

Sen. Jacqueline Y. Collins

Filed: 2/28/2013

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1	AMENDMENT TO SENATE BILL 1602
2	AMENDMENT NO Amend Senate Bill 1602 by replacing
3	everything after the enacting clause with the following:
4	"Section 5. The Code of Civil Procedure is amended by
5	changing Sections 9-121, 9-205, 9-207, 15-1202.5, 15-1506,
6	15-1508, 15-1508.5, 15-1701, 15-1703, and 15-1704 and by adding
7	Section 9-207.5 as follows:
8	(735 ILCS 5/9-121)
9	Sec. 9-121. Sealing of court file.
10	(a) Definition. As used in this Section, "court file" means
11	the court file created when a forcible entry and detainer
12	action is filed with the court.
13	(b) Discretionary sealing of court file. The court may
14	order that a court file in a forcible entry and detainer action
15	be placed under seal if the court finds that the plaintiff's
16	action is sufficiently without a basis in fact or law, which

1 may include a lack of jurisdiction, that placing the court file 2 under seal is clearly in the interests of justice, and that 3 those interests are not outweighed by the public's interest in 4 knowing about the record.

5 (c) Mandatory sealing of court file. The court file 6 relating to a forcible entry and detainer action brought 7 against a tenant <u>under Section 9-207.5 of this Code or as set</u> 8 <u>forth in subdivision (h)(5) of Section 15-1701 of this Code</u> 9 <u>shall be placed under seal</u> who would have lawful possession of 10 the premises but for the foreelosure on the property shall be 11 sealed pursuant to Section 15-1701.

12 (Source: P.A. 96-1131, eff. 7-20-10.)

13 (735 ILCS 5/9-205) (from Ch. 110, par. 9-205)

Sec. 9-205. Notice to terminate tenancy from year to year. Except as provided in Section 9-206 <u>and Section 9-207.5</u> of this Act, in all cases of tenancy from year to year, 60 days' notice, in writing, shall be sufficient to terminate the tenancy at the end of the year. The notice may be given at any time within 4 months preceding the last 60 days of the year. (Source: P.A. 82-280.)

21 (735 ILCS 5/9-207) (from Ch. 110, par. 9-207)

22 Sec. 9-207. Notice to terminate tenancy for less than a 23 year.

24 (a) Except as provided in Section 9-207.5 of this Code, in

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1 In all cases of tenancy from week to week, where the tenant 2 holds over without special agreement, the landlord may 3 terminate the tenancy by 7 days' notice, in writing, and may 4 maintain an action for forcible entry and detainer or 5 ejectment.

6 (b) Except as provided in Section 9-207.5 of this Code, in 7 In all cases of tenancy for any term less than one year, other 8 than tenancy from week to week, where the tenant holds over 9 without special agreement, the landlord may terminate the 10 tenancy by 30 days' notice, in writing, and may maintain an 11 action for forcible entry and detainer or ejectment. 12 (Source: P.A. 82-280.)

13 (735 ILCS 5/9-207.5 new)

14 Sec. 9-207.5. Termination of tenancies after foreclosure. 15 In the case of a foreclosure under Article 15 of this Code, the landlord may terminate a tenancy established prior to the 16 confirmation of sale under Section 15-1508 of this Code only 17 18 (i) at the end of the term of the lease agreement by 90 days' 19 written notice issued not earlier than 90 days prior to the end 20 of the term of the lease; or (ii) in the case of a month to month or week to week tenancy, by 90 days' written notice. 21 22 Nothing in this Section shall abrogate the rights of a landlord 23 to terminate a tenancy under Sections 9-118, 9-119, 9-120, 24 9-209, or 9-210 of this Code.

1	(735 ILCS 5/15-1202.5)
2	Sec. 15-1202.5. Dwelling unit. For the purposes of Sections
3	<u>15-1506,</u> 15-1508, 15-1508.5, <u>15-1701,</u> 15-1703, and 15-1704
4	only, "dwelling unit" means a room or suite of rooms providing
5	complete, independent living facilities for at least one
6	person, including permanent provisions for sanitation,
7	cooking, eating, sleeping, and other activities routinely
8	associated with daily life.
9	(Source: P.A. 96-111, eff. 10-29-09; 97-575, eff. 8-26-11.)
10	(735 ILCS 5/15-1506) (from Ch. 110, par. 15-1506)
11	Sec. 15-1506. Judgment.
12	(a) Evidence. In the trial of a foreclosure, the evidence
13	to support the allegations of the complaint shall be taken in
14	open court, except:
15	(1) where an allegation of fact in the complaint is not
16	denied by a party's verified answer or verified
17	counterclaim, or where a party pursuant to subsection (b)
18	of Section 2-610 of the Code of Civil Procedure states, or
19	is deemed to have stated, in its pleading that it has no
20	knowledge of such allegation sufficient to form a belief
21	and attaches the required affidavit, a sworn verification
22	of the complaint or a separate affidavit setting forth such
23	fact is sufficient evidence thereof against such party and
24	no further evidence of such fact shall be required; and
25	(2) where all the allegations of fact in the complaint

have been proved by verification of the complaint or affidavit, the court upon motion supported by an affidavit stating the amount which is due the mortgagee, shall enter a judgment of foreclosure as requested in the complaint.

5 (b) Instruments. In all cases the evidence of the 6 indebtedness and the mortgage foreclosed shall be exhibited to 7 the court and appropriately marked, and copies thereof shall be 8 filed with the court.

9 (c) Summary and Default Judgments. Nothing in this Section 10 15-1506 shall prevent a party from obtaining a summary or 11 default judgment authorized by Article II of the Code of Civil 12 Procedure.

13 (d) Notice of Entry of Default. When any judgment in a 14 foreclosure is entered by default, notice of such judgment 15 shall be given in accordance with Section 2-1302 of the Code of 16 Civil Procedure.

(e) Matters Required in Judgment. A judgment of foreclosure shall include the last date for redemption and all rulings of the court entered with respect to each request for relief set forth in the complaint. The omission of the date for redemption shall not extend the time for redemption or impair the validity of the judgment.

