GS & TJ Services, Inc.

Property Inspection Report



1234 N Apple Ave, Chicago, IL 60600 Inspection prepared for: Leon Sample Real Estate Agent: Commercial Agent - Commercial Brokerage

> Date of Inspection: 5/6/2013 Time: 12:00PM Age of Home: 25 Size: 40,000 sq ft Weather: Rainy This is a sample Commercial property report

Inspector: Leon Slack
NACHI # 11071803 BPI Building Analyst # 5047563
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Report Summary

Heating and Coo	ling	
Page 13 Item: 1	Heating and Ventilation	, General concern that some storage rooms do not seem to have heat supply source and may need additional heating source during winter.
Parking lot		
Page 37 Item: 1	Parking lot condition	Asphalt surface badly allegatoring. Recommend resurfacing

General Information

1. Property Description

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Observations:

Building Size:
Property Type:
Clear Ceiling Height:
Lot Size: 30,000 SF Warehouse 13 ft. 40,000 SF

Electricity/Power - 800 A Fire Sprinkler system noted 800 AMP 3PH 220 &110

Roof

- I. The inspector inspected, if present:
- A. The roof covering.
- B. For presence of exposed membrane.
- C. Slopes
- D. For evidence of significant ponding.
- E. The gutters
- F. The downspouts.
- G. The vents, flashings, skylights, chimney and other roof penetrations.
- H. The general structure of the roof from the readily accessible panels, doors or stairs.
- I. For the need for repairs.

As with all areas of the building, we recommend that you carefully examine the roof immediately prior to closing the deal. Always ask the seller about the age and history of the roof. On any building that is over 3 years old, experts recommend that you obtain a roof certification from an established local roofing company to determine its serviceability and the number of layers on the roof. We certainly recommend this for any roof over 5 years of age.

It is impossible to determine the integrity of a roof, absent of performing an invasive inspection, and absent of obvious defects noted, especially if inspection had not taken place during or immediately after a sustained rainfall. Inspector makes no warranty as to the remaining life of this roof or related components.

We evaluate every roof conscientiously, but we will not predict its remaining life expectancy, or guarantee that it will not leak. Many composite tile roofs are among the most expensive and durable of all roofs, and can be warranted by the manufacturer to last for twenty-five years or more, but are usually only guaranteed against leaks by the installer from three to five years. Again, industry experts agree that any roof over 3 years of age should be evaluated by a licensed roofing contractor before the close of escrow. The majority of leaks result when a roof has not been well maintained or kept clean, and we recommend servicing them annually.

1. Roof

Good	Fair	Poor	N/A	None
	Χ			

Materials: Flat roof noted that appears to be Built Up composite roof including tectum, foam insulation, plywood, and 90# built up roof material Observations: Roof appears to be in decent shape. Some allegatoring and puddling was noted. Puddling is when water sits on the roof for prolonged period of time, which can cause premature deteriorating of built up surface and future leaks., At time of inspection, inspector saw no obvious signs of leaking, Inspector notes the concern that all of the roof water is drained at the rear. During heavy storm, this may cause a lot of water at rear of structure and parking lot or possible overflow of gutters



2013/16/03 01:39 PM

Flat roof with silver coating

Evidence of puddling





Signs of rooftop puddling

One of several skylights





Gutter in rear of building

Some alligatoring wear on roof



Roof ventiliation from heating units



Roof drain - only 2 found



Ponding evidence



Flashing around roof wall



venting flashing



Gutter of higher elevation damaged wear



Gutter of higher elevation

Roof drain pipe





Other roof drain pipe

Northeast corner downspout





About 5 inch downspout used

Drain pipe on east side wall directed to south parking lot



Roof drain water directed to Southeast parking lot. Possibility of ice buildup in winter weather

Structure

1. Structure

Good	Fair	Poor	N/A	None
Х				





I-Beam girders

Exterior

- I. The inspector inspected, if present:
- A. The siding, flashing and trim.
- B. All exterior doors, decks, stoops, steps, stairs, porches, railings, eaves, soffits and fascias.
- C. And report as in need of repair any safety issues regarding intermediate balusters, spindles, or rails for steps,

stairways, balconies, and railings.

