545-0110

Brokers and barter exchanges must report proceeds from transactions to you and to the Internal Revenue Service. This form is used to report these proceeds.

Box 1a. Shows the trade date of the transaction. For aggregate reporting, no entry will be present.

Box 1b. For broker transactions, show the CUSIP (Committee on Uniform Security Identification Procedures) number of the item reported.

Box 2. Shows the proceeds from transactions involving stocks, bonds, other debt obligations, commodities, or forward contracts. Losses on forward contracts are shown in parentheses. This box does not include proceeds from regulated futures contracts. The broker must indicate whether gross proceeds or gross proceeds less commissions and option premiums were reported to the IRS. Report this amount on Schedule D (Form 1040), Capital Gains and Losses.

Box 3. Shows the cash you received, the fair market value of any property or services you received, and/or the fair market value of any trade credits or other property used to account for a broker exchange. See Pub. 525, Taxable and Nontaxable Income, for information on how to report this income.

Box 4. Shows backup withholding. Generally, a payer must backup withhold at a 30% rate if you did not furnish your taxpayer identification number to the payer. See Form W-9, Request for Taxpayer Identification Number and Certification, for information on backup withholding. Include this amount on your income tax return as tax withheld.

Box 5. Shows a brief description of the item or service for which the proceeds or bartering income is being reported. For regulated futures contracts and forward contracts, "RFC" or other appropriate description may be shown.

1099-B Copy B - For Recipient - OMB # 1545-0110

Box 1. Shows the Federal Reserve Service Charge for your account. This amount is included in box 1.

Box 2. Shows a dividend or other payment for which you are the owner. If you are the owner of the security, you may deduct the amount of any interest on the security from the amount shown in box 2. This amount is included in box 1.

Box 3. Shows interest on U.S. Savings Bonds, Treasury bills, Treasury notes, and Treasury Inflation Protected Securities. This interest is included in box 1.

Box 4. Shows backup withholding. Generally, a payer must backup withhold at a 30% rate if you did not furnish your taxpayer identification number to the payer. See Form W-9, Request for Taxpayer Identification Number and Certification, for information on backup withholding. Include this amount on your income tax return as tax withheld.

Box 5. Any amount shown in box 5 represents the share of investment expenses of a single-class REMIC. If you file Form 1040, you may deduct these expenses on the "Other expenses" line of Schedule A (Form 1040) if you are an individual. If you are a trust, you may deduct these expenses on the "Other expenses" line of Schedule E (Form 1041) if you are a grantor trust or on the "Other expenses" line of Schedule D (Form 1041) if you are a trust. See the instructions for Form 1040 or Form 1041 for more information.

Box 6. Shows foreign tax paid. You may be able to claim a credit for the foreign tax paid on your Form 1040. See Form 1040 instructions.

Box 7. Shows other amounts including amounts reported in box 1. This amount is included in box 1. If you are the owner of the security, you may deduct the amount of any interest on the security from the amount shown in box 7. This amount is included in box 1.

Box 8. Shows the Federal Reserve Service Charge for your account. This amount is included in box 1.

Note: See back of tax statement for additional instructions.

ONE GROUP MONEY MARKET FUNDS

Automated Cash Investment Service

New Account Application

Use this form to open a new Fund account or to amend an existing account. For help with this application, please call 1-800-480-4111. Return the completed, signed application to:

Bank One
Suite 1626
120 S. LaSalle
Chicago, Illinois 60603-3400

Registration and Mailing Address

Chicago Better Housing Association
Name of Institution or Corporation

Kenny B. Smith
Contact Name

257 W. 60th Street Chicago
Street Address City

IL 60621
State Zip Code

(773) 873-4995
Contact Phone Number

(773) 723-8351
Contact Facsimile Number

Investment Direction - Class A Shares

Please check the Fund in which you wish to invest.

- One Group Prime Money Market Fund - 155
One Group U.S. Treasury Securities Money Market Fund - 156
One Group Municipal Money Market Fund - 157
One Group U.S. Government Securities Money Market Fund - 313

\$ 40,000 Target Balance for Demand Deposit Account

\$ 0 to Balance Range for Demand Deposit Account

Investment Authorization

By signing this New Account Application form, the undersigned: (i) represents and warrants that he/she has the power and authority to make the investment(s) applied for pursuant to this Application; (ii) agrees that each of the above-named Funds, its transfer agent, Bank One (Bank One Investment Management Company), The Distributor BISI's Fund Services and any of their subsidiary or affiliates, and the respective officers, directors, trustees, employees and agents of each of the foregoing, shall not be liable for, and shall be indemnified and held harmless by the undersigned from and against, any loss, damage, expense or cost (including but not limited to attorney's fees) for acting upon any instructions or inquiries believed genuine.

Bank Account Destination

I/we hereby request and authorize you to honor all debit/credit entries initiated by me/us from time to time through electronic instructions. I/we agree that by authorizing Bank One to debit/credit my/our DDA account to my/our instructions or those of any person so representing him or herself, that I/we am/are waiving any and all rights to have my/our DDA recredited in the event of an unauthorized debit entry. I understand that this service is established solely for convenience.

Chicago Better Housing Association
Customer Name

Account Number

Bank One

Name of Commercial Bank

One Bank One Plaza

Chicago

IL

60670

Address of Bank

City

State

Zip Code

Taxpayer Certification

Under the penalties of perjury, I (we) certify:

[1] that the Social Security Number(s) or Taxpayer Identification Number(s) shown below on this form is (are) my (our) correct Taxpayer Identification Number(s), and

[2] that I (we) am (are) not subject to backup withholdings either because I (we) have not been notified that I (we) am (are) subject to backup withholdings as a result of a failure to report all dividends, or the Internal Revenue Service has notified me (us) that I (we) am (are) no longer subject to backup withholdings. Failure by non-exempt taxpayers to furnish the correct Taxpayer Identification Number will result in withholding of 20% of all taxable dividends paid to your account and/or withholding on certain other payments to you (this referred to as "backup").

NOTE: Strike out item (2) if you have been notified that you are subject to backup withholding by the IRS and you have not received a notice from the IRS advising you that backup withholding has been terminated.

Registered owner is:

Corporation

Partnership

Trust

Government Entity/Agency

Other

Non-Profit/Charitable Organization

Signature The undersigned hereby certifies that he/she has received and read a copy of the prospectus for the Fund.

Kenny B. Smith
Signature and Title

KENNY B. SMITH
Print Name

10-24-02
Date

PRESIDENT / CEO / FOUNDER
Signature and Title

Print Name

Date

Taxpayer Identification Number

An investment in any of the Funds is (i) neither insured nor guaranteed by the U.S. Government AND (ii) there can be no assurance that any Fund will be able to maintain a stable net asset value of \$1.00 per share.

Automated Cash Investment Service Agreement

Dated as of 10/24/02

between
Bank One

Chicago Better Housing and Association
("Customer")

The Customer and Bank One agree as follows:

1. The Service. Bank One will provide Customer with an investment service (the "Service") which will consist of periodic transfers of funds to or from Demand Deposit Account(s) specified by Customer (each an "Account" and collectively the "Accounts") to or from an account in any of the money market mutual funds listed in paragraph 2 as specified by Customer (each a "Fund Account" and collectively the "Fund Accounts"). Accounts involved in the Service are identified on the Fund application referenced in paragraph 2 of this Agreement. While this Agreement is in effect, the Customer may from time to time by notice to Bank One (a) specify any Account which shall be subject to this Agreement and (b) specify any Account which it no longer wishes to be subject to this Agreement.

2. The Funds. Customer hereby appoints Bank One to act as Customer's agent, and Bank One hereby accepts such appointment, for purchases and redemptions of shares (each a "Transaction" and collectively "Transactions") in any of the following money market mutual funds:

One Group Prime Money Market Fund
One Group U.S. Treasury Securities Money Market Fund
One Group Municipal Money Market Fund
One Group U.S. Government Securities Money Market Fund

Customer understands that the money market mutual funds available for this Service may change from time to time. (Hereinafter money market mutual funds available for the Service shall be referred to as a "Fund" or collectively as the "Funds").

Customer has requested and acknowledges receipt of a prospectus for the Fund(s). In purchasing shares of the Fund(s), Customer is relying solely on the representations contained in the prospectus(es). Customer understands that it must properly complete, execute, and deliver to Bank One an application which designates a particular Fund for each Account in which it wishes to effect Transactions.

3. Automatic Transfers. For each Account, Bank One will set a "Target Balance Amount" that is the level of available balances that will remain in the Account. Each night Bank One will calculate the amount of the Transaction with respect to each Account based upon all available funds in such Account and the Target Balance Amount. The calculation of the amount of the Transaction will be done after Bank One has posted all debits and credits to the relevant Account. Transactions will be effected on the banking day following the calculation. Bank One has established a minimum transaction amount of \$1,000. The minimum transaction amount may be modified from time to time upon notification to Customer. Transactions representing an investment in the Fund will occur only when the available balance in the Account exceeds the Target Balance Amount by the minimum transaction amount. Transactions representing redemptions from the Fund will occur to the extent that the available balance in the Fund Account is less than the Target Balance Amount. The redemption may not exceed the investment in the Fund nor be less than the minimum transaction amount.

4. Limits. Bank One reserves the right on any given day to suspend the service or at its own discretion to limit the amount of any Transaction made through the Service. Such limitations may vary between Accounts and Customers. Customer will receive earnings allowance for any funds remaining in any Account and will be responsible for any overdrafts caused by a refusal to process a redemption Transaction. Investments remaining in the Fund due to a refusal to process a Transaction representing a redemption will continue to accrue dividends.

5. Fees. Customer agrees to pay a service fee of 25 basis points in addition to any expenses levied by the Fund(s). Customer may choose to deduct the service fee from the monthly dividend before it is paid out; however, the gross dividend from the Fund(s) is considered income by the IRS.
6. Access. Fund Accounts set up for use with the Service cannot be accessed through any other means such as direct phone call to mutual fund company.
7. Warning. Customer may choose from the available list of money market mutual funds. Please read the prospectus which contains expense and other information on each Fund including investment advisory and administrative fees paid to Bank One Investment Management Company and NBD Bank as the investment adviser and administrator for the Funds. An investment in a Fund is neither insured nor guaranteed by the U.S. Government. There can be no assurance that each Fund will be able to maintain a stable net asset value of \$1.00 per share. Mutual fund shares are not deposits or obligations of, or guaranteed by, any bank, and are not federally insured by the Federal Deposit Insurance Corporation ("FDIC"), the Federal Reserve Board, or any other agency. Money market mutual funds shares involve certain investment risks, including the possible loss of principal.
8. Redemptions. If Customer owes Bank One money and it is due, Bank One may, without further instruction, effect a redemption transaction of any and all Customer's shares in the Fund(s) to the extent of the amount due and owing, and in accordance with Illinois law, use the money to pay the debt.
9. Effective Date. The Service will be provided to the Customer commencing with the date of this Agreement.
10. Rules. Use of this Service is subject to all applicable laws, regulations, rules and funds transfer systems and clearing arrangements, whether or not Bank One is a party to them ("Rules").
11. Recording Conversations. All telephone conversations and data transmissions may be recorded, stored and used by the Customer or Bank One.
12. Liability. Bank One will be liable only for direct damages if it fails to exercise ordinary care. Bank One shall be deemed to have exercised ordinary care if its action or failure to act is in conformity with general banking usages or is otherwise a commercially reasonable practice of the banking industry. Bank One shall not be liable for any special, indirect or consequential damages, even if it has been advised of the possibility of these damages.
13. Indemnification. The Customer will indemnify Bank One for all claims, costs, demands, expenses, liabilities and losses, including legal fees and expenses, arising from: any claim of a third party relating to any action taken or not taken by Bank One pursuant to this Agreement unless the action or non-action constitutes negligence or willful misconduct by Bank One; or the breach of any warranty made by the Customer to Bank One. This provision shall survive termination of the Agreement as to matters that occurred during the term of the Agreement.
14. Failure to Perform. Neither the Customer nor Bank One will be liable for any failure to perform its obligations when the failure arises out of causes beyond its control, including, without limitation, an act of God, accident, equipment failure, labor disputes or system failure, provided it has exercised the diligence as the circumstances require.
15. Warranty. Bank One represents and warrants that it has developed each Service and System (other than any portion furnished by a third party vendor) and has the right to furnish the same (including any portion furnished by a third party vendor). Any software and its associated printed documentation provided by Bank One are provided "as is". This warranty is in lieu of all other warranties expressed, implied or statutory, including, but not limited to, the implied warranties of merchantability and fitness for a particular purpose.
16. Governing Law. This Agreement shall be construed in accordance with the internal laws (and not the law of conflicts) of Illinois and applicable federal laws.
17. No Extension of Credit. Nothing in this Agreement or any course of dealing between the Customer and Bank One, commits or obligates Bank One to extend any credit to the Customer.

Investment Resolutions

Organization Name: Chicago Better Housing Association
State Where Organized: Illinois

Type of Organization: Corporation Limited Liability Company Partnership
 Association Sole Proprietorship nfp
(indicate other)

The undersigned certifies that: I am an official of, and authorized to certify on behalf of, the above named organization, which is duly organized and existing under the laws of the State indicated, ("Organization"); in connection with the use of the above name, the Organization has complied with the Illinois statute, and or any statute of any other jurisdiction whose law may apply, covering the use of an assumed business name; the following is a complete, true and correct copy of certain resolutions of the Organization, which resolutions were duly adopted and are in conformity with the laws of the State where organized and the organizational documents ("Resolutions"); and the Resolutions have not been rescinded or modified and are in full force and effect on the date hereof:

Resolutions

1. **Investments.** Any one [] of the officers, members, managers, partners, trustees, [If Authorized Persons must act jointly, line out "one" and insert "two"; otherwise leave blank] owners, agents and employees, as applicable, of the Organization and the other persons designated below:

KAREN SMITH KENNY B. SMITH

[Insert the titles of any other Authorized Persons.]

(each an "Authorized Person") is authorized to do any or all of the following on behalf of the Organization:

(a) **Banking Services.** Utilize any business banking services provided by Bank One (including, without limitation, electronic, investment and financial advisory services) and execute and deliver agreements, documents and instruments (and amendments or waivers thereto or terminations thereof); and take, or refrain from taking, action to carry into effect these Investment Resolutions and the transactions contemplated by them upon such terms and conditions as such Authorized Person(s) deem(s) advisable as evidenced by such execution, delivery, action or non-action.

(b) **Delegation of Authority.** Delegate in writing, at any time and from time to time, to one or more other persons acting as specified in the delegation, any of the authority referred to in this Investment Resolution and the Organization agrees to be bound by any action taken by, or non-action of, such persons; and amend or revoke any such delegation.

2. **Bank One Subsidiaries and Affiliates.** These Resolutions also apply in full to any account, financial accommodation, service, transaction or property at or with any facility or branch of Bank One and its subsidiaries and affiliates and the term "Bank One" used in these Resolutions includes such subsidiaries and affiliates.

3. **Revocation or Modification of Resolutions.** These Resolutions and any delegation made pursuant to them shall continue in full force and effect until express written notice of its revocation or modification has been received by Bank One and Bank One has had a reasonable opportunity to act upon such notice. However, if the authority contained in these Resolutions or any delegation is revoked or terminated by operation of law without such notice, it is resolved and agreed, for the purpose of inducing Bank One to act under these Resolutions and any delegation, that the Organization shall indemnify and hold Bank One harmless from any loss suffered or liability incurred by Bank One in so acting after such revocation or termination without such notice.