(f) Special Matters in Judgment. Without limiting the general authority and powers of the court, special matters may be included in the judgment of foreclosure if sought by a party in the complaint or by separate motion. Such matters may

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include, without limitation:

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(1) a manner of sale other than public auction;

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(2) a sale by sealed bid;

4 (3) an official or other person who shall be the
5 officer to conduct the sale other than the one customarily
6 designated by the court;

7 (4) provisions for non-exclusive broker listings or
8 designating a duly licensed real estate broker nominated by
9 one of the parties to exclusively list the real estate for
10 sale;

(5) the fees or commissions to be paid out of the sale proceeds to the listing or other duly licensed broker, if any, who shall have procured the accepted bid;

14 (6) the fees to be paid out of the sale proceeds to an 15 auctioneer, if any, who shall have been authorized to 16 conduct a public auction sale;

17 (7) whether and in what manner and with what content
18 signs shall be posted on the real estate;

19 (8) a particular time and place at which such bids20 shall be received;

(9) a particular newspaper or newspapers in which
 notice of sale shall be published;

(10) the format for the advertising of such sale,
including the size, content and format of such advertising,
and additional advertising of such sale;

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(11) matters or exceptions to which title in the real

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estate may be subject at the sale;

(12) a requirement that title insurance in a specified
form be provided to a purchaser at the sale, and who shall
pay for such insurance;

5 (13) whether and to what extent bids with mortgage or
6 other contingencies will be allowed;

7 (14) such other matters as approved by the court to
8 ensure sale of the real estate for the most commercially
9 favorable price for the type of real estate involved.

10 (q) Agreement of the Parties. If all of the parties agree in writing on the minimum price and that the real estate may be 11 sold to the first person who offers in writing to purchase the 12 13 real estate for such price, and on such other commercially 14 reasonable terms and conditions as the parties may agree, then 15 the court shall order the real estate to be sold on such terms, 16 subject to confirmation of the sale in accordance with Section 17 15 - 1508.

(h) Postponement of Proving Priority. With the approval of the court prior to the entry of the judgment of foreclosure, a party claiming an interest in the proceeds of the sale of the mortgaged real estate may defer proving the priority of such interest until the hearing to confirm the sale.

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(i) Effect of Judgment and Lien.

(1) Upon the entry of the judgment of foreclosure, all
 rights of a party in the foreclosure against the mortgagor
 provided for in the judgment of foreclosure or this Article

1 shall be secured by a lien on the mortgaged real estate, 2 which lien shall have the same priority as the claim to 3 which the judgment relates and shall be terminated upon 4 confirmation of a judicial sale in accordance with this 5 Article.

6 (2) Upon the entry of the judgment of foreclosure, the 7 rights in the real estate subject to the judgment of 8 foreclosure of (i) all persons made a party in the 9 foreclosure and (ii) all nonrecord claimants given notice 10 in accordance with paragraph (2) of subsection (c) of 11 Section 15-1502, shall be solely as provided for in the 12 judgment of foreclosure and in this Article.

13 (3) Entry of a judgment of foreclosure does not 14 terminate or otherwise affect the rights or interest of any 15 occupant of a dwelling unit who has a lease or tenancy 16 resulting from an arm's length transaction and who is not 17 the mortgagor, whether or not the occupant has been made a 18 party in the foreclosure.

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19 (Source: P.A. 85-907.)
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(735 ILCS 5/15-1508) (from Ch. 110, par. 15-1508)
Sec. 15-1508. Report of Sale and Confirmation of Sale.
(a) Report. The person conducting the sale shall promptly
make a report to the court, which report shall include a copy
of all receipts and, if any, certificate of sale.

25 (b) Hearing. Upon motion and notice in accordance with

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1 court rules applicable to motions generally, which motion shall not be made prior to sale, the court shall conduct a hearing to 2 3 confirm the sale. Unless the court finds that (i) a notice 4 required in accordance with subsection (c) of Section 15-1507 5 was not given, (ii) the terms of sale were unconscionable, (iii) the sale was conducted fraudulently, or (iv) justice was 6 7 otherwise not done, the court shall then enter an order 8 confirming the sale. The confirmation order shall include a 9 name, address, and telephone number of the holder of the 10 certificate of sale or deed issued pursuant to that certificate or, if no certificate or deed was issued, the purchaser, whom a 11 12 municipality or county may contact with concerns about the real 13 estate. The confirmation order may also:

(1) approve the mortgagee's fees and costs arising between the entry of the judgment of foreclosure and the confirmation hearing, those costs and fees to be allowable to the same extent as provided in the note and mortgage and in Section 15-1504;

19 (2) provide for a personal judgment against any party20 for a deficiency; and

(3) determine the priority of the judgments of parties
who deferred proving the priority pursuant to subsection
(h) of Section 15-1506, but the court shall not defer
confirming the sale pending the determination of such
priority.

26 (b-5) Notice with respect to residential real estate. With

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1 respect to residential real estate, the notice required under 2 subsection (b) of this Section shall be sent to the mortgagor 3 even if the mortgagor has previously been held in default. In 4 the event the mortgagor has filed an appearance, the notice 5 shall be sent to the address indicated on the appearance. In 6 all other cases, the notice shall be sent to the mortgagor at 7 the common address of the foreclosed property. The notice shall 8 be sent by first class mail. Unless the right to possession has 9 been previously terminated by the court, the notice shall 10 include the following language in 12-point boldface 11 capitalized type:

12 IF YOU ARE THE MORTGAGOR (HOMEOWNER), YOU HAVE THE RIGHT TO 13 REMAIN IN POSSESSION FOR 30 DAYS AFTER ENTRY OF AN ORDER OF 14 POSSESSION, IN ACCORDANCE WITH SECTION 15-1701(c) OF THE 15 ILLINOIS MORTGAGE FORECLOSURE LAW.

16 (b-10) Notice of confirmation order sent to municipality or county. A copy of the confirmation order required under 17 18 subsection (b) shall be sent to the municipality in which the foreclosed property is located, or to the county within the 19 20 boundary of which the foreclosed property is located if the 21 foreclosed property is located in an unincorporated territory. 22 A municipality or county must clearly publish on its website a 23 single address to which such notice shall be sent. If a 24 municipality or county does not maintain a website, then the 25 municipality or county must publicly post in its main office a 26 single address to which such notice shall be sent. In the event 09800SB1602sam001 -11- LRB098 09678 HEP 41039 a

that a municipality or county has not complied with the publication requirement in this subsection (b-10), then such notice to the municipality or county shall be provided pursuant to Section 2-211 of the Code of Civil Procedure.

5 (c) Failure to Give Notice. If any sale is held without 6 compliance with subsection (c) of Section 15-1507 of this Article, any party entitled to the notice provided for in 7 paragraph (3) of that subsection (c) who was not so notified 8 9 may, by motion supported by affidavit made prior to 10 confirmation of such sale, ask the court which entered the 11 judgment to set aside the sale. Any such party shall quarantee or secure by bond a bid equal to the successful bid at the 12 13 prior sale, unless the party seeking to set aside the sale is 14 the mortgagor, the real estate sold at the sale is residential 15 real estate, and the mortgagor occupies the residential real 16 estate at the time the motion is filed. In that event, no quarantee or bond shall be required of the mortgagor. Any 17 18 subsequent sale is subject to the same notice requirement as 19 the original sale.

(d) Validity of Sale. Except as provided in subsection (c) of Section 15-1508, no sale under this Article shall be held invalid or be set aside because of any defect in the notice thereof or in the publication of the same, or in the proceedings of the officer conducting the sale, except upon good cause shown in a hearing pursuant to subsection (b) of Section 15-1508. At any time after a sale has occurred, any 09800SB1602sam001 -12- LRB098 09678 HEP 41039 a

party entitled to notice under paragraph (3) of subsection (c) of Section 15-1507 may recover from the mortgagee any damages caused by the mortgagee's failure to comply with such paragraph (3). Any party who recovers damages in a judicial proceeding brought under this subsection may also recover from the mortgagee the reasonable expenses of litigation, including reasonable attorney's fees.

8 (d-5) Making Home Affordable Program. The court that 9 entered the judgment shall set aside a sale held pursuant to 10 Section 15-1507, upon motion of the mortgagor at any time prior 11 to the confirmation of the sale, if the mortgagor proves by a preponderance of the evidence that (i) the mortgagor has 12 13 applied for assistance under the Making Home Affordable Program 14 established by the United States Department of the Treasury 15 pursuant to the Emergency Economic Stabilization Act of 2008, 16 as amended by the American Recovery and Reinvestment Act of 2009, and (ii) the mortgaged real estate was sold in material 17 violation of the program's requirements for proceeding to a 18 19 judicial sale. The provisions of this subsection (d-5), except 20 for this sentence, shall become inoperative on January 1, 2014 for all actions filed under this Article after December 31, 21 22 2013, in which the mortgagor did not apply for assistance under 23 the Making Home Affordable Program on or before December 31, 24 2013.

(e) Deficiency Judgment. In any order confirming a sale
 pursuant to the judgment of foreclosure, the court shall also

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1 enter a personal judgment for deficiency against any party (i) 2 if otherwise authorized and (ii) to the extent requested in the 3 complaint and proven upon presentation of the report of sale in 4 accordance with Section 15-1508. Except as otherwise provided 5 in this Article, a judgment may be entered for any balance of 6 money that may be found due to the plaintiff, over and above the proceeds of the sale or sales, and enforcement may be had 7 for the collection of such balance, the same as when the 8 9 judgment is solely for the payment of money. Such judgment may 10 be entered, or enforcement had, only in cases where personal 11 service has been had upon the persons personally liable for the 12 mortgage indebtedness, unless they have entered their 13 appearance in the foreclosure action.

(f) Satisfaction. Upon confirmation of the sale, the judgment stands satisfied to the extent of the sale price less expenses and costs. If the order confirming the sale includes a deficiency judgment, the judgment shall become a lien in the manner of any other judgment for the payment of money.

19 (a) The order confirming the sale shall include, 20 notwithstanding any previous orders awarding possession during 21 the pendency of the foreclosure, an award to the purchaser of 22 possession of the mortgaged real estate, as of the date 30 days after the entry of the order, against the parties to the 23 24 foreclosure whose interests have been terminated.

25 An order of possession authorizing the removal of a person 26 from possession of the mortgaged real estate shall be entered 09800SB1602sam001 -14- LRB098 09678 HEP 41039 a

1 and enforced only against those persons personally named as 2 individuals in the complaint or the petition under subsection (h) of Section 15-1701. However, no order of possession issued 3 4 under this Section shall be entered against an occupant of a 5 dwelling unit of the mortgaged real estate who has been 6 personally named in the foreclosure if that occupant is not the mortgagor and has a lease or tenancy resulting from an arm's 7 length transaction. An and in the order of possession and shall 8 9 not be entered and enforced against any person who is only 10 generically described as an unknown owner or nonrecord claimant 11 or by another generic designation in the complaint.

Notwithstanding the preceding paragraph, the failure to 12 personally name, include, or seek an award of possession of the 13 mortgaged real estate against a person in the confirmation 14 15 order shall not abrogate any right that the purchaser may have 16 to possession of the mortgaged real estate and to maintain a proceeding against that person for possession under Article 9 17 of this Code or, if applicable, under subsection (h) of Section 18 15-1701; and possession against a person who (1) has not been 19 20 personally named as a party to the foreclosure and (2) has not been provided an opportunity to be heard in the foreclosure 21 22 proceeding may be sought only by maintaining a proceeding under Article 9 of this Code or, if applicable, under subsection (h) 23 24 of Section 15-1701.

(h) With respect to mortgaged real estate containing 5 ormore dwelling units, the order confirming the sale shall also

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1 provide that (i) the mortgagor shall transfer to the purchaser 2 the security deposits, if any, that the mortgagor received to secure payment of rent or to compensate for damage to the 3 4 mortgaged real estate from any current occupant of a dwelling 5 unit of the mortgaged real estate, as well as any statutory 6 interest that has not been paid to the occupant, and (ii) the mortgagor shall provide an accounting of the security deposits 7 8 that are transferred, including the name and address of each occupant for whom the mortgagor holds the deposit and the 9 10 amount of the deposit and any statutory interest.

11 (Source: P.A. 96-265, eff. 8-11-09; 96-856, eff. 3-1-10; 12 96-1245, eff. 7-23-10; 97-333, eff. 8-12-11; 97-575, eff. 13 8-26-11; 97-1159, eff. 1-29-13.)

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(735 ILCS 5/15-1508.5)

Sec. 15-1508.5. Notice by holder or purchaser to known occupants of dwelling units of mortgaged real estate.

17 (a) The holder of the certificate of sale or deed issued
18 pursuant to that certificate or, if no certificate or deed was
19 issued, the purchaser, shall:

(1) following the judicial sale under Section 15-1507,
but no later than 21 days after the confirmation of sale
under Section 15-1508, make a good faith effort to
ascertain the identities and addresses of all occupants of
dwelling units of the mortgaged real estate; and

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(2) following the order confirming sale under Section

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1 15-1508, but no later than 21 days after the order 2 confirming sale, notify all known occupants of dwelling 3 units of the mortgaged real estate that the holder or 4 purchaser has acquired the mortgaged real estate. The 5 notice shall be in writing and shall:

6 (i) identify the occupant being served by the name 7 known to the holder or purchaser;

8 (ii) inform the occupant that the mortgaged real 9 estate at which the dwelling unit is located is the 10 subject of a foreclosure and that control of the 11 mortgaged real estate has changed;

(iii) provide the name, address, and telephone number of an individual or entity whom the occupants may contact with concerns about the mortgaged real estate or to request repairs of that property;

16 (iv) include the following language, or language
17 that is substantially similar: "This is NOT a notice to
18 vacate the premises. You may wish to contact a lawyer
19 or your local legal aid or housing counseling agency to
20 discuss any rights that you may have."; and

(v) include the name of the case, the case number,
and the court where the order confirming the sale has
been entered; and.