In Witness Whereof, I have hereunto subscribed my name, and affixed the Organization's seal, if applicable, this 10-24-2002 day of

Kenny B. Smith
[Signature]
Name KENNY B. SMITH
Title PRESIDENT / CEO / FOUNDER

18. Availability of Funds. Funds will be made available to the Customer pursuant to the Rules and Bank One's applicable availability policy.

19. Amendment; and Waivers. This Agreement may be waived only in writing signed by an Authorized Person (as defined in paragraph 24) and an officer of Bank One.

20. Assignment. Neither the Customer nor Bank One may assign or transfer any of its rights or obligations under this Agreement, except Bank One may assign or transfer its rights and obligations to a wholly-owned subsidiary of Bank One or Bank One Corporation.

21. Termination. An Authorized Person or an officer of Bank One may terminate this Agreement by written notice to the other at least five calendar days before the termination date specified in the notice. Any claim or cause of action of any party against the other under this Agreement shall survive the termination.

22. Entire Agreement. This Agreement constitutes the entire agreement and understanding, and supersedes all prior agreements and understandings, between the Customer and Bank One relating to the Services as of the date of this Agreement.

23. Notices. Notices adding or deleting any Designated Person (as defined in paragraph 24) shall be in writing signed by an Authorized Person. These notices, and any notice terminating this Agreement shall be sent by pre-paid first class or express mail or private delivery service. Unless otherwise provided by applicable law: all other notices shall be given by any commercially reasonable means; and all notices shall be effective when received. Each written notice shall be addressed to the relevant address appearing below or at another address specified in a written notice by one party to the other.

24. Authority. The Customer will provide Bank One evidence satisfactory to Bank One of: the Customer's authority to execute this Agreement and to use each Service; and each person named in the authority who is authorized to act for the Customer ("Authorized Person"). To the extent authorized by the Customer's authority, Authorized Persons are explicitly authorized to designate, add or delete persons authorized to use any Service on behalf of the Customer ("Designated Persons"). Bank One is entitled to rely upon: the Customer's authority; additions to or replacements for the Customer's authority executed by an Authorized Person; and the authorizations and instructions of an Authorized Person or a Designated Person; until Bank One has had a reasonable opportunity to act on contrary or amendatory written directions received from an Authorized Person.

Chicago Better Housing Association
[Insert the name of the Customer]

By Kenny B. Smith
[Signer must be an Authorized Person]

Name KENNY B. SMITH
[Print the name of the signer]

Title PRESIDENT/CEO/FOUNDER
[Insert the title of the signer]

[Insert the Customer's address]

Bank One

By Angela L. Martin

Name Angela L. Martin
[Print the name of the signer]

Title AVP
[Insert the title of the signer]

120 S LaSalle St
Chicago, IL 60603-3400

Attn.: Commercial Support Unit
Suite 1626

CHICAGO BETTER HOUSING ASSOCIATION

01-127203

SITE PREPARATION PICTURE NARRATIVE

This Englewood Garden Project encompasses a full city block. Four homes once occupied this site. Due to extreme dilapidation, the City demolished the homes. However; we found out the hard way that the City left the basements and just covered them over. The site had to be tilled twice using a Bobcat. The following is a the picture narrative:

- Picture #1 -- Initial clearing and grubbing phase.
- Picture #2 -- One of several dumpsters used for the removal of existing asphalt and paving, removal of existing concrete paving and removal of underground debris. A tiller and Bobcat was used for several days for this phase. Also Excavation.
- Picture #3 -- Water supply installed. NOT PART OF THIS GRANT.
- Picture #4 -- Site after first tiling and Bobcat use.
- Picture #5,6 & 7 -- Sub-contractors staked out site for installation of catch basin, sewer pipe, perforated drain tile, gravel, street connection, concrete path and gazebo platform.
- Picture #8 -- Green tab - After installation of items named in picture 5,6, & 7; the digging, use of so much gravel, left over rocks/mortar from old basement and rain, caused another problem. The site needed to be cleared and cleaned again. Pink tab - Gravel path. Blue tab - Frame for gazebo.
- Picture #12 -- Contractors laying cement platform for gazebo. Also; site of new sewer pipe/street connection, perforated drain tile and catch basin. This area was chosen in order to avoid hitting more basement walls.
- Picture #14 -- Blue tab - New top soil. Lime tab - Tru-Green Lawn service killed major vegetation problem with chemicals (Not part of grant).
- Picture #15, 16 & 17 -- Sub contractors spreading top soil.
- Picture #18, 19 & 20 -- New top soil, but after many rainy days, vegetation coming back.
- Picture #21 & 22 -- 3rd & fourth tree targeted to be cut down to increase sun light to new plants and flowers.
- Pictures #24 to 27 -- Trees and stumps cut down by K.D. Contractors at no extra cost. A total of four cut down during site prep.

*Final payment will be held back from K.D. Contractors until gazebo is completed.

*\$2,000⁰⁰ for Gazebo
Not part of grant*

CHICAGO BETTER HOUSING ASSOCIATION

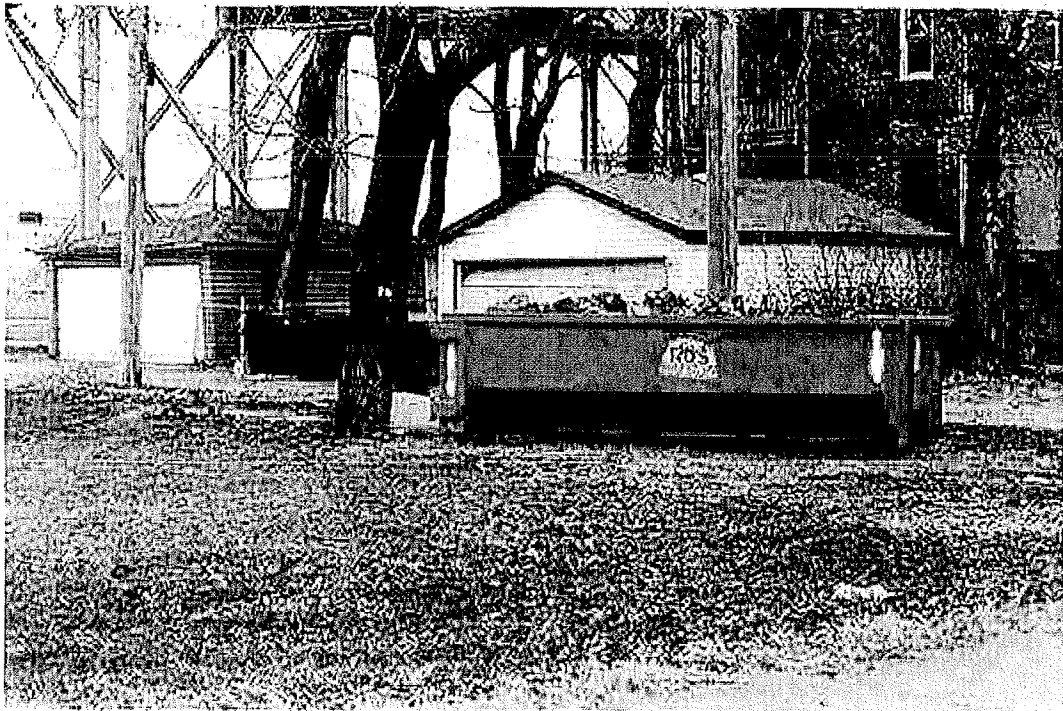
LIST OF BOARD MEMBERS

- 1.) Brian Washington/Board Chairman -- [REDACTED]
 - 2.) Karen Billings/Treasurer/Director -- [REDACTED]
 - 3.) Janie Thomas/Secretary/Director -- [REDACTED]
 - 4.) Jamesetta Harris/Public Relations/Director -- [REDACTED]
 - 5.) Beatrice Billings/Director -- [REDACTED]
- Kenny B. Smith/President/CEO/Founder -- [REDACTED]

①



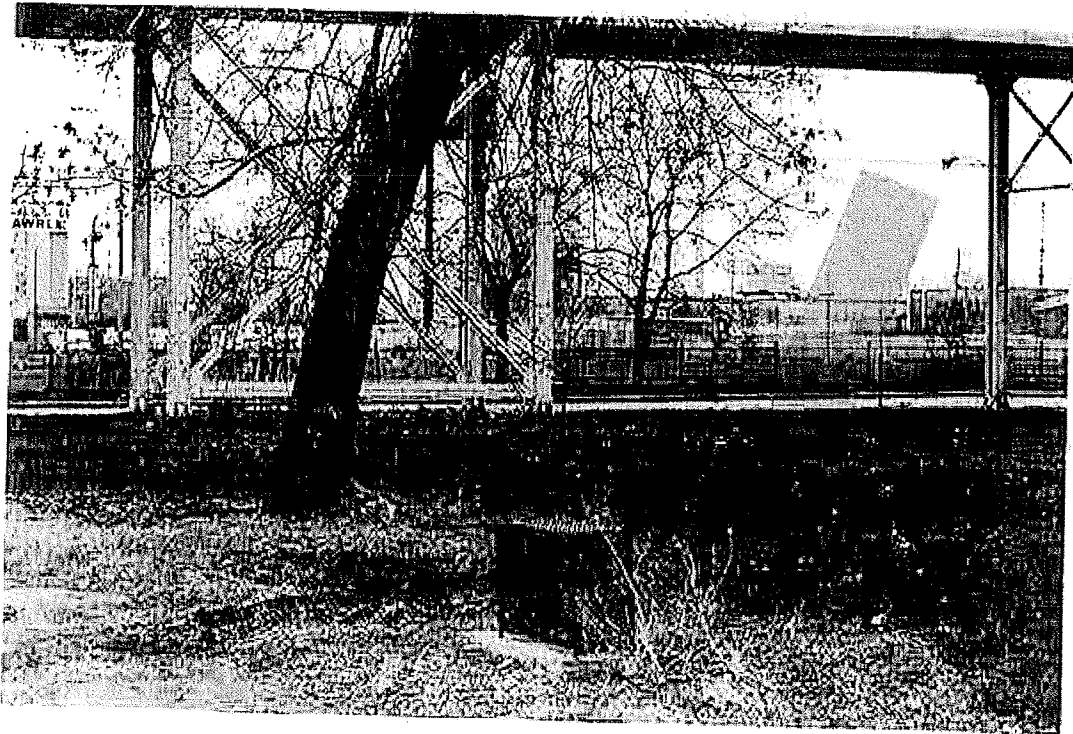
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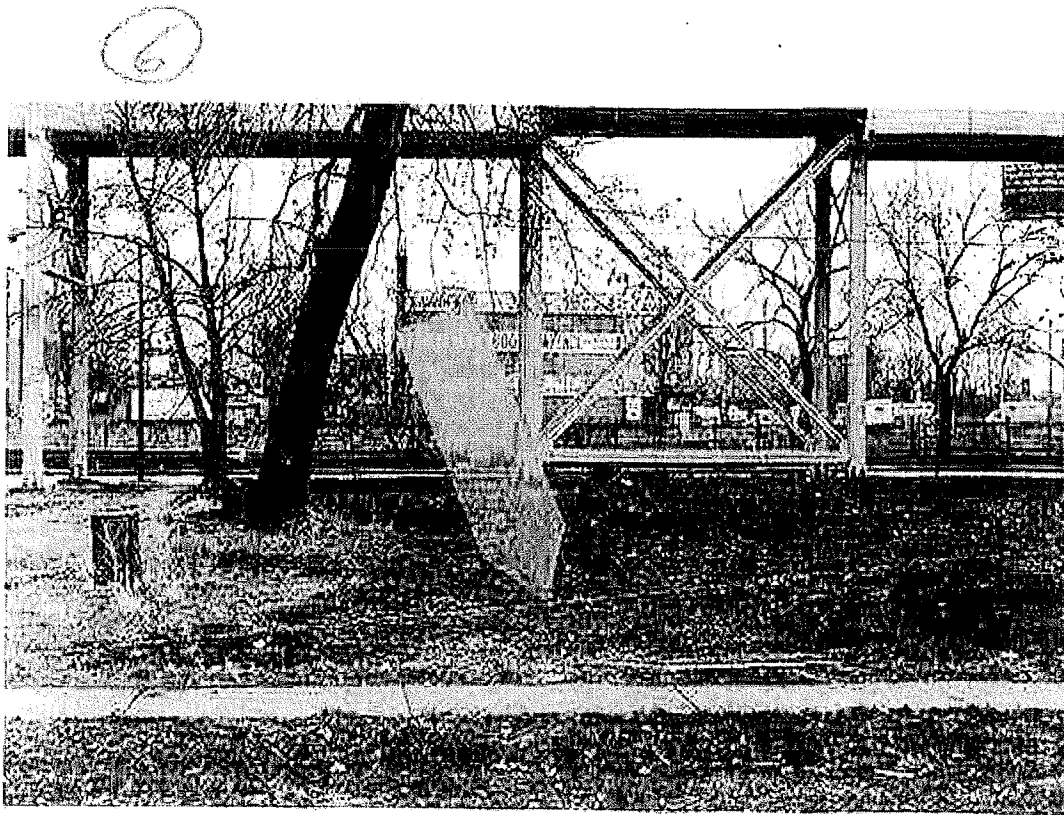
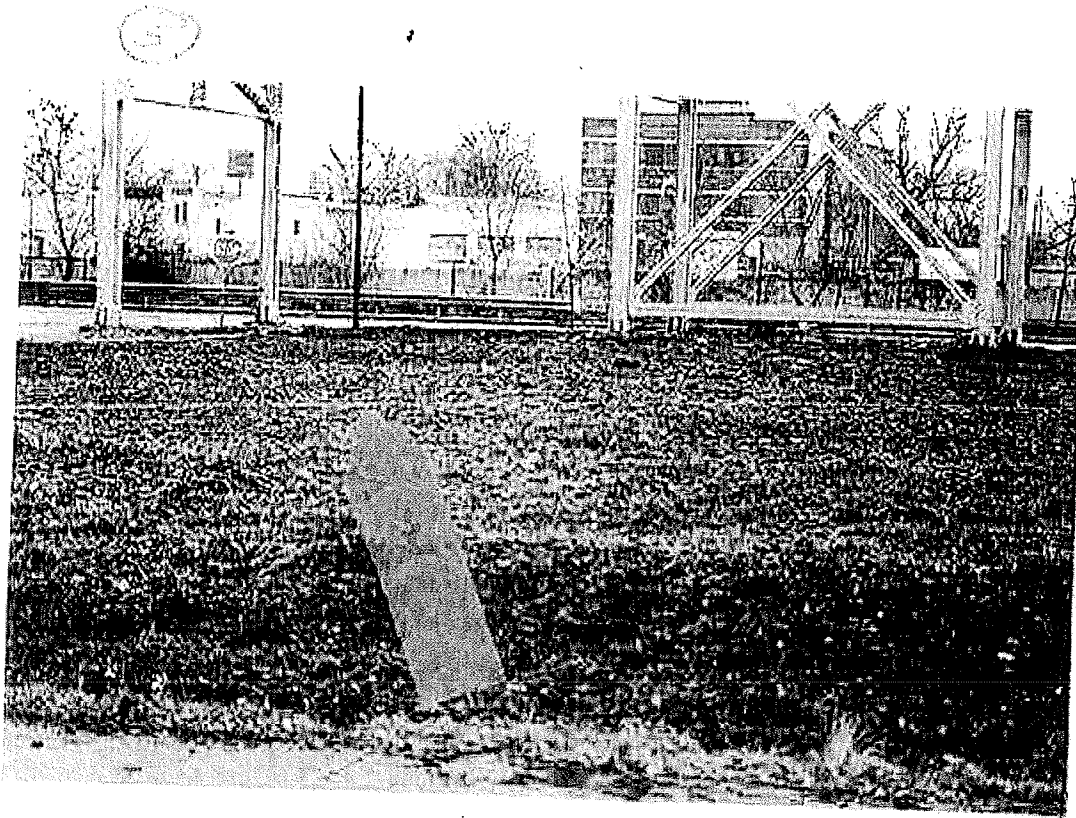


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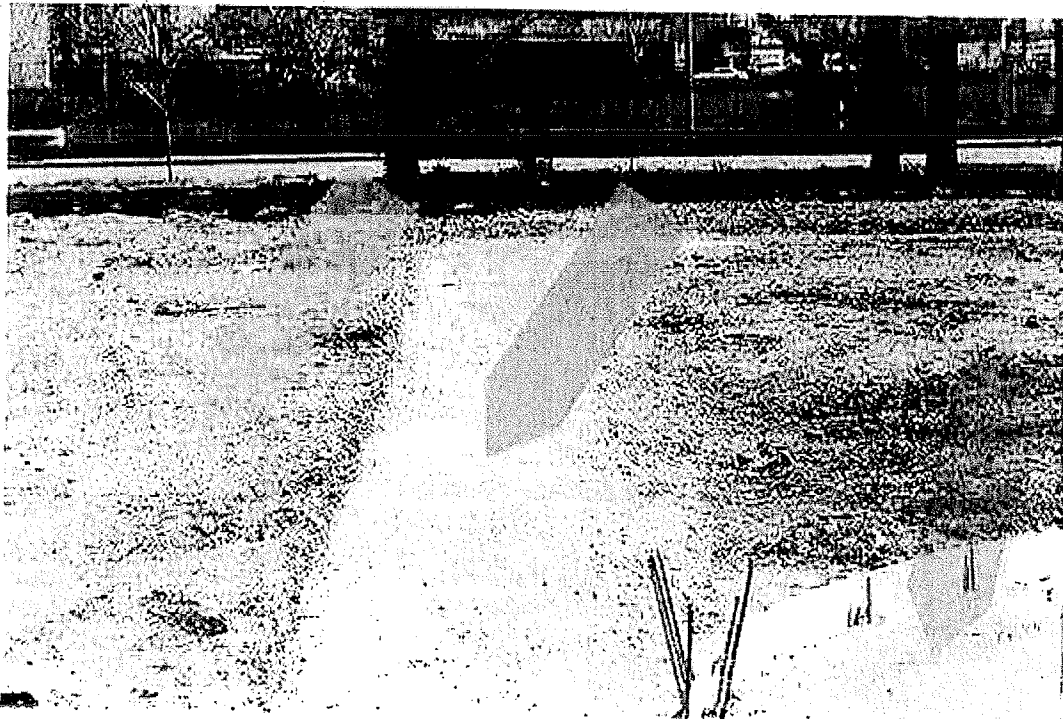