24(vi) provide instructions on the method of payment25of future rent, if applicable.

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(b) The written notice required by subsection (a) of this

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Section shall be served by delivering a copy thereof to the known occupant, or by leaving the same with some person of the age of 13 years or upwards who is residing on or in possession of the premises, or by sending a copy of the notice to the known occupant by first-class mail, addressed to the occupant by the name known to the holder or purchaser.

7 (c) In the event that the holder or purchaser ascertains 8 the identity and address of an occupant of a dwelling unit of 9 the mortgaged real estate more than 21 days after the 10 confirmation of sale under Section 15-1508, the holder or 11 purchaser shall provide the notice required by subparagraph (2) 12 of subsection (a) within 7 days of ascertaining the identity 13 and address of the occupant.

(d)(i) A holder or purchaser who fails to comply with 14 15 subsections (a), (b), and (c) may not collect any rent due and 16 owing from a known occupant, or terminate a known occupant's tenancy for non-payment of such rent, until the holder or 17 purchaser has served the notice described in paragraph (2) of 18 subsection (a) of this Section upon the known occupant. After 19 20 providing such notice, the holder or purchaser may collect any and all rent accruing after service of the notice otherwise due 21 22 and owing the holder or purchaser from the known occupant and 23 may terminate the known occupant's tenancy for non-payment of 24 such rent if the holder or purchaser otherwise has such right 25 to terminate.

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(ii) An occupant who previously paid rent for the current

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1 rental period to the mortgagor, or other entity with the 2 authority to operate, manage, and conserve the mortgaged real 3 estate at the time of payment, shall not be held liable for 4 that rent by the holder or purchaser, and the occupant's 5 tenancy shall not be terminated for non-payment of rent for 6 that rental period.

7 (e) Within 21 days of the confirmation of sale under 8 Section 15-1508, the holder or purchaser shall post a written 9 notice on the primary entrance of each dwelling unit subject to 10 the foreclosure action. This notice shall:

(i) inform occupant that the dwelling unit is the subject of a foreclosure action and that control of the mortgaged real estate has changed;

14 (ii) include the following language: "This is NOT a 15 notice to vacate the premises."; and

16 (iii) provide the name, address, and telephone number 17 of the individual or entity whom occupants may contact with 18 concerns about the mortgaged real estate or to request 19 repairs of the property; and.

20 (iv) provide instructions on the method of payment of
 21 future rent, if applicable.

(f) (i) The provisions of subsection (d) of this Section shall be the exclusive remedy for the failure of a holder or purchaser to provide notice to a known occupant under this Section.

26 (ii) This Section shall not abrogate any right that a

holder or purchaser may have to possession of the mortgaged real estate and to maintain a proceeding against an occupant of a dwelling unit for possession under Article 9 of this Code or subsection (h) of Section 15-1701.

5 (iii) In the event that the holder or purchaser is a 6 mortgagee in possession of the mortgaged real estate pursuant 7 to Section 15-1703 at the time of the confirmation of sale and 8 has complied with requirements of subsection (a-5) of Section 9 15-1703, the holder or purchaser is excused from the 10 requirements of subsections (a) and (e) of this Section.

(iv) A holder or purchaser is not required to provide the notice required by this Section to a mortgagor or party against whom an order of possession has been entered authorizing the removal of the mortgagor or party pursuant to subsection (g) of Section 15-1508.

16 (Source: P.A. 96-111, eff. 10-29-09.)

17 (735 ILCS 5/15-1701) (from Ch. 110, par. 15-1701)

18 Sec. 15-1701. Right to possession.

19 (a) General. The provisions of this Article shall govern 20 the right to possession of the mortgaged real estate during 21 foreclosure. Possession under this Article includes physical 22 possession of the mortgaged real estate to the same extent to 23 which the mortgagor, absent the foreclosure, would have been 24 entitled to physical possession. For the purposes of Part 17, 25 real estate is residential real estate only if it is

residential real estate at the time the foreclosure is
 commenced.

3 (b) Pre-Judgment. Prior to the entry of a judgment of 4 foreclosure:

5 (1) In the case of residential real estate, the 6 mortgagor shall be entitled to possession of the real 7 estate except if (i) the mortgagee shall object and show 8 good cause, (ii) the mortgagee is so authorized by the 9 terms of the mortgage or other written instrument, and 10 (iii) the court is satisfied that there is a reasonable probability that the mortgagee will prevail on a final 11 12 hearing of the cause, the court shall upon request place 13 the mortgagee in possession. If the residential real estate 14 consists of more than one dwelling unit, then for the 15 purpose of this Part residential real estate shall mean 16 only that dwelling unit or units occupied by persons described in clauses (i), (ii) and (iii) of Section 17 18 15-1219.

19 (2) In all other cases, if (i) the mortgagee is so 20 authorized by the terms of the mortgage or other written 21 instrument, and (ii) the court is satisfied that there is a 22 reasonable probability that the mortgagee will prevail on a 23 final hearing of the cause, the mortgagee shall upon 24 request be placed in possession of the real estate, except 25 that if the mortgagor shall object and show good cause, the 26 court shall allow the mortgagor to remain in possession.

(c) Judgment Through 30 Days After Sale Confirmation. After
 the entry of a judgment of foreclosure and through the 30th day
 after a foreclosure sale is confirmed:

4 (1)Subsection (b) of Section 15-1701 shall be 5 applicable, regardless of the provisions of the mortgage or other instrument, except that after a sale pursuant to the 6 7 judgment the holder of the certificate of sale (or, if 8 none, the purchaser at the sale) shall have the mortgagee's 9 right to be placed in possession, with all rights and 10 duties of a mortgagee in possession under this Article.

(2) Notwithstanding paragraph (1) of subsection (b) 11 12 and paragraph (1) of subsection (c) of Section 15-1701, 13 upon request of the mortgagee, a mortgagor of residential 14 real estate shall not be allowed to remain in possession 15 between the expiration of the redemption period and through 30th day after sale confirmation unless (i) 16 the the 17 mortgagor pays to the mortgagee or such holder or 18 purchaser, whichever is applicable, monthly the lesser of 19 the interest due under the mortgage calculated at the 20 mortgage rate of interest applicable as if no default had 21 occurred or the fair rental value of the real estate, or 22 (ii) the mortgagor otherwise shows good cause. Any amounts 23 paid by the mortgagor pursuant to this subsection shall be 24 credited against the amounts due from the mortgagor.