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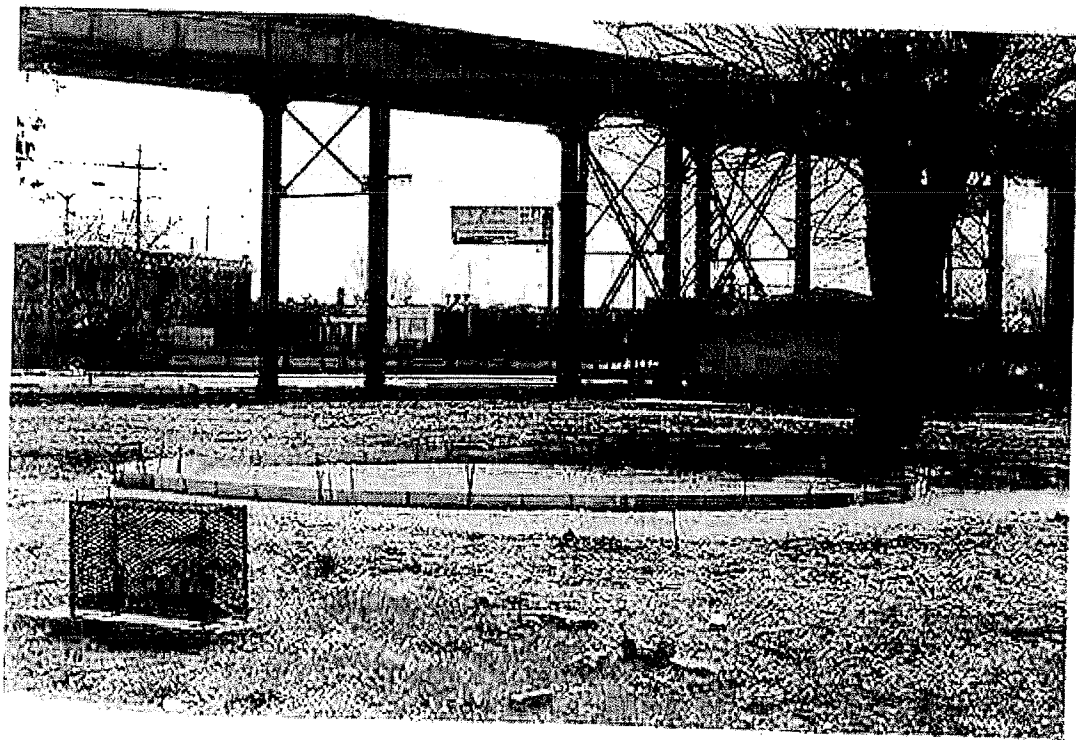
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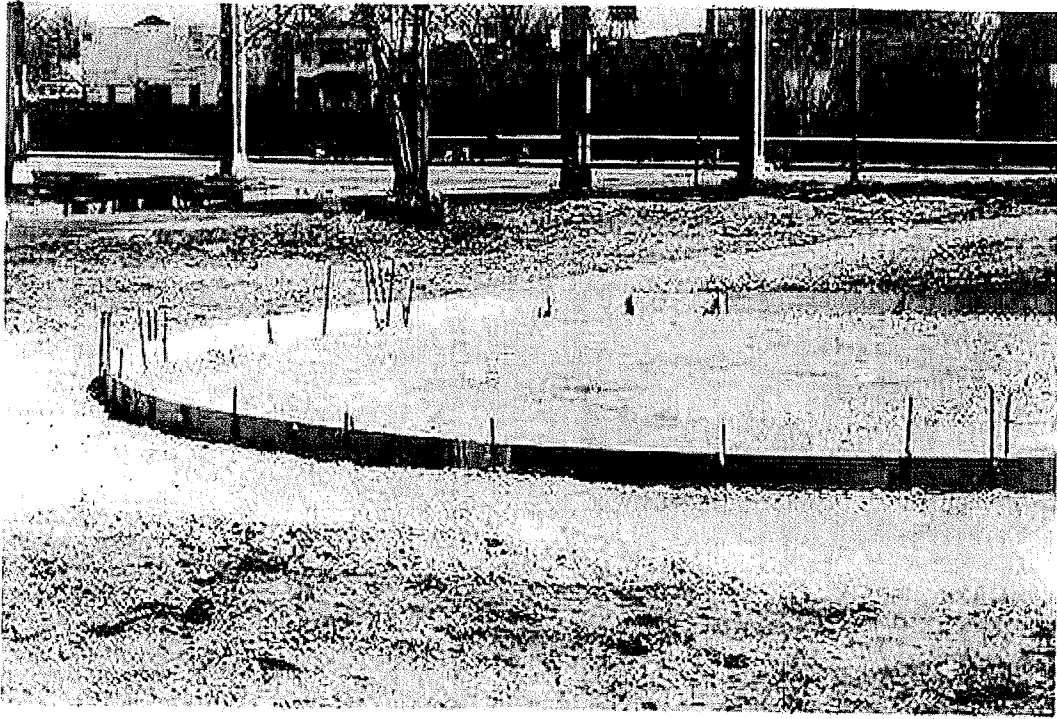
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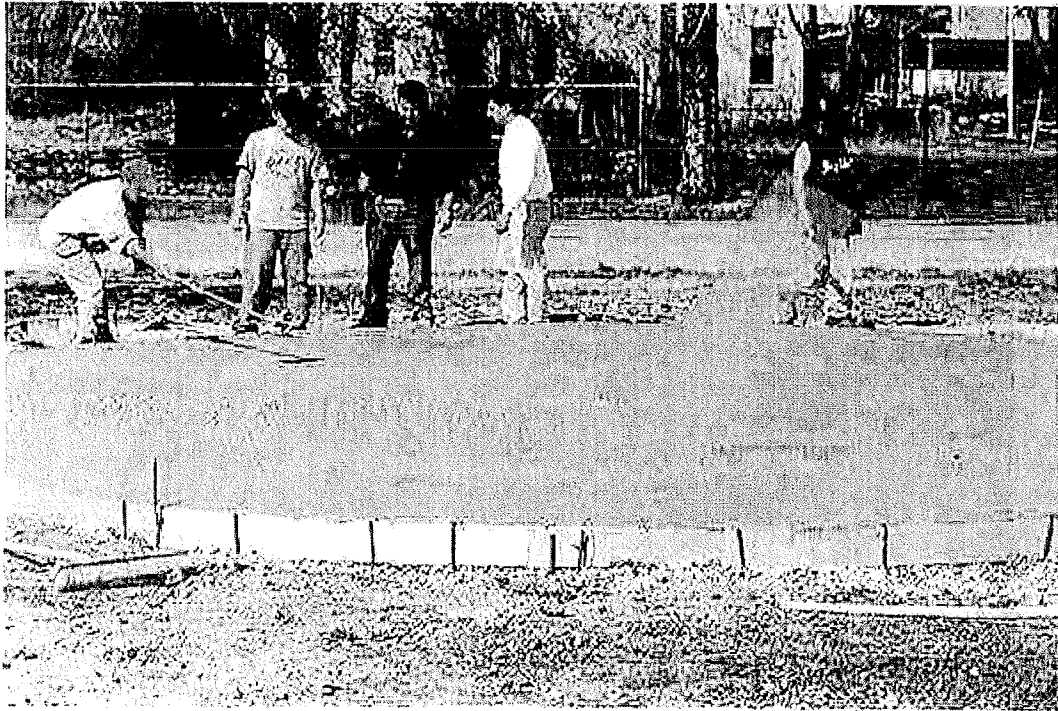
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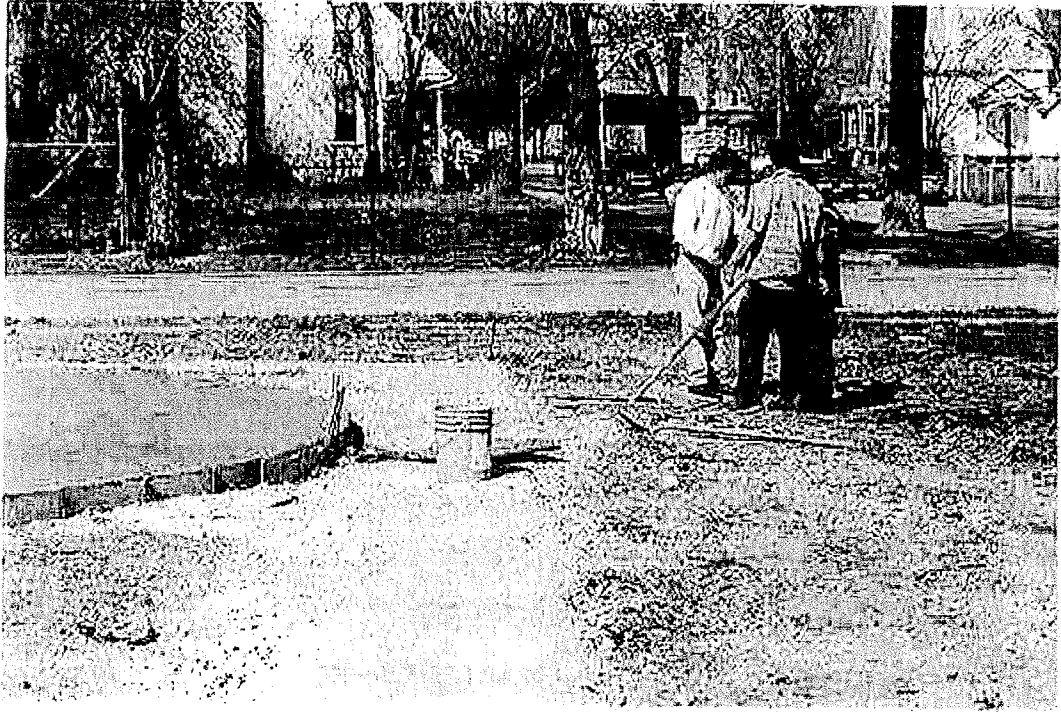
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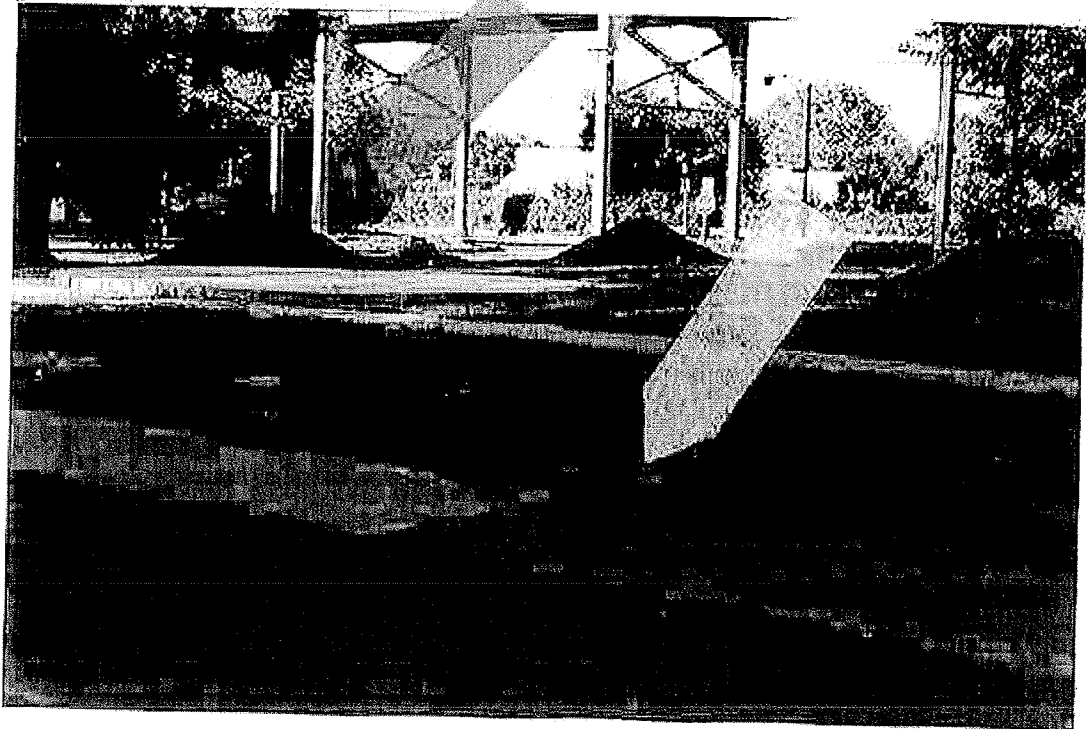
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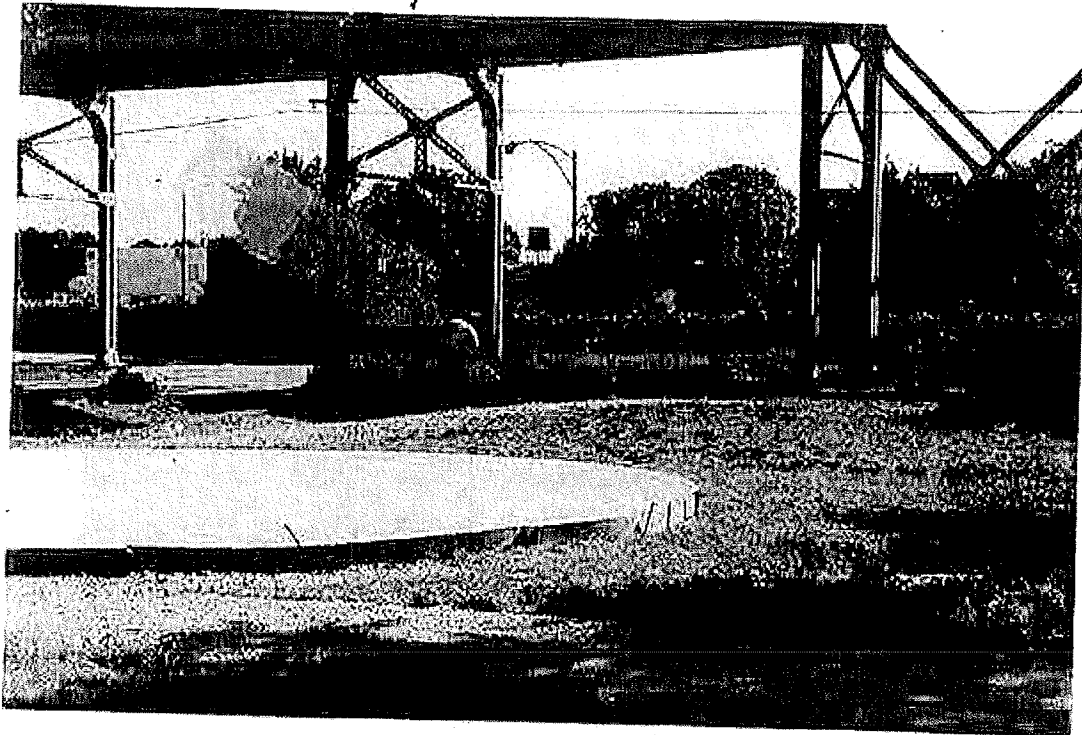
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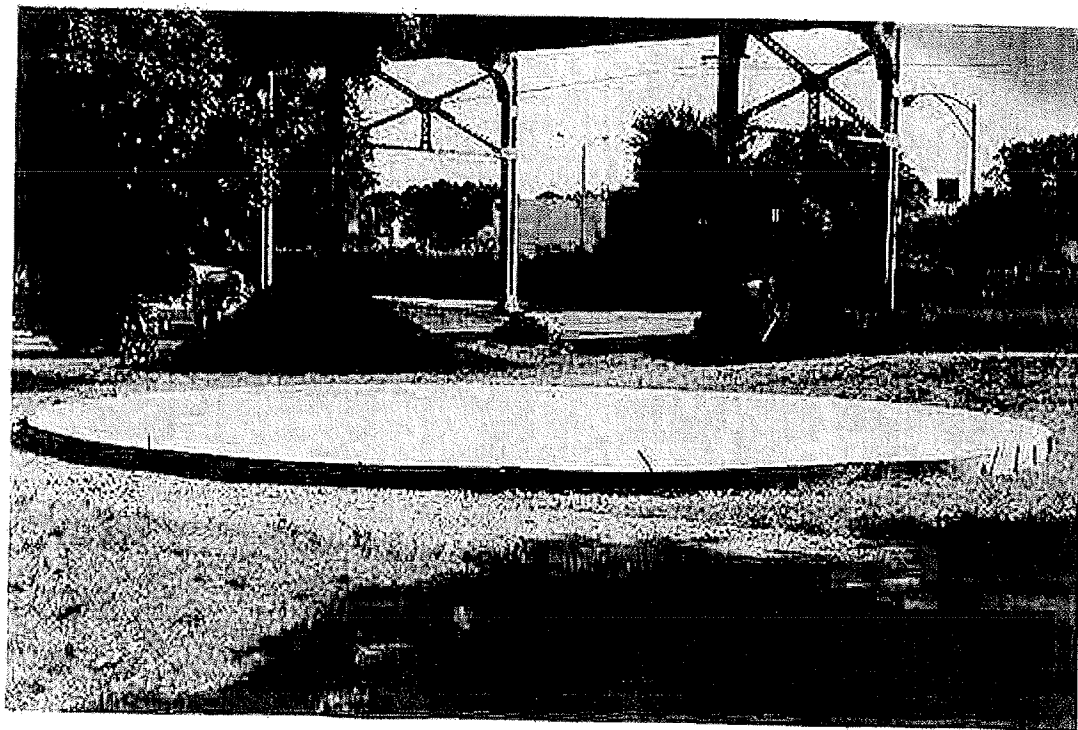
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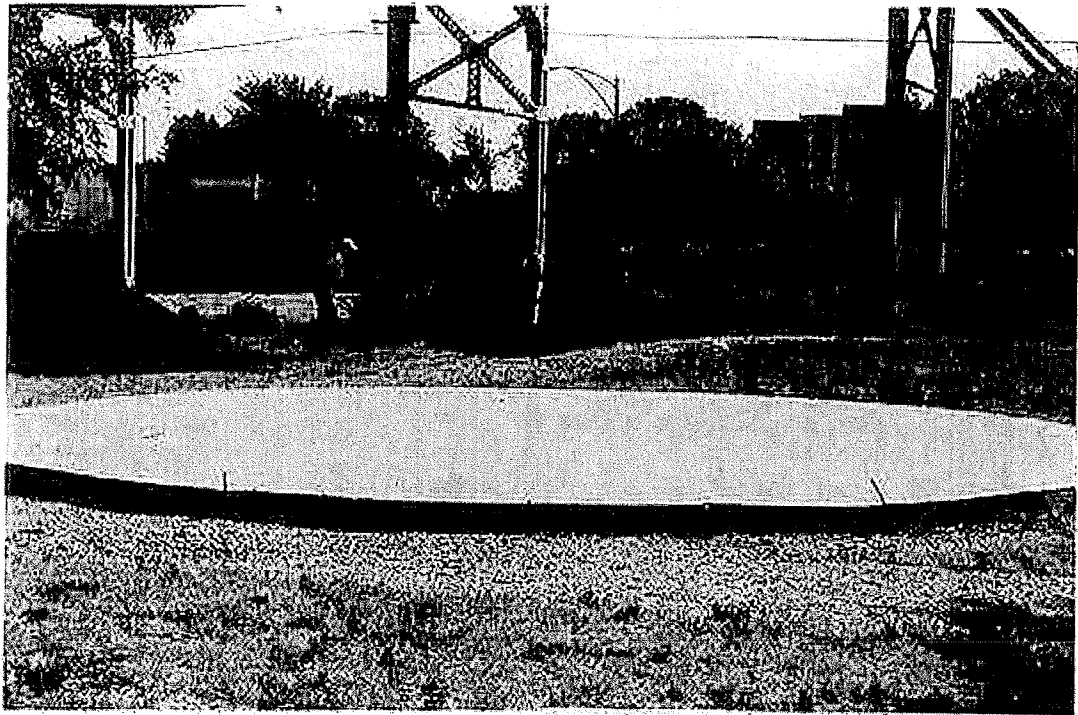
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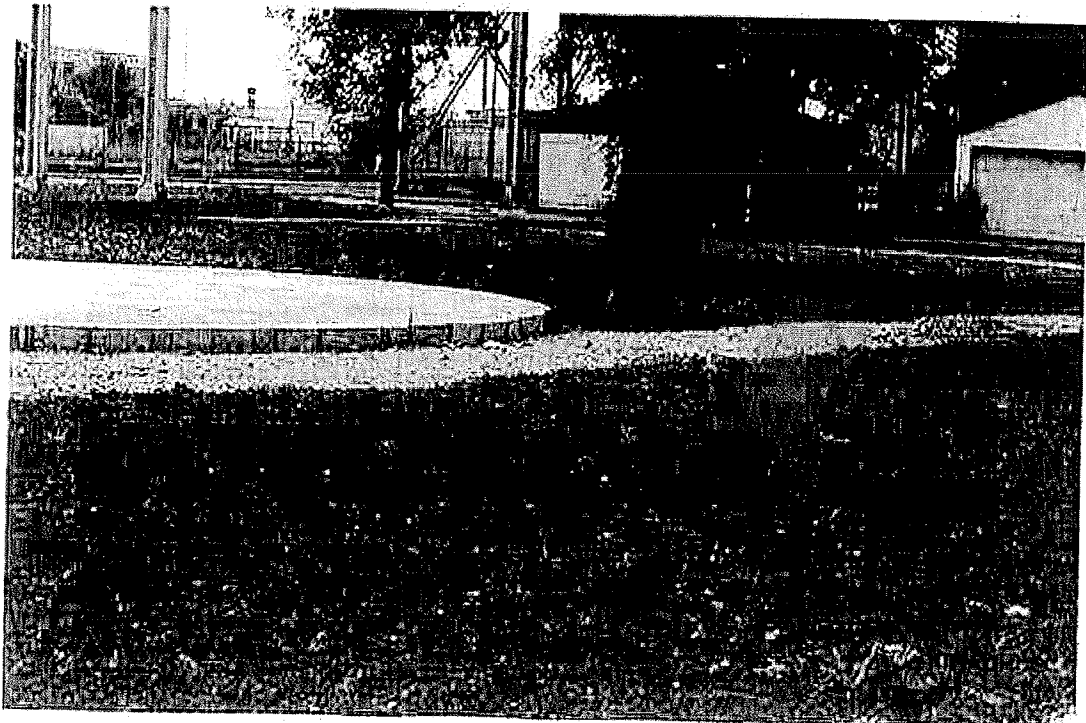
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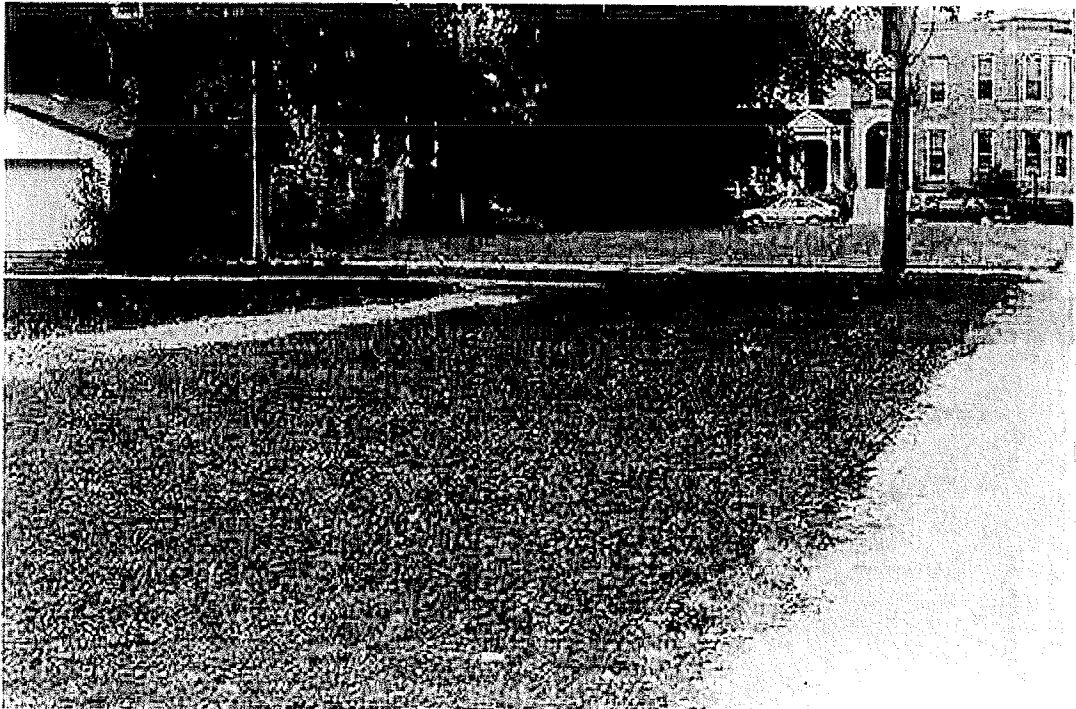
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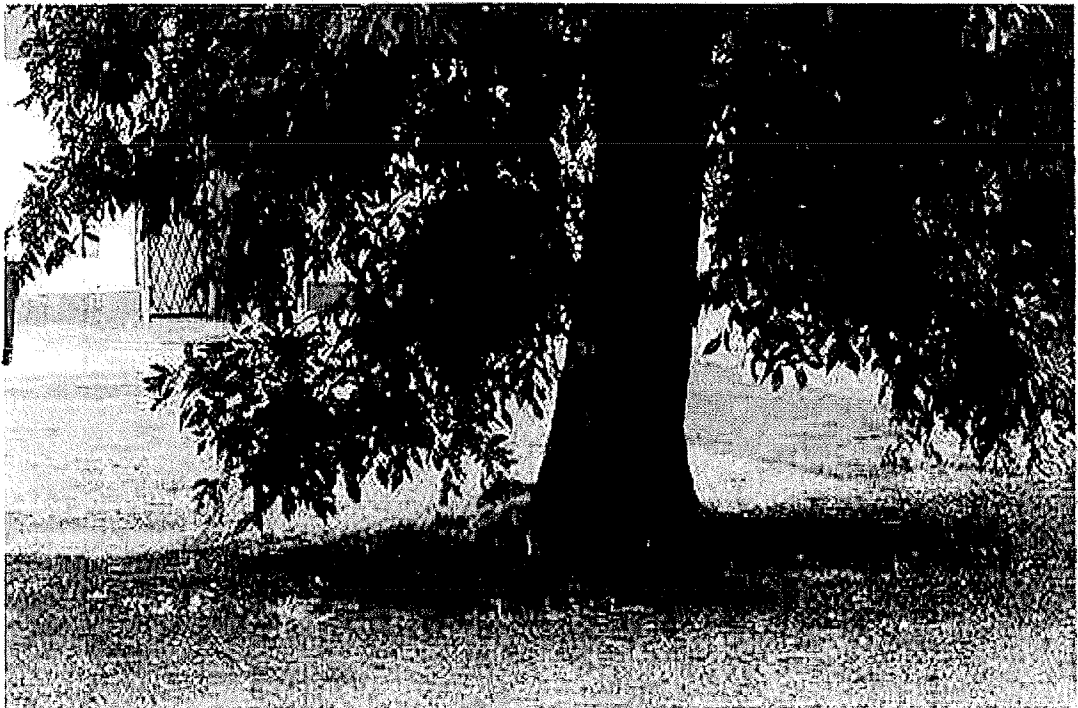
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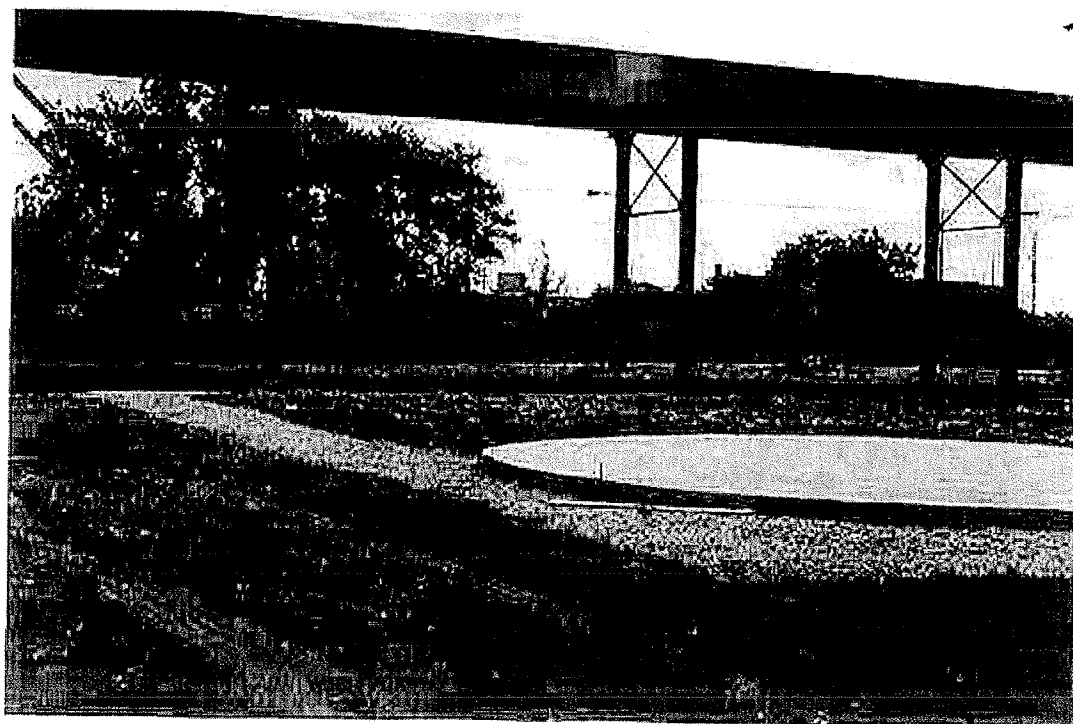
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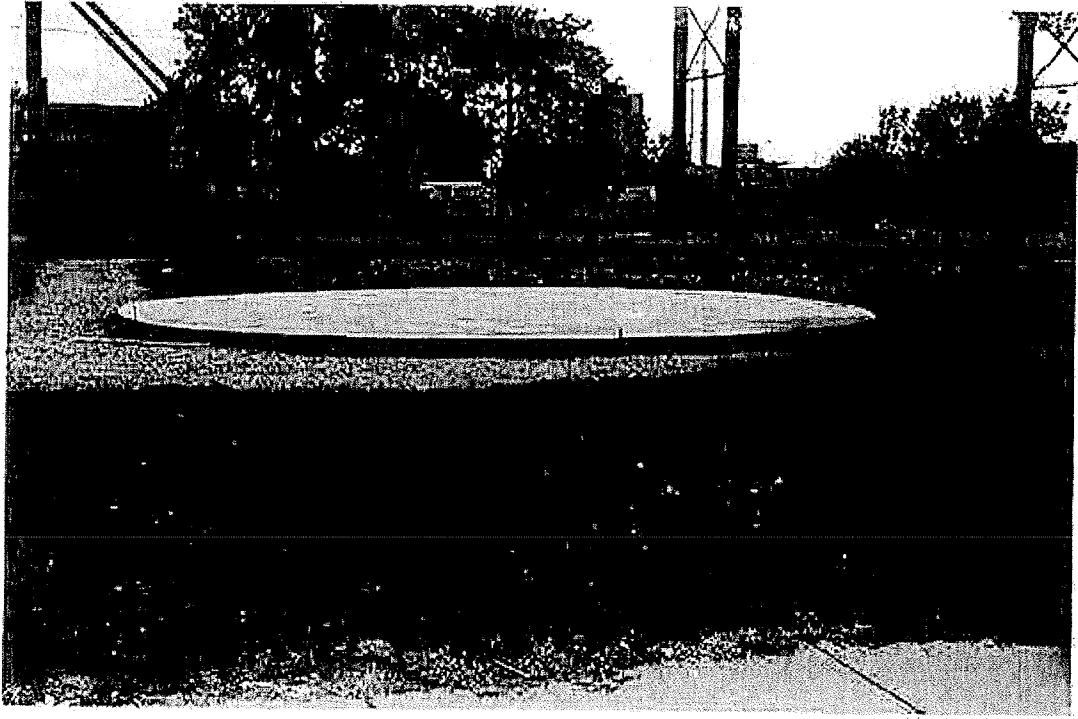
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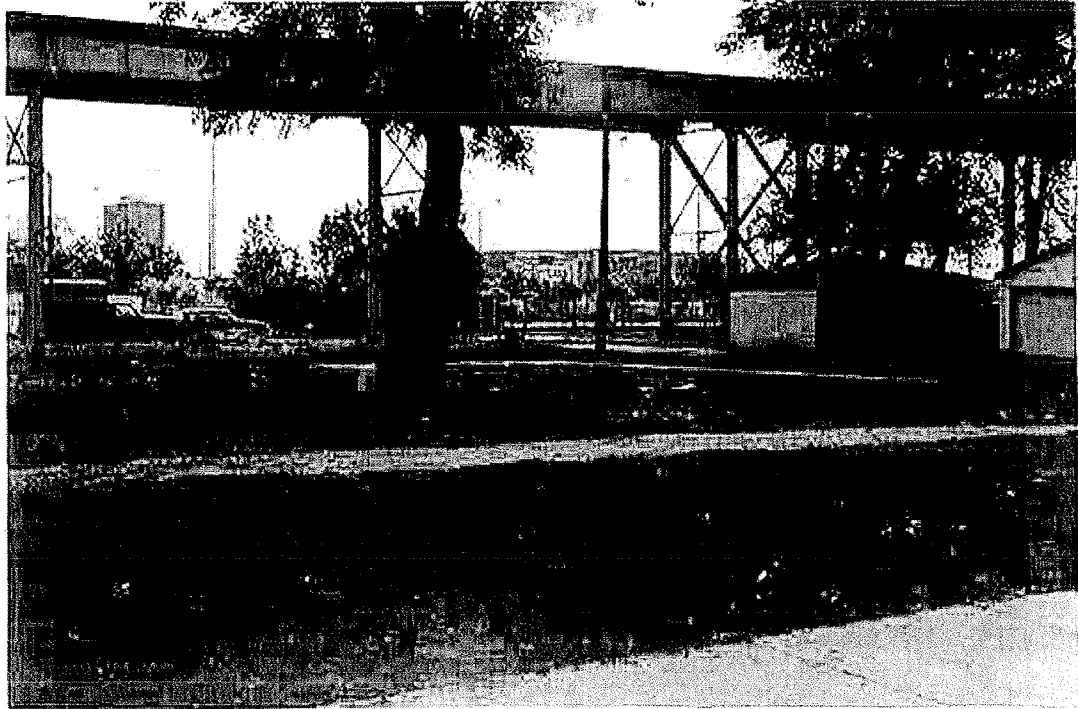
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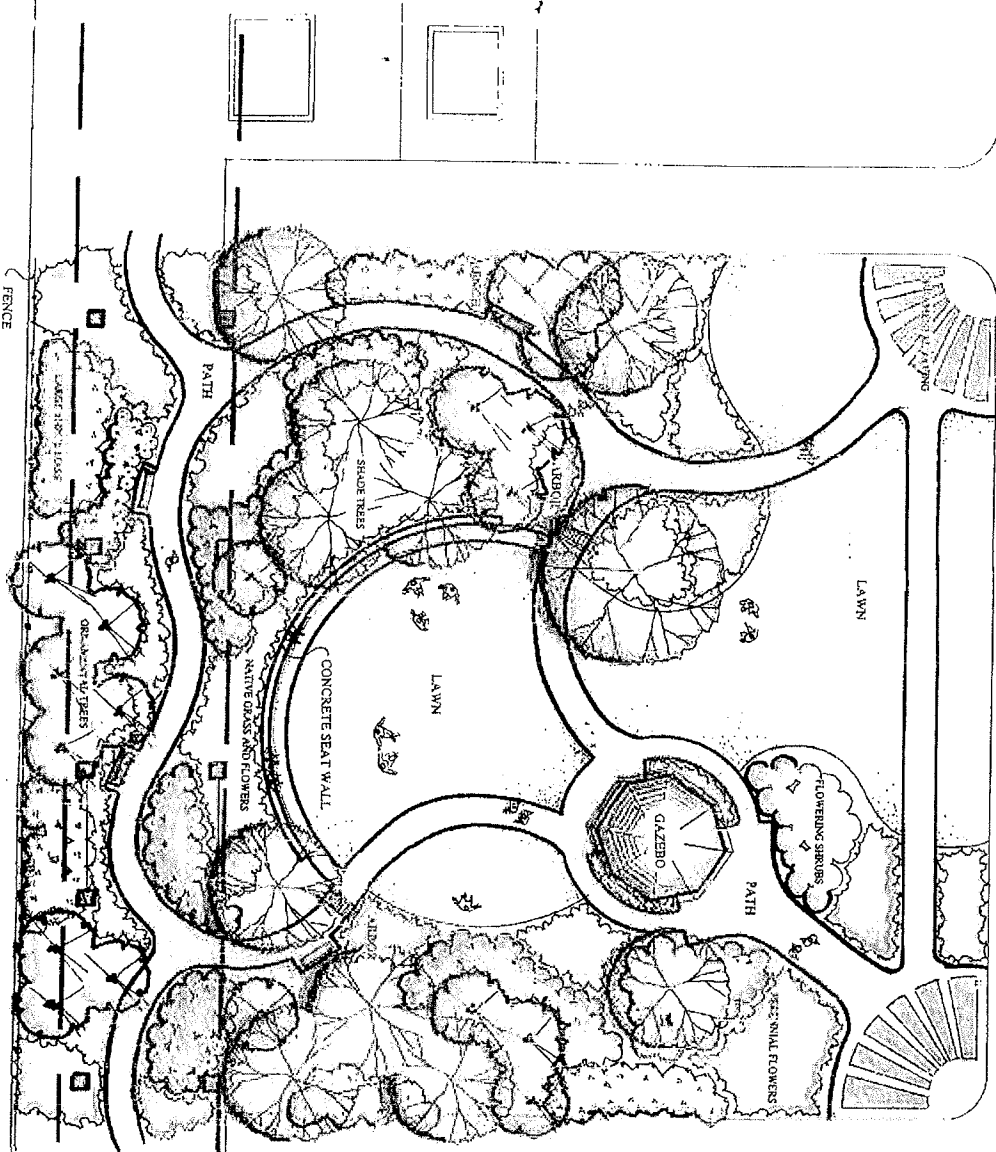