(d) After 30 Days After Sale Confirmation. The holder ofthe certificate of sale or deed issued pursuant to that

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1 certificate or, if no certificate or deed was issued, the purchaser, except to the extent the holder or purchaser may 2 3 consent otherwise, shall be entitled to possession of the 4 mortgaged real estate, as of the date 30 days after the order 5 confirming the sale is entered, against those parties to the 6 foreclosure whose interests the court has ordered terminated, without further notice to any party, further order of the 7 8 court, or resort to proceedings under any other statute other 9 than this Article. This right to possession shall be limited by 10 the provisions governing entering and enforcing orders of 11 possession under subsection (q) of Section 15-1508. If the holder or purchaser determines that there are occupants of the 12 13 mortgaged real estate who have not been made parties to the foreclosure and had their interests terminated therein, the 14 15 holder or purchaser may bring a proceeding under subsection (h) 16 of this Section, if applicable, or under Article 9 of this Code to terminate the rights of possession of any such occupants. 17 The holder or purchaser shall not be entitled to proceed 18 against any such occupant under Article 9 of this Code until 19 20 after 30 days after the order confirming the sale is entered.

(e) Termination of Leases. A lease of all or any part of the mortgaged real estate shall not be terminated automatically solely by virtue of the entry into possession by (i) a mortgagee or receiver prior to the entry of an order confirming the sale, (ii) the holder of the certificate of sale, (iii) the holder of the deed issued pursuant to that certificate, or (iv) 1 if no certificate or deed was issued, the purchaser at the 2 sale.

(f) Other Statutes; Instruments. The provisions of this 3 4 Article providing for possession of mortgaged real estate shall 5 supersede any other inconsistent statutory provisions. In particular, and without limitation, whenever a receiver is 6 sought to be appointed in any action in which a foreclosure is 7 8 also pending, a receiver shall be appointed only in accordance 9 with this Article. Except as may be authorized by this Article, 10 no mortgage or other instrument may modify or supersede the 11 provisions of this Article.

(q) Certain Leases. Leases of the mortgaged real estate 12 13 entered into by a mortgagee in possession or a receiver and 14 approved by the court in a foreclosure shall be binding on all 15 parties, including the mortgagor after redemption, the 16 purchaser at a sale pursuant to a judgment of foreclosure and any person acquiring an interest in the mortgaged real estate 17 18 after entry of a judgment of foreclosure in accordance with 19 Sections 15-1402 and 15-1403.

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(h) Proceedings Against Certain Occupants.

(1) The mortgagee-in-possession of the mortgaged real
estate under Section 15-1703, a receiver appointed under
Section 15-1704, a holder of the certificate of sale or
deed, or the purchaser may, at any time during the pendency
of the foreclosure and up to 90 days after the date of the
order confirming the sale, file a supplemental petition for

possession against a person not personally named as a party 1 2 the foreclosure. The supplemental petition to for 3 possession shall name each such occupant against whom possession is sought and state the facts upon which the 4 5 claim for relief is premised. This subsection (h) does not apply to any occupant of a dwelling unit of the mortgaged 6 7 real estate who has a lease or tenancy resulting from an 8 arm's length transaction and who is not the mortgagor.

9 (2) The petitioner shall serve upon each named occupant 10 the petition, a notice of hearing on the petition, and, if any, a copy of the certificate of sale or deed. The 11 termination of 12 proceeding for the such occupant's 13 possessory interest, including service of the notice of the 14 hearing and the petition, shall in all respects comport 15 with the requirements of Article 9 of this Code, except as otherwise specified in this Section. The hearing shall be 16 no less than 21 days from the date of service of the 17 notice. 18

19 (3) The supplemental petition shall be heard as part of 20 the foreclosure proceeding and without the payment of 21 additional filing fees. An order for possession obtained 22 under this Section shall name each occupant whose interest 23 has been terminated, shall recite that it is only effective 24 as to the occupant so named and those holding under them, 25 and shall be enforceable for no more than 120 days after 26 its entry, except that the 120-day period may be extended to the extent and in the manner provided in Section 9-117
of Article 9 and except as provided in item (4) of this
subsection (h).

In a case of foreclosure where the occupant is 4 (4) current on his or her rent, or where timely written notice 5 of to whom and where the rent is to be paid has not been 6 7 provided to the occupant, or where the occupant has made 8 good-faith efforts to make rental payments in order to keep 9 current, any order of possession must allow the occupant to 10 retain possession of the property covered in his or her rental agreement (i) for 120 days following the notice of 11 the hearing on the supplemental petition that has been 12 13 properly served upon the occupant, or (ii) through the 14 duration of his or her lease, whichever is shorter, 15 provided that if the duration of his or her lease is less than 30 days from the date of the order, the order shall 16 17 allow the occupant to retain possession for 30 days from 18 the date of the order. A mortgagee in possession, receiver, 19 holder of a certificate of sale or deed, or purchaser at 20 the judicial sale, who asserts that the occupant is not 21 current in rent, shall file an affidavit to that effect in 22 the supplemental petition proceeding. If the occupant has 23 been given timely written notice of to whom and where the 24 rent is to be paid, this item (4) shall only apply if the 25 occupant continues to pay his or her rent in full during 26 the 120-day period or has made good-faith efforts to pay 1 full during the rent in that period. No mortgagee-in-possession, receiver or 2 -holderof 3 certificate of sale or deed, or purchaser who fails to file 4 a supplemental petition under this subsection during the 5 pendency of a mortgage foreclosure shall file a forcible 6 entry and detainer action against an occupant of the 7 mortgaged real estate until 90 days after a notice of intent to file such action has been properly served 8 9 the occupant.

10 The court records relating to a supplemental (5) petition for possession filed under this subsection (h) 11 against an occupant who is entitled to notice under item 12 (4) of this subsection (h), or relating to a forcible entry 13 14 and detainer action brought against an occupant who would 15 have lawful possession of the premises but for the 16 foreclosure of a mortgage on the property, shall be ordered sealed and shall not be disclosed to any person, other than 17 18 a law enforcement officer or any other representative of a 19 governmental entity, except upon further order of the 20 court.

21

(i) Occupants of Dwelling Units.

(1) The holder of the certificate of sale, the holder of the deed issued pursuant to that certificate, or if no certificate or deed was issued, the purchaser at the sale shall: (i) assume the lease or tenancy of the mortgaged real estate resulting from an arm's length transaction

1	entered into prior to the confirmation of sale under
2	Section 15-1508 of this Code; (ii) assume any federal,
3	state, or local housing subsidy contract for the dwelling
4	unit for the duration of the contract or the assumed lease,
5	whichever is shorter; (iii) assume his or her interest in
6	the mortgaged real estate subject to the rights of any
7	occupant; and (iv) not terminate the occupancy or any
8	occupant's tenancy except pursuant to Article 9 of this
9	Code.
10	(2) A receiver, mortgagee, or holder of the certificate
11	of sale, the holder of the deed issued pursuant to that
12	certificate, or if no certificate or deed was issued, the
13	purchaser at the sale who offers any money or other
14	valuable consideration to an occupant of a dwelling unit as
15	an incentive to vacate the premises shall tender the offer
16	in writing along with a notice in the manner set forth in
17	paragraph (3) of this subsection (i). The offer shall: (i)
18	offer an amount that is at least either 3 times the
19	security deposit and interest that would be due to the
20	occupant under State or local law upon the termination of
21	the tenancy, or 3 months' rent, whichever is greater; (ii)
22	not require an occupant to vacate the premises earlier than
23	14 days after acceptance of the offer; (iii) not require
24	the occupant to perform any other obligation that is not
25	already required under the law or any lease or tenancy in
26	existence prior to the offer; (iv) not demand the waiver or

1 <u>forfeiture of any other rights or remedies the occupant may</u>
2 <u>have under the law; and (v) not misrepresent the occupant's</u>
3 right to continued possession of the dwelling unit.

(3) A notice accompanying an offer tendered under 4 5 paragraph (2) of this subsection shall be headed in bold 14-point type "CASH-FOR-KEYS OFFER", and shall state the 6 following in 14-point type: "THIS IS AN OFFER FOR A 7 8 MONETARY PAYMENT IN EXCHANGE FOR VACATING THE PREMISES. 9 THIS IS NOT A DEMAND TO VACATE, AND YOU DO NOT HAVE TO 10 ACCEPT THESE TERMS. You cannot be asked to vacate sooner than 14 days from the date you accept any offer, and you 11 12 cannot be asked to do more than your lease or tenancy already requires. If you choose not to accept this offer, 13 14 only a judge can end your lease or tenancy. You may wish to 15 contact a lawyer or your local legal aid agency to discuss any rights that you may have." 16

17 (4) A person whose rights have been violated under this subsection may bring an action seeking: (i) all equitable 18 19 and legal relief, including punitive damages; (ii) an 20 amount that is the equivalent of 3 months' rent at the 21 subject property under any tenancy or lease that was 22 entered into prior to the confirmation of sale in addition to \$1000 per violation; and (iii) reasonable attorney's 23 24 fees and costs.

25 (5) This subsection does not apply to the mortgagor or
 26 other person whose possessory interest in the property is

1	terminated under Section 15-1508 of this Article.
2	(6) Nothing in this subsection shall be interpreted to
3	limit any code or ordinance of any unit of local government
4	that provides greater or additional protections to
5	occupants.
6	(Source: P.A. 95-262, eff. 1-1-08; 95-933, eff. 8-26-08; 96-60,
7	eff. 7-23-09; 96-111, eff. 10-29-09; 96-1000, eff. 7-2-10.)
8	(735 ILCS 5/15-1703) (from Ch. 110, par. 15-1703)
9	Sec. 15-1703. Mortgagee in Possession.
10	(a) Powers and Duties. A mortgagee placed in possession of
11	the real estate pursuant to Section 15-1701 or Section 15-1702
12	shall have:
13	(1) such power and authority with respect to the real
14	estate and other property subject to the mortgage,
15	including the right to receive the rents, issues and
16	profits thereof, as may have been conferred upon the
17	mortgagee by the terms of the mortgage or other written
18	instrument authorizing the taking of possession;
19	(2) all other rights and privileges of a mortgagee in
20	possession under law not inconsistent herewith; and
21	(3) the same powers, duties and liabilities as a
22	receiver appointed for the real estate in accordance with
23	this Article. If an order placing a mortgagee in possession
24	is modified, revoked or set aside, the mortgagee shall not
25	be liable for any damages to the extent such damages arise

solely out of the fact that the mortgagor was removed from
 possession or that the mortgagee was placed in possession.
 (a-5) Notice to occupants.

4 (1) Following the order placing the mortgagee in 5 possession of the mortgaged real estate, but no later than 6 21 days after the entry of such order, the mortgagee in 7 possession shall make a good faith effort to ascertain the 8 identities and addresses of all occupants of dwelling units 9 of the mortgaged real estate.

10 (2) Following the order placing the mortgagee in 11 possession of the mortgaged real estate, but no later than 12 21 days after the entry of such order, the mortgagee in 13 possession shall notify all known occupants of dwelling 14 units of the mortgaged real estate that the mortgagee has 15 taken possession of the mortgaged real estate. The notice 16 shall be in writing and shall:

17 (i) identify the occupant being served by the name18 known to the mortgagee in possession;

(ii) inform the occupant that the mortgaged real estate at which the dwelling unit is located is the subject of a foreclosure action and that control of the mortgaged real estate has changed;

(iii) provide the name, address, and telephone number of the individual or entity whom occupants may contact with concerns about the mortgaged real estate or to request repairs of that property; 9

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1 (iv) include the following language, or language 2 that is substantially similar: "This is NOT a notice to 3 vacate the premises. You may wish to contact a lawyer 4 or your local legal aid or housing counseling agency to 5 discuss any rights that you may have."; and

6 (v) include the name of the case, the case number, 7 and the court where the foreclosure action is pending<u>;</u> 8 <u>and</u>-

(vi) provide instructions on the method of payment of future rent, if applicable.

(3) The written notice required by item (2) of this 11 subsection (a-5) shall be served by delivering a copy 12 13 thereof to the known occupant, or by leaving the same with 14 some person of the age of 13 years or upwards, who is 15 residing on or in possession of the premises; or by sending a copy of the notice to the known occupant by first-class 16 mail, addressed to the occupant by the name known to the 17 mortgagee in possession. 18

19 (4) In the event that a mortgagee in possession 20 ascertains the identity and address of an occupant of a 21 dwelling unit of the mortgaged real estate more than 21 22 days after being placed in possession of the mortgaged real 23 estate pursuant to Section 15-1703, the mortgagee in possession shall provide the notice required by item (2) of 24 25 this subsection (a-5) within 7 days of ascertaining the 26 identity and address of the occupant.