26



27





PRINCETON AVENUE

61st STREET

CTA TRACKS



Englewood Botanic Garden & Community Park
 Illinois Chapter of The American Society of Landscape Architects



Illinois Department of Commerce and Economic Opportunity

Rod R. Blagojevich
Governor

Jack Lavin
Director

December 9, 2003

Mr. Kenny B. Smith
President/CEO
Chicago Better Housing Association
6701 S. Emerald Ave.
Chicago, IL 60621-2509

Re: DCEO Grant # 01-127203 / \$100,000.00

Dear Mr. Smith:

This letter summarizes the preliminary results of the desk monitoring review conducted on 10/03/2003. The purpose of the review was to provide an independent monitoring of your Illinois FIRST grant to ensure compliance with the requirements of the grant agreement and to review your fiscal management.

As a result of the monitoring, it has been determined that the Chicago Better Housing Association is not in compliance with the terms and conditions of DCEO Grant #01-127203. To provide an accurate determination, additional information or explanation is required. Responses to the issues below are requested on or before the close of business on 12/30/2003.

Issue #1 - Records Retention / Interest on Grant Funds

Part V, Section 5.4A, of the grant agreement states:

"...Grantee agrees to provide full access to all relevant materials and to provide copies of same upon request. Failure to maintain books, records and supporting documents required by this Section 5.4 shall establish a presumption in favor of the Department for the recovery of any funds paid by the Department under this Agreement for which adequate books, records and supporting documentation are not available to support their purported disbursement."

The Grantee has failed to supply adequate financial and programmatic records to complete the review.

Recommendation:

The Grantee shall submit the following:

- A copy of the warrant (the grant check), and/or its attached narrative, reflecting the receipt of grant funds. We note the warrant was issued on 02/28/2001.
- Copies of detailed invoices, as well as any other documentation available, to verify the basis for any and all payments made to K.D. Contractors, Inc. (via checks directly to Karen D. Smith). Documentation submitted for the monitoring review to date does not allow an adequate determination as to the specific work accomplished for which payments were made and costs charged to this grant.
- A detailed, notarized written statement from the Grantee's President/CEO, Kenny B. Smith, as to the following:
 - The relationship (if any) between himself and Ms. Karen D. Smith. We note Ms. Smith is listed as the President of K.D. Contractors, Inc., as well as a recused member of the Grantee's Board of Directors at the time of the grant-funded project.
 - Why the address listed for both Kenny B. Smith and the Grantee itself on submitted Bank One Money Market Fund documentation, as well as on IRS records, is the same as the address listed for K.D. Contractors, Inc. on other documentation submitted for this review.

Internet Address <http://www.commerce.state.il.us>

620 East Adams Street
Springfield, Illinois 62701

James R. Thompson Center
100 West Randolph Street, Suite 3-400
Chicago, Illinois 60601

607 East Adams Street
Springfield, Illinois 62701

2309 West Main, Suite 118
Marion, Illinois 62959

217/782-7500
Fax: 217/785-6454 ■ TDD: 800/785-6055

312/814-7179
Fax: 312/814-6732 ■ TDD: 800/419-0667

217/785-2800
Fax: 217/785-2618 ■ TDD: 217/785-0211

618/997-4394
Fax: 618/997-1825 ■ TDD Relay: 800/526-0844

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- Why the signed proposal accepted by Grantee for work associated with this grant-funded project was with K.D. Contractors, Inc. as an entity, while nine of the checks submitted as evidence of expenditures of grant funds were written directly to Karen D. Smith, with another two checks made payable to K.D. Contractors, Inc./ Karen D. Smith (those two were endorsed/cashed solely via the signature of Karen D. Smith).
- The relationship, if any, between the Grantee and the Alpha Temple M.B. Church. We note letterhead of documentation previously submitted for this monitoring review contains both the name of Grantee organization as well as the name of said church. Additionally, the address listed for said church is the same as the address of the Grantee organization.
- Why the dates of approval signatures on the submitted K.D. Contractors, Inc. proposal documentation range from 11/02/2002 (Karen D. Smith's signature on behalf of contractor entity) to 12-1-2003 (signatures of Brian Washington and Janie Thomas on behalf of the Grantee). We note said proposal specifically states "This proposal may be withdrawn by us if not accepted within 30 days".
- A copy of the deposit slip, as well as the complete bank statement, reflecting the deposit of grant funds. This documentation must clearly indicate the interest bearing status of the account, or the Grantee must also provide an official written stipulation from the bank as to the account's interest bearing status.

As a reminder, Part IV, Section 4.2, of the grant agreement states:

"Any interest earned on grant funds provided under this Agreement must be accounted for and returned to the Department in accordance with the directions provided by the Department."

If funds were placed in an interest bearing account, the Grantee must calculate the interest earned and return the calculated amount via check, made payable to DCEO, along with the Close-Out Package you will eventually receive from the Department's Office of Accounting at the end of the grant term. Please send a copy of the reconciliation form, the interest calculations sheet, and repayment documentation, with the grant number clearly noted, to my attention at the address listed below at that time.

Issue #2 - Reporting Requirements (inaccurate quarterly reports)

Part II, Section 2.5(b), of the grant agreement states:

"The Grantee shall submit Quarterly Expense Reports in the format provided by the Department..."

Due to the lack of adequate documentation submitted to date, we are unable to determine the accuracy of quarterly reports on file for this grant. Until such time as all documentation requested within Issue #1, above, is submitted for the monitoring review, we must withhold a determination in regard to this Issue.

Issue #3 - Fiscal Recording/Reporting Requirements (tracking of grant funds)

Part IV, Section 4.5, of the grant agreement states:

"The Grantee is accountable for all funds disbursed under this grant. The Grantee's financial management system shall be structured to provide for accurate, current, and complete disclosure of the expenditure of all funds provided under this agreement. The Grantee shall maintain effective control and accountability over all funds disbursed and equipment, property, or other assets acquired with grant funds. The Grantee shall keep records sufficient to permit the tracing of funds to a level of expenditure adequate to insure that funds have been expended in accordance with the terms of this Agreement."

- Documentation previously submitted for the monitoring review indicates two separate accounts used for the expenditure of grant funds (Bank One "One Sweep Money Market Mutual Fund" Account # [REDACTED] as well as US Bank, NA "Community Interest Checking" Account # [REDACTED], in addition to use of a Bank One "Official Check" (Cashier's Check) #685416504 on 03/14/2003 in the amount of \$18,000.00 payable to "KDD. Contractors, Inc./Karen D, Smith (sic)" We are unable, to date, to determine which account may have been the initial depository of the grant funds.

Recommendation:

The Grantee shall provide a detailed, written explanation as to the differences in accounts utilized, and shall provide documentation including withdrawal and deposit tickets, canceled check copies, as well as bank statements to verify the transfer of grant funds between these and any other accounts involved (including the purchase of the cashier's check). This documentation must clearly indicate the interest bearing status of all accounts involved, or the Grantee must also provide an official written stipulation from the appropriate bank(s) as to the interest bearing status the associated account.

Internal Weaknesses:

Lastly, there were two apparent internal control weaknesses revealed as a result of these monitoring activities.

- Checks for expenditure of funds are not countersigned by a second individual (only one signature required).
- Lack of bonding insurance for your organization, which provides liability coverage for such things as wrongful acts, errors & omissions, etc. on the part of your directors/officers/trustees/employees.

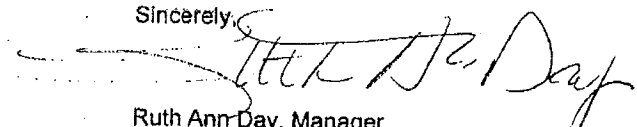
These are not common or generally accepted practices due to the increased potential for loss or misuse of funds. It is a prudent measure to maintain the highest levels of fiscal control possible, and the Department encourages you to take the necessary corrective actions regarding these weaknesses.

Mail all requested documentation, with the grant number clearly noted, to my attention at:

**Ruth Ann Day, Manager
Illinois FIRST Monitoring Unit
620 East Adams St.
Springfield, IL 62701**

Thank you for your continued cooperation during the monitoring review. Please respond to this letter by the date noted above. In addition, any further information you can provide regarding the grant is greatly appreciated. If you should have any questions, please contact our office at 217/785-6132.

Sincerely,


Ruth Ann Day, Manager
Illinois FIRST Grant Monitoring Unit

cc: Jeff Stauter, Manager, Illinois FIRST Unit
Christi DeGroot, Assistant Manager, Office of Accounting

CHICAGO BETTER HOUSING
ASSOCIATION



Alpha Temple M.E. Church
6701 S. Emerald
Chicago, Illinois 60621

Phone: (773) 723-6153
Fax: (773) 723-3331
Email: DDD12@mon.com

RECEIVED

JAN 26 2004

Illinois First Grant Unit

January 9, 2004

Ruth Ann Day, Manager
Illinois First Monitoring Unit
620 East Adams
Springfield, Ill 62701

Dear Ms. Day;

I am writing to you per your letter I received today (1-9-04). I was out of town for the holidays and just received your letter dated 12-9-04 regarding grant#01-127203/\$100,000.00 on 1-9-04 (the date I returned to my office). I'm requesting a 30 day extension from the date I received this letter (1-9-04) in an effort to properly reply to your letter. Chicago Better Housing Association's accountant (Mr. Alois Maurice Bell/CPA) will be handling this matter on our behalf. Please provide him with any documentation he needs in order to answer all of your questions. If you have any questions, please call me at 312-307-5936.

Sincerely,

Kenny B. Smith
President/CEO/Founder

Confirmation Report - Memory Send

Time : Jan-29-2004 10:15
Tel line : 217-557-9883
Name : DCCA IL FIRST

Job number : 970
Date : Jan-29 10:14
To : 917736512715
Document pages : 002
Start time : Jan-29 10:14
End time : Jan-29 10:15
Pages sent : 002
Status : OK

Job number : 970

*** SEND SUCCESSFUL ***



Illinois Department of Commerce and Economic Opportunity

Rod R. Blagojevich
Governor

Jack Lavitt
Director

FAX COVER SHEET

DATE: 1-28-2004

TO: Alois Maurice Bell / CPA -- for Chicago Better Housing Association
FAX NUMBER: 773-651-2715

From: David E. Parr, Grant Monitoring
Fax number: 217-557-9883
Phone number: 217-557-5068
Email: david_parr@commerce.state.il.us

NUMBER OF PAGES TO FOLLOW: 1

COMMENTS:

Following is a copy of the letter mailed today to Mr. Kenney B. Smith, granting an extension of the due date for response to outstanding monitoring issues for Illinois FIRST Grant #01-127203. Per a letter recently submitted to the Department, Mr. Smith has authorized you to handle matters on the behalf of Chicago Better Housing Association.
Please call me if you have any questions in this regard.
Thanks you.

If any pages need to be resent, please call the sender. Otherwise, we will assume this transmittal has been completely received. Thank you.

Internet Address <http://www.commerce.state.il.us>

620 East Adams Street
Springfield, Illinois 62761
217/793-7500
FAX: 217/793-4254 • TDD: 800/793-6053

James R. Thompson Center
100 West Randolph Street, Suite 3-400
Chicago, Illinois 60601
312/414-7177
FAX: 312/414-6722 • TDD: 800/419-0607

607 East Adams Street
Springfield, Illinois 62764-1892
217/793-3800
FAX: 217/793-2018 • TDD: 217/793-0211

2302 West Main, Suite 118
Morton, Illinois 62550
618/997-6094
FAX: 618/997-1825 • TDD Relay: 800/526-0546

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Confirmation Report - Memory Send

Time : Jan-28-2004 11:57
Tel line : 217-557-9883
Name : DCCA IL FIRST

Job number : 927
Date : Jan-28 11:53
To : 917736512714
Document pages : 002
Start time : Jan-28 11:53
End time : Jan-28 11:57
Pages sent : 000
Status : NG BO

Job number : 927

*** SEND FAILED ***



Illinois Department of Commerce and Economic Opportunity

Rod R. Blagojevich
Governor

Jack Levin
Director

FAX COVER SHEET

DATE: 1-28-2004

TO: Alois Maurice Bell / CPA -- for Chicago Better Housing Association
FAX NUMBER: 773-651-2714

From: David E. Parr, Grant Monitoring
Fax number: 217-557-9883
Phone number: 217-557-5068
Email: david_parr@commerce.state.il.us

NUMBER OF PAGES TO FOLLOW: 1

COMMENTS:

Following is a copy of the letter mailed today to Mr. Kenney B. Smith, granting an extension of the due date for response to outstanding monitoring issues for Illinois FIRST Grant #01-127203. Per a letter recently submitted to the Department, Mr. Smith has authorized you to handle matters on the behalf of Chicago Better Housing Association.
Please call me if you have any questions in this regard.
Thanks you.

If any pages need to be resent, please call the sender. Otherwise, we will assume this transmittal has been completely received. Thank you.

Internet Address <http://www.commerce.state.il.us>

620 East Adams Street
Springfield, Illinois 62761
217/282-7500
Fax: 217/282-6634 • TDD: 800/282-6033

James K. Thompson Center
100 West Randolph Street, Suite 2-100
Chicago, Illinois 60601
312/414-0718
Fax: 312/414-0732 • TDD: 800/410-0647

607 East Adams Street
Springfield, Illinois 62704-1802
217/285-2800
Fax: 217/285-2618 • TDD: 217/285-0211

2300 West Main, Suite 119
Morton, Illinois 62526
618/227-4904
Fax: 618/227-1825 • TDD Relay: 800/826-0844

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Illinois Department of Commerce and Economic Opportunity

Rod R. Blagojevich
Governor

Jack Lavin
Director

FAX COVER SHEET

DATE: 1-28-2004

TO: **Alois Maurice Bell / CPA** -- for Chicago Better Housing Association

FAX NUMBER: 773-651-2715

From: **David E. Parr**, Grant Monitoring

Fax number: 217-557-9883

Phone number: 217-557-5068

Email: david_parr@commerce.state.il.us

NUMBER OF PAGES TO FOLLOW: 1

COMMENTS:

Following is a copy of the letter mailed today to Mr. Kenney B. Smith, granting an extension of the due date for response to outstanding monitoring issues for Illinois FIRST Grant #01-127203.

Per a letter recently submitted to the Department, Mr. Smith has authorized you to handle matters on the behalf of Chicago Better Housing Association.

Please call me if you have any questions in this regard.

Thanks you.

If any pages need to be resent, please call the sender. Otherwise, we will assume this transmittal has been completely received. Thank you.

Internet Address <http://www.commerce.state.il.us>

620 East Adams Street
Springfield, Illinois 62701

James R. Thompson Center
100 West Randolph Street, Suite 3-400
Chicago, Illinois 60601

607 East Adams Street
Springfield, Illinois 62704-1892

2309 West Main, Suite 118
Marion, Illinois 62959

217/782-7500
Fax: 217/785-6454 ■ TDD: 800/785-6055

312/814-7179
Fax: 312/814-6732 ■ TDD: 800/419-0667

217/785-2800
Fax: 217/785-2618 ■ TDD: 217/785-0211

618/997-4394
Fax: 618/997-1825 ■ TDD Relay: 800/526-0844

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Illinois Department of Commerce and Economic Opportunity

Rod R. Blagojevich
Governor

Jack Lavin
Director

January 28, 2004

Mr. Kenny B. Smith
President/CEO
Chicago Better Housing Association
6701 S. Emerald Ave.
Chicago, IL 60621-2509

Re: DCEO Grant #01-127203 / \$100,000.00

Dear Mr. Smith:

The Department has granted your request for an extension until **Monday, February 9, 2004**. By the close of business on the aforementioned date, the Department anticipates the submission of documentation regarding Grant # 01-127203 to be complete and accurate. Failure to respond by the above-mentioned date may result in the scheduling of an on-site monitoring review.

Thank you for your cooperation in this matter. If you should have any questions or concerns, please contact our office at 217-557-5068.

Sincerely,

David E. Parr
Illinois FIRST Grant Monitoring Unit

cc: Alois Maurice Bell / CPA

Internet Address <http://www.commerce.state.il.us>

620 East Adams Street
Springfield, Illinois 62701

James R. Thompson Center
100 West Randolph Street, Suite 3-400
Chicago, Illinois 60601

607 East Adams Street
Springfield, Illinois 62701

2309 West Main, Suite 118
Marion, Illinois 62959

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Fax: 217/785-6454 ■ TDD: 800/785-6055

312/814-7179
Fax: 312/814-6732 ■ TDD: 800/419-0667

217/785-2800
Fax: 217/785-2618 ■ TDD: 217/785-0211

618/997-4394
Fax: 618/997-1825 ■ TDD Relay: 800/526-0844

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Alpha Temple M.B. Church
6701 S. Emerald
Chicago, Illinois 60621

Phone: (773) 723-6158
Fax: (773) 723-8351
Email: DDD12@msn.com

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FEB 13 2004

Illinois First Grant Unit

February 9, 2004

Illinois Department of Commerce
and Economic Opportunity
620 East Adams Street
Springfield, Ill 62701
Attention: David Parr

Dear Mr. Parr;

I Kenny B. Smith (President of Chicago Better Housing Association) certify that Karen D. Smith is a family member. I further certify that I am an employee (ONLY) of Chicago Better Housing Association (CBHA) since it was established as a non-for-profit in June/1994.

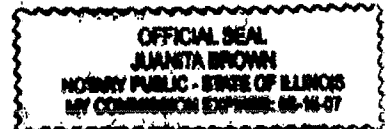
Sincerely;

Kenny B. Smith
President

Subscribed and sworn to before me

this 12 day of FEBRUARY, 2004
at Chicago, County of Cook, State of Illinois.

Notary Public Juanita Brown



ALOIS MAURICE BELL
Certified Public Accountant

RECEIVED

FEB 12 2004

February 12, 2004

Illinois Department of Commerce
and Economic Opportunity
620 East Adams St.
Springfield, IL 62701
Attention: David Parr
Illinois First Monitor Unit

Illinois First Monitor Unit

Received
2/13/04
JGJ

Re: DCEO Grant # 01-127203 / \$100,000.00

Dear Sir:

Listed below and attached are the responses to your letter dated December 9, 2003.

The grantee is supplying the information below in accordance with the Part V General Provisions Section 5.4A.

Issue 1.

A copy of the warrant ... reflecting the receipt of grant funds.

Response

See copy of deposit ticket receipt and a bank statement evidencing deposit of the funds on March 6, 2001.

Issue 2.

Detailed copies of invoices, as well as any other documentation available, to verify the basis for payments made to K. D. Contractors, Inc. as to the specific work accomplished for which payments were made.

Response

The project was divided into phases and as the phases were completed the Contractor submitted invoices specifying the phase of work that had been completed. See the invoice narrative attached to reconcile the work completed with the invoice and the amount paid. The project was periodically inspected and pictures were taken evidencing the stage of completion. The pictures were submitted to the department at an earlier date. Copies of invoices are attached.

Issue 3.

Identify the relationship between Kenny B Smith and Karen D Smith

Response

As set forth in the statement attached, Karen D Smith is a family member.

Issue 4.

"Why the address listed for both Kenny B Smith and the Granteeas well as on IRS records, is the same as the address listed for K.D Contractors, Inc. on other documentation submitted for this review."