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1 (5) (i) A mortgagee in possession who fails to comply with items (1), (2), (3), and (4) of this subsection (a-5)2 3 may not collect any rent due and owing from a known occupant, or terminate a known occupant's tenancy for 4 5 non-payment of such rent, until the mortgagee in possession has served the notice described in item (2) of this 6 7 subsection (a-5) upon the known occupant. After providing 8 such notice, the mortgagee in possession may collect any 9 and all rent accruing after service of the notice otherwise 10 due and owing the mortgagee in possession from the known occupant and may terminate the known occupant's tenancy for 11 non-payment of such rent if the mortgagee in possession 12 13 otherwise has such right to terminate.

14 (ii) An occupant who previously paid rent for the 15 current rental period to the mortgagor, or other entity 16 with the authority to operate, manage, and conserve the 17 mortgaged real estate at the time of payment, shall not be 18 held liable for that rent by the mortgagee in possession, 19 and the occupant's tenancy shall not be terminated for 20 non-payment of rent for that rental period.

(6) Within 21 days of the order placing the mortgagee in possession of the mortgaged real estate, the mortgagee in possession shall post a written notice on the primary entrance of each dwelling unit subject to the foreclosure action that informs the occupants that the mortgagee in possession is now operating and managing the mortgaged real

1	estate. This notice shall:
2	(i) inform occupant that the dwelling unit is the
3	subject of a foreclosure action and that control of the
4	mortgaged real estate has changed;
5	(ii) include the following language: "This is NOT a
6	notice to vacate the premises."; and
7	(iii) provide the name, address, and telephone
8	number of the individual or entity whom occupants may
9	contact with concerns about the mortgaged real estate
10	or to request repairs of the property; and \cdot
11	(iv) provide instructions on the method of payment
12	of future rent, if applicable.
13	(7)(i) The provisions of item (5) of this subsection
14	(a-5) shall be the exclusive remedy for the failure of a
15	mortgagee in possession to provide notice to a known
16	occupant under this Section.
17	(ii) This Section shall not abrogate any right that a
18	mortgagee in possession may have to possession of the
19	mortgaged real estate and to maintain a proceeding against
20	an occupant of a dwelling unit for possession under Article
21	9 of this Code or subsection (h) of Section 15-1701.
22	(b) Fees and Expenses. A mortgagee in possession shall not
23	be entitled to any fees for so acting, but shall be entitled to
24	reimbursement for reasonable costs, expenses and third party
25	management fees incurred in connection with such possession.
26	(Source: P.A. 96-111, eff. 10-29-09.)

1 (735 ILCS 5/15-1704) (from Ch. 110, par. 15-1704)

2 Sec. 15-1704. Receivers.

3 (a) Receiver. Notwithstanding the provisions of 4 subsections (b), (c) and (d) of Section 15-1701, and except as 5 provided in Section 15-1702, upon request of any party and a 6 showing of good cause, the court shall appoint a receiver for 7 the mortgaged real estate.

8 (b) Powers. A receiver appointed pursuant to this Article 9 shall have possession of the mortgaged real estate and other 10 property subject to the mortgage during the foreclosure, shall 11 have full power and authority to operate, manage and conserve 12 such property, and shall have all the usual powers of receivers 13 in like cases. Without limiting the foregoing, a receiver shall 14 have the power and authority to:

15 (1) secure tenants and execute leases for the real 16 estate, the duration and terms of which are reasonable and 17 customary for the type of use involved, and such leases shall have the same priority as if made by the owner of the 18 19 real estate; but, unless approved by the Court, the receiver shall not execute oil, gas or other mineral 20 21 leases, or (even if otherwise allowed by law) leases 22 extending beyond the time of the receiver's possession; provided, however, with respect to residential real estate 23 24 leased by the receiver, nothing in this Section shall 25 affect the legal rights of any lessee with respect to the 1 safety and habitability of the residential real estate;

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(2) collect the rents, issues and profits from the

mortgaged real estate;

4 (3) insure the mortgaged real estate against loss by
5 fire or other casualty;

6 (4) employ counsel, custodians, janitors and other 7 help; and

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(5) pay taxes which may have been or may be levied against the mortgaged real estate.

10 (c) Duties. A receiver appointed pursuant to this Article 11 must manage the mortgaged real estate as would a prudent person, taking into account the effect of the receiver's 12 13 management on the interest of the mortgagor. A receiver may, 14 without an order of the court, delegate managerial functions to 15 a person in the business of managing real estate of the kind 16 involved who is financially responsible, not related to the mortgagee or receiver and prudently selected. However, the 17 18 receiver shall remain responsible to the mortgagor or other persons for the acts or omissions of such management agent. 19 20 When fees are paid to such a management agent, the receiver's 21 fees may be adjusted to the extent the court deems appropriate. 22 In managing the mortgaged real estate and other property 23 subject to the mortgage, a receiver or receiver's delegate, to 24 the extent the receiver receives sufficient receipts from the 25 mortgaged real estate, such other property or other sources, 26 except to the extent ordered otherwise by the court:

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(1) shall maintain the existing casualty and liability insurance required in accordance with the mortgage or applicable to the real estate and other property subject to the mortgage at the time the receiver took possession;

5 (2) shall use reasonable efforts to maintain the real 6 estate and other property subject to the mortgage in at 7 least as good condition as existed at the time the receiver 8 took possession, excepting reasonable wear and tear and 9 damage by any casualty;

10 (2.5) shall accept all rental payments from an occupant 11 of the mortgaged property, and any payments from a third 12 party or any rental assistance program in support of an 13 occupant's housing;

(3) shall apply receipts to payment of ordinary
operating expenses, including royalties, rents and other
expenses of management;

(4) shall pay any shared or common expense assessments
due to any association of owners of interests in real
estate to the extent that such assessments are or may
become a lien against the mortgaged real estate;

(5) may pay the amounts due under any mortgage if the
 mortgagee thereof is not a party in the foreclosure;

(6) may carry such additional casualty and liability insurance as is reasonably available and reasonable as to amounts and risks covered;

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(7) may make other repairs and improvements necessary

to comply with building, housing, and other similar codes or with existing contractual obligations affecting the mortgaged real estate;

4 (8) may hold receipts as reserves reasonably required
5 for the foregoing purposes; and

6 (9) may take such other actions as may be reasonably 7 necessary to conserve the mortgaged real estate and other 8 property subject to the mortgage, or as otherwise 9 authorized by the court.

10 (d) Allocation of Receipts. Receipts received from 11 operation of the real estate and other property subject to the 12 mortgage by the receiver shall be applied in the following 13 order of priority.