Response

The address, 257 W. 60th is a two flat building with a loft. It was also the address of the of the Chicago Better Housing Association when it was first incorporated. At the inception of the organization there were not ample funds to pay rent; therefore, Kenny B Smith donated office space in the building to the organization. Later the church located at 6701 So. Emerald, donated office space for the organization to conduct its affairs.

When the Bank One account was opened, the organization was required to submit evidence of its IRS 501(c)(3) status. The bank assumed the address on the IRS letter was the address of the organization; consequently, they used the 257 W 60th street address. (No change of address had been sent to the IRS.) K.D. Contractors has also been allowed to use office space at 257 W. 60th street.

Issue 5.

Why the signed proposal accepted by the Grantee for work associated with this grant-funded project was with K.D. Contractors, Inc. as an entity while

nine of the checks submitted as evidence of expenditures of grant funds were written directly to Karen D. Smith, with another two checks made payable to K.D. Contractors, Inc./Karen D. Smith (those two were endorsed/cashed solely via the signature of Karen D. Smith).

Response

K.D. Contractors was in the process of incorporating at the time the project was awarded to them. The incorporation was completed and dated August 7, 2003.

Issue 6.

The relationship, if any, between the Grantee and the Alpha Temple M.B. Church.

Response

The Grantee is the recipient of an in kind contribution of rental space donated by the church. There is no other relationship between the Grantee and the church. The name of the church is listed on the stationery as a means of further identifying the location of the organization.

Issue 7.

Why the dates of approval signatures of the submitted K.D. Contractors, Inc. documentation range from 11/02/2002 to 12/01/2003....

We note said proposal specifically states "This proposal may be withdrawn by us if not accepted within 30 days."

Response

The date, 12/01/2003 is a typographical error. The date should be 12/01/2002. The thirty day clause is a typical entry in contracts and when viewed in the context of the correct date, 12/01/2002, is not unreasonable.

Issue 8:
 Payment of interest earned on grant funds.

Response
 The Grantee is aware of the interest provision in the agreement and will abide by it. At the end of the project, the interest will be calculated and paid to the Department.

Issue 9.

Inaccurate quarterly reports.

Response

Amended quarterly reports are attached as well as additional documentation.

Issue 10.

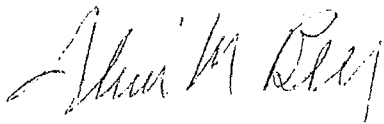
Explanation of the use of two accounts used to receive and expend funds for the project.

Response

Only the two accounts were used to receive and disburse the funds for the project. See Response to Issue 1 regarding the initial receipt of the funds. See Response to Issue 8 regarding the interest due the Department. _____

The internal control weaknesses referred to in your letter will be addressed by the Board of Directors.

Respectfully submitted,



Alois M Bell

REF # 1



Official Receipt

DEPOSITS MAY NOT BE AVAILABLE FOR IMMEDIATE WITHDRAWAL

891093J

Checks and other items received for deposit are subject to the terms and conditions of this bank's rules and regulations governing bank accounts, "Customer Agreement," as they may be amended from time to time. All items accepted for deposit are subject to later count and verification.

U.S. BANK WINDLEY 30111

173 14:50 05/06/01

Checking Deposit
NEW ACCOUNT \$100,000.00

Member FDIC
071-0200 (9/00)

bank.com



P.O. Box 64799
 Saint Paul, Minnesota 55164
 00586 1 1217BA1

Business Statement
 Account Number: [REDACTED]
 Statement Period:
 Mar. 6, 2001
 Through
 Mar. 31, 2001

Page 1 of 1

CHICAGO BETTER HOUSING ASSOCIATION
 257 W. 60TH ST
 CHICAGO IL 60621-3301

For information on your account call (651)244-7770(Minneapolis/St. Paul) or 1-800-673-3555.

Community Interest Checking

Account Summary

	Number of Items		Amount
Previous Balance			
Customer Deposits	1	\$	0.00
Other Deposits	1	+	100,000.00
Other Withdrawals and Fees	1	+	41.08
Checks Paid	0	-	64.59
		-	0.00
New Balance on Mar. 31			\$ 99,976.49

Customer Deposits

Date	Amount	Date	Amount	Date	Amount
Mar. 6	100,000.00				
Total Customer Deposits					\$ 100,000.00

Other Deposits

Date	Description	Amount
Mar. 30	INTEREST PAID THIS PERIOD	41.08
Total Other Deposits		\$ 41.08

Other Withdrawals and Fees

Date	Description	Amount
Mar. 21	CHECK PRINTING CHARGE	64.59
Total Other Withdrawals and Fees		\$- 64.59

Ending Balances

Date	Amount	Date	Amount	Date	Amount
Mar. 6	100,000.00	Mar. 21	99,935.41	Mar. 30	99,976.49

Balances only appear for days reflecting change

K.D.CONTRACTORS, Inc.

257 West 60th Street Chicago, Illinois 60621

◆ ◆ ◆ **INVOICE**

TO: Chicago Better Housing Association
6701 South Emerald
Chicago, Illinois 60621

SHIP TO: Chicago Better Housing Association
6701 South Emerald
Chicago, Illinois 60621

110627	10-10-03	10-10-03		
INVOICE NO.	INVOICE DATE	DATE SHIPPED	SHIPPED VIA	FOB
P.O. NUMBER	PREPAID/COLL.	SALESPERSON	TAX EXEMPT?	EXEMPTION NO.

QTY	ITEM NO.	DESCRIPTION	PRICE	TOTAL
		Phase Two/Site Prep. 99% Complete		\$5,249.59
PLEASE MAKE CHECKS PAYABLE TO:				SUBTOTAL
K.D. CONTRACTORS/KAREN D. SMITH				5249.59
257 WEST 60TH STRET				TAX RATE
Chicago, Illinois 60621				SHIPPING AND HANDLING
				Rush order or other expense
				TOTAL
				5249.59

K.D.CONTRACTORS, Inc.

257 West 60th Street Chicago, Illinois 60621

◆ ◆ ◆ **INVOICE**

TO: Chicago Better Housing Association
6701 South Emerald
Chicago, Illinois 60621

SHIP TO: Chicago Better Housing Association
6701 South Emerald
Chicago, Illinois 60621

11027	2-8-04	2-8-04		
INVOICE NO.	INVOICE DATE	DATE SHIPPED	SHIPPED VIA	FOB
P.O. NUMBER	PREPAID/COLL.	SALESPERSON	TAX EXEMPT?	EXEMPTION NO.

QTY	ITEM NO.	DESCRIPTION	PRICE	TOTAL
		Completion of Phase Two The Englewood Botanical Garden S.E Corner 61st & Princeton (Final Payment)		\$1,587.41
PLEASE MAKE CHECKS PAYABLE TO:				SUBTOTAL
K.D. Contractors Inc.				1587.41
257 West 60th Street				TAX RATE
Chicago, Illinois 60621				SHIPPING AND HANDLING
				Rush order or other expense
				TOTAL
				1587.41

NOT FINAL PAYMENT

CHICAGO BETTER HOUSING ASSOC

257 W. 60TH ST.
CHICAGO, ILL. 60621

1009

PAY TO THE ORDER OF

KAREN D. SMITH

DATE 10-13-03 ²⁻1342
710

FIVE THOUSAND TWO HUNDRED FORTY NINE ⁵⁹/₁₀₀ DOLLARS \$ 249.59



BANK ONE
K.D. CONTRACTORS

FINAL PAYMENT

Karen D. Smith

FOR



MP

Karen D. Smith

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

07 03

07400010

07 JUN 05

087 AM

10/14/03

CHICAGO BETTER HOUSING ASSOCIATION

Alpha Temple M.B. Church
6701 South Emerald
Chicago, Illinois 60621

RECEIVED

MAY 13 2004

Illinois First Grant Unit

May 10, 2004

Illinois Department of Commerce
and Economic Opportunity
Attention: David Parr
620 East Adams Street
Springfield, Illinois 62701

Dear Mr. Parr;

I am writing to you in response to our last phone conversation 4/2004. Chicago Better Housing Association (CBHA) is a non-for-profit (501 c-3) organization. The answers to your phone questions are as follows:

1.) Do CBHA have owners?

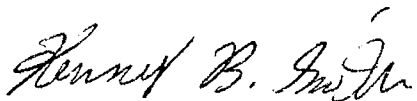
a. No. CBHA's board of directors is solely made up of a volunteer governing board only. No board members ever invested any money, receive money for being a board member, nor will they ever own any part of CBHA. This is in accordance with federal guidelines.

2.) How are decision made for CBHA?

b.) All organizational decisions are made by the majority board members rule. When a decision involves a board member, the board member is omitted from the process.

Enclosed is the additional information you requested regarding grant # 01-127203. Please call me at 312-307-5936 if you have any questions.

Sincerely,



Kenny B. Smith
President/CEO

1010

CHICAGO BETTER HOUSING ASSOC

257 W. 60TH ST.
CHICAGO, ILL 60621

⑆1342
710

DATE 2-8-04

PAY
TO THE
ORDER OF

KAREN D. SMITH

\$ 1,587.41

ONE THOUSAND FIVE HUNDRED EIGHTY SEVEN ⁴¹/₁₀₀ DOLLARS

⑆

BANK ONE.

Bank One, NA
Chicago, Illinois 60670
www.bankone.com

FINAL PAYMENT

Renny B. Smith

FOR K.D. CONTRACTORS, INC.

MP

Karen Smith



>071000505<
LASALLE BANK >071000505<
20040211402806842
E-20 ESN706 PKT3

BANK OF AM
074000010
02/20/04



Alois M. Bell
CERTIFIED PUBLIC ACCOUNTANT
8222 S King Drive Suite 1A
Chicago, IL 60619

Phone (773) 651-2714

Fax (773) 651-2715

FAX TRANSMITTAL SHEET

DATE: May 14, 2004

TO: David Parr

Fax 1-217-557-9883

FROM: Alois MauriceBell, CPA

NUMBER OF PAGES 2 INCLUDING COVER PAGE

MESSAGE: Per our convesation earlier.

Please call me at 773-531-1215 with your decision.

Chicago Better Housing Association

Invoice #	Date	Check #/M/O#	Amount
1	3/10/03	68541650	2,000.00
			<u>2,000.00</u>

Activity	Invoice #	Date	Check #/M/O#	Amount
Clearing & Grubbing	1	3/10/03	68541650	2,000.00
Total				<u>2,000.00</u>

Activity	Invoice #	Date	Check #/M/O#	Amount
Clearing & Grubbing	2	Missing	Missing	2,500.00
Removing existing asphalt and paving				14,783.00
Removal of existing concrete paving				717.00
Total				<u>18,000.00</u>

Activity	Invoice #	Date	Check #/M/O#	Amount
Removal of existing concrete paving	3	3/22/03	1001	10,563.00
Removal of underground debris				2,000.00
Total				<u>12,563.00</u>

Activity	Invoice #	Date	Check #/M/O#	Amount
Install catch basin	4	3/22/2003	1002	13,000.00
Total				<u>13,000.00</u>

Activity	Invoice #	Date	Check #/M/O#	Amount
Install catch basin	5	4/4/03	1003	5,600.00
Install catch basin	6	4/24/03	1004	1,400.00
Trench and install sewer pipe				3,600.00
Total				<u>5,000.00</u>

Activity	Invoice #	Date	Check #/M/O#	Amount
Trench and install sewer pipe	7	5/10/03	1005	10,000.00
Total				<u>10,000.00</u>

Activity	Invoice #	Date	Check #/M/O#	Amount
Trench and install sewer pipe	8	6/23/03	1006	5,000.00
Total				<u>5,000.00</u>

Activity	Invoice #	Date	Check #/M/O#	Amount
Trench and install perforated drain tile and gravel	9	7/27/03	1037	10,000.00
Total				<u>10,000.00</u>

Activity	Invoice #	Date	Check #/M/O#	Amount
Trench and install perforated drain tile and gravel	10	6/22/03	1038	6,000.00
Total				<u>6,000.00</u>

Activity	Invoice #	Date	Check #/M/O#	Amount
Trench and install perforated drain tile and gravel	11	9/4/03	1039	4,000.00
Install street connection				2,000.00
Total				<u>6,000.00</u>

Activity	Invoice #	Date	Check #/M/O#	Amount
Install street connection	12	10/10/03	1009	5,249.58
Total				<u>5,249.58</u>

Activity	Invoice #	Date	Check #/M/O#	Amount
Install street connection	13	2/8/04	1010	250.41
Purchase and install top soil				1,337.00
Total				<u>1,587.41</u>

Activity	Invoice #	Date	Check #/M/O#	Amount
Total				<u>100,000.00</u>



Illinois Department of Commerce and Economic Opportunity

Rod R. Blagojevich
Governor

Jack Lavitt
Director

June 25, 2004

Mr. Kenny B. Smith
President/CEO
Chicago Better Housing Association
6701 S. Emerald Ave.
Chicago, IL 60621-2509

Re: DCEO Grant # 01-127203 / \$100,000.00

Dear Mr. Smith:

We are in receipt of your multiple responses in regard to the review of the above-referenced Illinois FIRST grant. In reviewing your responses, we have made the following determination(s):

Issue #1 - Records Retention / Interest on Grant Funds

We are in receipt of various documentation in response to this issue, including verification that interest was earned on grant funds. We also note the Grantee's acknowledgment that the total amount of interest earned will be calculated at the end of the grant term and returned to the Department along with the Closeout package. We have therefore determined your response to be adequate. *No further action is necessary in regard to this issue.*

Issue #2 - Reporting Requirements (inaccurate quarterly reports)

We are in receipt of revised quarterly expense reports for three quarterly periods, as well as the required expense reports for two subsequent quarterly periods. These reports have been reviewed, processed, and approved. *No further action is necessary in regard to this issue.*

Issue #3 - Fiscal Recording/Reporting Requirements (tracking of grant funds)

We are in receipt of the explanation of the differences in accounts utilized. We have reviewed this documentation and have found it to be adequate. *No further action is necessary in regard to this issue.*

Please continue to comply with Part V of the grant agreement as the Department has reserved access to all relevant materials and retains the right to request copies of all relevant materials for a period of three years following expiration of the grant. This letter does not waive any future monitoring reviews by the Department, and does not reflect any determinations regarding other grants your organization may have had with the Department.

Thank you for your cooperation during the monitoring process. If you should have any questions, please contact David Parr of our office at 217-785-6132.

Sincerely,

Jeff Stauter, Manager
Illinois FIRST Grant Unit

cc: Christi DeGroot, Assistant Manager, Office of Accounting

Internet Address <http://www.commerce.state.il.us>

620 East Adams Street
Springfield, Illinois 62701

James R. Thompson Center
100 West Randolph Street, Suite 3-400
Chicago, Illinois 60601

607 East Adams Street
Springfield, Illinois 62701

2309 West Main, Suite 118
Mazon, Illinois 62959

217/782-7500
Fax: 217/785-6454 • TDD: 800/785-6055

312/814-7179
Fax: 312/814-6732 • TDD: 800/419-0667

217/785-2800
Fax: 217/785-2618 • TDD: 217/785-0211

618/997-4194
Fax: 618/997-1825 • TDD Relay: 800/526-0844

Printed on Recycled and Recyclable Paper

CHICAGO BETTER HOUSING ASSOCIATION

INVOICE NARRATIVE

Garden Site: Entire S/E corner of 61st and Princeton Ave. (One City Block).