14 (1) to reimbursement of the receiver for all reasonable 15 costs and expenses incurred by the receiver or the 16 receiver's delegates;

17 (2) to payment of insurance premiums authorized in
 18 paragraph (1) of subsection (c) of Section 15-1704;

19 (3) to payment of the receiver's delegates of any 20 reasonable management fees for managing real estate of the 21 type involved;

(4) to payment of receiver's fees allowed by the court;
(5) to payment of expenses authorized in paragraphs
(2), (3) and (4) of subsection (c) of Section 15-1704;

25 (6) to payment of amounts authorized in paragraph (5)
26 of subsection (c) of Section 15-1704;

1 (7) to payment of expenses authorized in paragraphs (6) and (7) of subsection (c) of Section 15-1704; and 2 (8) the balance, if any, shall be held or disbursed as 3 ordered by the court. 4 5 (e) Non-Liability for Allocations. A receiver shall in no event be liable to any person for the allocation of, or failure 6 to allocate, receipts to possible expenditures within the same 7 8 priority category. 9 (f) Notice to occupants. 10 (1) Following an order appointing a receiver pursuant to Section 15-1704, but no later than 21 days after the 11 entry of such order, the appointed receiver shall make a 12

13 good faith effort to ascertain the identities and addresses 14 of all occupants of dwelling units of the mortgaged real 15 estate.

16 (2) Following an order appointing a receiver pursuant 17 to Section 15-1704, but no later than 21 days after the 18 entry of such order, the appointed receiver shall notify 19 all known occupants of dwelling units of the mortgaged real 20 estate that the receiver has been appointed receiver of the 21 mortgaged real estate. Such notice shall be in writing and 22 shall:

(i) identify the occupant being served by the nameknown to the receiver;

(ii) inform the occupant that the mortgaged real
 estate at which the dwelling unit is located is the

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subject of a foreclosure action and that control of the
 mortgaged real estate has changed;

3 (iii) provide the name, address, and telephone 4 number of the individual or entity whom occupants may 5 contact with concerns about the mortgaged real estate 6 or to request repairs of that property;

7 (iv) include the following language, or language
8 that is substantially similar: "This is NOT a notice to
9 vacate the premises. You may wish to contact a lawyer
10 or your local legal aid or housing counseling agency to
11 discuss any rights that you may have."; and

12 (v) include the name of the case, the case number,
13 and the court where the foreclosure action is pending;
14 and:

(vi) provide instructions on the method of payment of future rent, if applicable.

17 (3) The written notice required by item (2) of this subsection (f) shall be served by delivering a copy thereof 18 19 to the known occupant, or by leaving the same with some 20 person of the age of 13 years or upwards, who is residing 21 on or in possession of the premises; or by sending a copy 22 of the notice to the known occupant by first-class mail, 23 addressed to the occupant by the name known to the 24 receiver.

(4) In the event that a receiver ascertains the
 identity and address of an occupant of a dwelling unit of

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1 the mortgaged real estate more than 21 days after 2 appointment pursuant to Section 15-1704, the receiver 3 shall provide the notice required by item (2) of this 4 subsection (f) within 7 days of ascertaining the identity 5 and address of the occupant.

(5) (i) A receiver who fails to comply with items (1), 6 7 (2), (3), and (4) of this subsection (f) may not collect 8 any rent due and owing from a known occupant, or terminate 9 a known occupant's tenancy for non-payment of such rent, 10 until the receiver has served the notice described in item (2) of this subsection (f) upon the known occupant. After 11 12 providing such notice, the receiver may collect any and all 13 rent accruing after service of the notice otherwise due and 14 owing the receiver from the known occupant and may 15 terminate the known occupant's tenancy for non-payment of such rent if the receiver otherwise has such right to 16 17 terminate.

18 (ii) An occupant who previously paid rent for the 19 current rental period to the mortgagor, or other entity 20 with the authority to operate, manage, and conserve the 21 mortgaged real estate at the time of payment, shall not be 22 held liable for that rent by the receiver, and the 23 occupant's tenancy shall not be terminated for non-payment 24 of rent for that rental period.

(6) Within 21 days of appointment, the receiver shall
 post a written notice on the primary entrance of each

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dwelling unit subject to the foreclosure action that informs occupants that the receiver has been appointed to operate and manage the property. This notice shall:

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4 (i) inform occupant that the dwelling unit is the 5 subject of a foreclosure action and that control of the 6 mortgaged real estate has changed;

7 (ii) include the following language: "This is NOT a
8 notice to vacate the premises."; and

9 (iii) provide the name, address, and telephone 10 number of the individual or entity whom occupants may 11 contact with concerns about the mortgaged real estate 12 or to request repairs of the property; and.

13(iv) provide instructions on the method of payment14of future rent, if applicable.

15 (7)(i) The provisions of item (5) of this subsection
16 (f) shall be the exclusive remedy for the failure of a
17 receiver to provide notice to a known occupant under this
18 Section.

(ii) This Section shall not abrogate any right that a
receiver may have to possession of the mortgaged real
estate and to maintain a proceeding against an occupant of
a dwelling unit for possession under Article 9 of this Code
or subsection (h) of Section 15-1701.

(g) Increase of rents. Notwithstanding any other provision of this Article, a receiver shall not charge an occupant of the mortgaged real estate a rental amount above that which the 09800SB1602sam001 -42- LRB098 09678 HEP 41039 a

1 occupant had been paying for use and occupancy of the mortgaged real estate prior to the appointment of a receiver without 2 3 leave of court. The court may allow an increase of rent if, 4 upon motion by the receiver, the court finds by a preponderance 5 of the evidence, that the increase of rent is necessary to operate, manage, and conserve the mortgaged real estate 6 pursuant to this Section. A list of the current rents for each 7 8 unit in the mortgaged real estate, and a list of the proposed 9 rent increase for each of those units, must be attached to a 10 motion for a rent increase under this subsection (q). All 11 occupants of the mortgaged real estate who may be affected by the motion for a rent increase, if not otherwise entitled to 12 13 notice, shall be notified in writing of the nature of the motion, the date and time of the motion, and the court where 14 15 the motion will be heard. Such notice shall be by personal 16 service or first-class mail. In the event that the receiver and an occupant of a dwelling unit agree to a rent increase for 17 dwelling unit, the receiver is excused from the 18 that 19 requirements of this subsection (q) as to that dwelling unit. 20 Nothing in this subsection (g) shall alter the terms of any 21 lease agreement.

(h) Removal. The court may remove a receiver upon a showing of good cause, in which case a new receiver may be appointed in accordance with subsection (b) of Section 15-1702 and subsection (a) of Section 15-1704.

26 (Source: P.A. 96-111, eff. 10-29-09.)

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Section 99. Effective date. This Act takes effect upon
 becoming law.".