Phase One of overall project

1.) The \$2,000.00 (Check # 3003/dated 3-10-03) and the Bank One Money Order \$18,000 (Money Order # 685416504/dated - 3-14-03) was a down payment for:

- a.) Clearing and grubbing - approved amount - \$4,500
- b.) Removal of existing asphalt - approved amount - \$14,783
- c.) Removal of concrete paving - approved amount - \$11,280
- d.) Removal of underground debris - approved amount - \$2,000

Balance due on initial work - \$3,563.

2.) The \$12,563 (Bank One Check # 1001/dated - 3-22-03) and \$13,000 (Bank One Check # 1002) paid off balance of \$3,563.

3.) The \$5,600 (Bank One Check # 1003/dated 4-4-03) payment for following work:

- a.) Install Catch basin (Underground water catch basin) - approved amount \$20,000. Basin is used to prevent flooding and to insure proper water irrigation throughout entire garden site.

4.) The \$5,000 (Bank One Check # 1004/dated 4-24-03), \$10,000 (Bank One Check # 1005/dated 5-10-03) and \$5,000 (Bank One Check # 1006/dated 6-23-03) paid off phase one and start phase two.

Phase Two of overall project

5.) The \$10,000 (Bank One Check # 1037/dated 7-27-03) paid for work as follows:

- a.) Trench and install sewer pipes (Connect water catch basin to city sewer lines) - approved amount \$18,600.
- b.) Trench and install perforated drain tile and gravel (perforated drain tile is used to further improve proper irrigation and the gravel bed helps to prevent underground stability of pipes) approved amount. \$20,000
- c.) Install street connection (Secondary system for water run off) - approved amount - \$7,000
- d.) Purchase of and install of top soil - approved amount - \$1,337.

The \$6,000 (Bank One Check # 1038/dated 8-22-03) and \$6,000 (Bank One Check # 1039) payments on balance.

Balance owed on work completed as of Sept. 30 2003 is \$7,250.

RECEIVED
AUG 31 2005

OFFICE OF AUDITS

Chicago Better Housing Association, Inc.

AUDIT REPORT

06-30-04

 Chicago Better Housing Assoc. Oct 05 157

ALOIS MAURICE BELL
Certified Public Accountant

To the Board of Directors
Chicago Better Housing Association, Inc.

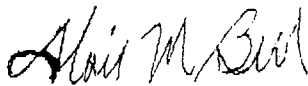
Independent Auditor's Report

We have audited the accompanying statement of revenues and expenditures of grant # 01-127203, Chicago Better Housing Association, Inc. (a nonprofit organization) as of June 30, 2004. The financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in government auditing standards, issued by the comptroller general of the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the statements are free of material misstatement. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the revenue and expenditures. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion the statement referred to above present fairly in all material respects the financial position of grant # 01-27203 as of June 30, 2004 in conformity with accounting principles generally accepted in the United States of America.

Alois Maurice Bell
Certified Public Accountant



Chicago, Illinois
August 31, 2004

ALOIS MAURICE BELL
Certified Public Accountant

Board President & Members
Chicago Better Housing Association, Inc.

Independent Accountant's Report

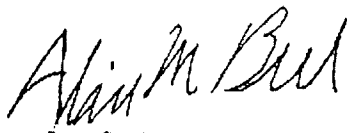
We have affirmed Chicago Better Housing Association, Inc. compliance with the audit requirements of Illinois Department of Commerce and Economic Opportunity grant #01-127203, including the attached Revenue and Expenditure Statement with budget comparison during the period ending 06/30/04. Management is responsible for Chicago Better Housing Association's compliance with those requirements. Our responsibility is to express an opinion on Chicago Better Housing Association, Inc. compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and accordingly, included examining, on a test basis, evidence about Chicago Better Housing Association's compliance with the following requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination does not provide a legal determination of Chicago Better Housing Association's compliance with the following requirements:

1. The grantee completed the activities in the Scope of Work within the grant term.
2. The grantee obtained prior written approval from the Department for material changes from the performance of the activities described in the Scope of Work.
3. The grantee expended grant funds within the grant period.
4. The grantee adhered to the grant budget.
5. The grantee obtained prior written approvals from the Department for any material variances in it's expenditure of grant funds.
6. The grantee adequately accounted for the receipts and expenditures of grant funds.
7. The grantee returned grant funds and interest to the Department in accordance with the provisions of the grant agreement.
8. The amounts reported in the grantee's close out package are traceable to its general ledger.

In our opinion Chicago Better Housing Association, Inc. complies, in all material respects, with the aforementioned requirements.

Alois Maurice Bell


Certified Public Accountant
7/30/05

Chicago Better Housing Association, Inc.
Grantee # 01-127203

Statement of Revenue and Expenditures,
Budget Versus Actual

Period ending 06/30/04

	Budget	Actual	Difference
Grant Revenue	100,000	100,000	0
Grant Interest		413.00	413.00 - <i>Retain</i>
Grant Expenditures			
Clearing & Grubbing	4,500	4,500	0
Remove existing asphalt & paving	14,783	14,783	0
Removal of concrete paving	11,280	11,280	0
Removal of underground debris	2,000	2,000	0
Install catch basin	20,000	20,000	0
Trench & install sewer pipes	18,600	18,600	0
Trench & install drain tile & gravel	20,000	20,000	0
Install street connection	7,500	7,500	0
Purchase of & install top soil	<u>1,337</u>	<u>1,337</u>	<u>0</u>
Total Expenditures	100,000	100,000	413.00
Excess of Revenue/Interest	\$	\$413.00	\$413.00

Note to Statement of Revenue and Expenditures, Budget Versus Actual-
Chicago Better Housing Association, Inc. complied, in all material
respects, with the compliance requirements of Section 2.1 grant agreement
01-127203. No exceptions.



ILLINOIS DEPARTMENT OF COMMERCE AND ECONOMIC OPPORTUNITY

ROD R. BLAGOJEVICH
GOVERNOR

JACK LAVIN
DIRECTOR

December 16, 2004

Mr. Kenny Smith, President
Chicago Better Housing Associa
C/O Chicago Better Housing Associa
6701 S EMERALD AVE
Chicago, IL 60621-2509

Re: Subgrant No. 01-127203 Close-Out Package

Dear Mr. Smith:

The Department is in receipt of the close-out package you submitted in connection with the above referenced grant. Based upon the information provided in your close-out package, we have determined that you are in compliance with the close-out requirements of your grant agreement.

Notwithstanding, it is important for you to continue to comply with the provisions of Part V of the agreement which require that you (i) retain all records documenting the expenditure of grant funds for a period of three years following expiration of the grant term, and (ii) cooperate with any audit conducted by the Department, or the State Auditor General during this three year period.

Nothing in this letter should be construed as a waiver of the Department's rights under the agreement to pursue any and all legal remedies available to it, including, but not limited to recovery of grant funds, if, as the result of any programmatic or financial review currently in process, any compliance or financial audit submitted after the expiration date of the agreement, or any audit conducted during the three-year records retention period we determine that:

- * ineligible expenditures of funds provided under this grant were made during the grant term;
- * the information that you included in your close-out package was fraudulent or false when submitted; or
- * you have otherwise failed to comply with material provisions of the grant agreement.

Thank you for your cooperation in this matter.

Sincerely,

Christi DeGroot
Assistant Manager
Accounting Office

CC: Patty Hughes
Close-Out File

Internet Address <http://www.commerce.state.il.us>

820 East Adams Street
Springfield, Illinois 62701

James R. Thompson Center
100 West Randolph Street, Suite 3-400
Chicago, Illinois 60601

607 East Adams Street
Springfield, Illinois 62701

2309 West Main, Suite 118
Merion, Illinois 62909

217/782-7500
FAX: 217/785-6484 TDD: 800/785-6056

312/814-7179
FAX: 312/814-6732 TDD: 800/419-0667

217/786-2800
FAX: 217/786-2618 TDD: 217/786-0211

618/997-6384
FAX: 618/997-1826 TDD: 800/526-0844

LOGGED

ILLINOIS DEPARTMENT OF COMMERCE AND ECONOMIC OPPORTUNITY
OFFICE OF ACCOUNTING

FORM DCEO-C-0

GRANTEES SUBMITTAL OF CLOSE-OUT DOCUMENTS

Grant No.: 01-127203 Grant Period: 07/01/2000 thru 06/30/2004

Name: Chicago Better Housing Associa

Forms Required	Identification of Document	Document Enclosed
C-0-1	1. Reconciliation Statement	<input checked="" type="checkbox"/>
C-0-2	2. Final Expenditure Summary	<input checked="" type="checkbox"/>
C-0-3	3. Grantee's Release	<input checked="" type="checkbox"/>
C-0-4	4. Refund Check Breakout	<input checked="" type="checkbox"/>
C-0-5	5. Grantee's Assignment of Refunds, Rebates & Credits	<input checked="" type="checkbox"/>
C-0-6	6. Status Report	<input checked="" type="checkbox"/>

Jeff Stanley
12/6/04

Grant Close-Out Certification Statement

To the best of my knowledge and belief, the Financial Statements contained in this close out package accurately represent the financial position of this grant. The Statements are presented in conformity with Generally Accepted Accounting Principles and there are no transactions that have not been properly recorded.

I certify that I have full signature authority to sign the attached close-out report on behalf of this agency.

Kenneth B. Smith / 8-11-04
Authorized Signature Date

President
Title

(Directions on Reverse Side)

* REVISIONS MADE PER TELECON W/K. SMITH

JP 8-16-04

FORM DCEO-C-0-1

ILLINOIS DEPARTMENT OF COMMERCE AND ECONOMIC OPPORTUNITY
OFFICE OF ACCOUNTING

RECONCILIATION STATEMENT

Grant No.: 01-127203 Grant Period: 07/01/2000 thru 06/30/2004

Name: Chicago Better Housing Associa

	<u>CASH BALANCE</u>
1. Beginning Cash on Hand	-0-
2. Total Amount of Grant money received	\$100,000
3. Total Cash Available (line 1 + 2)	\$100,000
4. Less: Total Costs (Per Expenditure Summary Total Form DCEO-C-0-2)	0 100,000 *
5. Balance of Cash On Hand (line 3 - 4)	-0-

	<u>GRANT BALANCE</u>
6. Total Grant Amount (Including all modifications)	\$100,000
7. Total Grant Amount Received from D.C.E.O.	\$100,000
8. Unexpended Amount of Grant (line 6 - 7)	-0-

<u>Report of Grant Principal</u>	
9. <u>Grant Principal</u>	
a. Total Grant Amount (Including all Modifications)	a) + <u>\$100,000</u>
b. Total Interest Earned	b) + <u>\$412.59</u>
c. Total Grant Amount plus Interest (a + b) = (c)	<u>\$100,412.59</u>
<u>Less: Costs Incurred under Grant</u>	
d. Total Grant Amount Expended	d) + <u>\$100,000</u>
e. Total Interest Expended (If grant agreement allows)	e) + <u>-0-</u>
f. Total Costs Incurred (d + e) = (f)	<u>\$100,000</u>
<u>Equals: Unexpended Funds to be Returned to D.C.E.O.</u>	
g. Balance of Grant Amount	g) + \$100,000 0 *
h. Balance of Interest Earned	h) + <u>\$412.59</u>
i. Total Unexpended Grant Amount and Interest (g + h) = (i)	<u>\$412.59</u>

(Directions on Reverse Side)

ILLINOIS DEPARTMENT OF COMMERCE AND ECONOMIC OPPORTUNITY
OFFICE OF ACCOUNTING

FORM DCEO-C-0-4

REFUND CHECK BREAKOUT

Grant No.: 01-127203 Grant Period: 07/01/2000 thru 06/30/2004

Name: Chicago Better Housing Associa

DOLLAR AMOUNT

1. Balance of DCEO Grant Amount
(Must equal Line No. 9g from the
Reconciliation Statement - Form
DCEO-C-0-1) \$ ~~100,000.00~~ *
2. Unexpended Interest or Interest
earned on funds received.
Must refer to your grant agreement
to determine interest requirements.
(Must equal line 9h as stated in the
Reconciliation Statement - Form
DCEO-C-0-1). \$ 412.59
3. Total Amount of Refund Check due DCEO
(Line 1 plus line 2. Must equal line
9i as stated in the Reconciliation
Statement - Form DCEO-C-0-1) \$ ~~100,412.59~~ 412.59 *

(DIRECTIONS ON REVERSE SIDE)

ILLINOIS DEPARTMENT OF COMMERCE AND ECONOMIC OPPORTUNITY
OFFICE OF ACCOUNTING

GRANTEE'S ASSIGNMENT OF REFUNDS AND CREDITS

Grant No.: 01-127203 Grant Period: 07/01/2000 thru 06/30/2004

Name: Chicago Better Housing Associa

Pursuant to the terms of Grant Agreement No. 01-127203
and in consideration of the reimbursement of costs and payment of fee,
as provided in the said Grant and any assignment thereunder

Chicago Better Housing Associa
C/O Chicago Better Housing Associa
6701 S EMERALD AVE
Chicago, IL 60621-2509

hereinafter called the Grantee does hereby:

1. Assign, transfer, set over and release to the Department of Commerce and Economic Opportunity all right, title and interest to all refunds and credits or other amounts (including any interest thereon) due or which may become due, and forward promptly to the Department of Commerce and Economic Opportunity checks (made payable to the Department of Commerce and Economic Opportunity) for any proceeds so collected. The reasonable costs of any such action to effect collection shall constitute allowable costs when approved by the Grantor as stated in the said grant and may be applied to reduce any amounts otherwise payable to the Department of Commerce and Economic Opportunity under the terms hereof.
2. Agree to cooperate fully with the Department of Commerce and Economic Opportunity as to any claims or suit in connection with such refunds and credits or other amounts due: to execute any protest, pleading, application, power of attorney or other papers in connection therewith; and to permit the Department of Commerce and Economic Opportunity to represent it in any hearing, trial or other proceeding arising out of such claim or suit.

FORM DCED-C-0-6

ILLINOIS DEPARTMENT OF COMMERCE AND ECONOMIC OPPORTUNITY
ILLINOIS FIRST PROGRAM
FINAL STATUS REPORT

Grant No.: 01-127203 Grant Period: 07/01/2000 thru 06/30/2004

Name: Chicago Better Housing Associa

FEIN: [REDACTED]

Describe Activities Completed or Services Delivered with Grant Funds:
(Activities defined in Part III, Scope of Work in the Grant Agreement)

- Clearing and grubbing.
- Remove existing paving.
- Removal of Concrete paving
- Removal of underground debris.
- Install catch dasin.
- Treach and install sewer pipes.
- Trench and install pererated drain tile/graval.
- Install street connection.
- Purchase of and install top soil.

(Garden site prep project emcompasses the entire block of 61st place & Princeton Avn.)

Number of Persons Directly Benefiting or Served by the Project: 40 families

Number of New Permanent Jobs Created by the Project: -0-

Number of Temporary Jobs Created by the Project: 10

Number of Permanent Jobs RETAINED by the Project: -0-

Amount of Federal Match Funds Expended on the Project: \$ -0-

Amount of Local Match Funds Expended on the Project: \$ -0-

Amount of State Funds Expended (not including this grant) on the Project: \$ 100,000

I hereby certify that the information and data in the Final Status Report are true and correct to the best of the Grantee's (and the authorized representative's) knowledge and belief.

Kenny B. Smith Title President

Name of Authorized Representative (Print/Type)

Kenny B. Smith Date 8-11-04

Signature of Authorized Representative