- D. A representative number of windows.
- E. The vegetation, surface drainage and retaining walls when these are likely to adversely affect the structure.
- F. The exterior for accessibility barriers.
- G. The storm water drainage system.
- H. The general topography.
- I. The parking areas.
- J. The sidewalks.
- K. Exterior lighting.
- L. The landscaping.
- M. And describe the exterior wall covering.

Grading and drainage are probably the most significant aspects of a property, simply because of the direct and indirect damage that moisture can have on structures. More damage has probably resulted from moisture and expansive soils than from most natural disasters. Also, there should be gutters and downspouts with splash blocks that discharge away from the building. We recommend that downspouts do not terminate over paved areas such as walks or driveways, as they can contribute to icy slip and fall hazards in winter.

Minor settlement or "hairline" cracks in drives, walks or even foundations are normal to properties of any age. They should, however, be monitored for expansion and sealed as necessary.

1. Exterior Areas

Good	Fair	Poor	N/A	None
	V			
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Observations: The building's structure is steel and concrete block, with a brick veneer.

The North parking lot is mostly aged asphalt with severe alligatoring (numerous cracks resembling alligator skin). Recommend resurfacing. The south driveway is concrete with common cracks noted



Exterior South Wall



Southeast corner of building showing higher elevation



Addition

Parking lot asphalt badly alligatoring

North wall - section addition to original building





Northeast door

north brick veneer wall





Interior of exterior bearing walls concrete block

North wall tuck pointing noted



Parking lot alligatoring

2. Wood Decks and Balconies

Good	Fair	Poor	N/A	None
			Х	

Basement and Foundation

- I. The inspector should inspect:
- A. The basement.
- B. The foundation
- C. The crawlspace.
- D. The visible structural components.
- E. And report on the location of under-floor access openings.
- F. And report any present conditions or clear indications of active water penetration observed by the inspector.
- G. For wood in contact or near soil.
- H. and report any general indications of foundation movement that are observed by the inspector, such as but not limited to Sheetrock cracks, brick cracks, out-of-square door frames or floor slopes. I. And report on any cutting, notching and boring of framing members which may present a structural or safety concern.

1. Basement

Good	Fair	Poor	N/A	None
			Х	

Observations: No basement

2. Foundation

Good	Fair	Poor	N/A	None
Х				

Observations: Minor settlement or "hairline" cracks in drives, walks or even foundations are normal to properties of any age.

They should, however, be monitored for expansion and sealed as necessary.



Foundation slab basically flat- minor cracking

Heating and Cooling

6.5.5 Heating and ventilation

I. The inspector inspected, if present:

- A. The heating systems using normal operating controls and describe the energy source and heating method.
- B. And report as in need of repair heating systems which do not operate.
- C. And report if the heating systems are deemed inaccessible.
- D. Condensate drains

•_____

6.5.6 Cooling

I. The inspector inspected, if present:

- B. The central cooling equipment using normal operating controls.
- K. Condensate drains.
- 1. Heating and Ventilation

G00a_	Fair	Poor	IN/A	None
	Х			

Observations:

Four RTU's (Roof top units) noted:

2 newer Rheem HVAC units 2011 & 2012 Output 109,400 BTU (or 9 tons) apiece

2 Carrier unit for office space. 2000 unit, The heating, ventilation, air conditioning and cooling system (often referred to as HVAC) is the climate control system for the structure. The goal of these systems is to keep the occupants at a comfortable level while maintaining indoor air quality, ventilation while keeping maintenance costs at a minimum. The HVAC system is powered by electricity and natural gas. The inspector will test the heating and air conditioner using the thermostat or other controls. A more thorough investigation of the system, including the heat ("firebox") exchanger, should be

conducted by a licensed HVAC service person every year., Inspector operated all three units and they all performed adequately., Noted were about 9 additional radiant gas operated space heaters installed in warehouse area.

Roberts-Gordon heaters Model: RTH-150B (150,000 BTU) In interview with owner, he said that previous tenant installed them because the roof top units were not heating the warehouse area fast enough. This may indicate the main roof top units may not be adequate heat for warehouse in winter. Recommend examination by HVAC technician. At time of this report, we have put in a request with the previous tenant for information concerning the added space heaters., General concern that some storage rooms do not seem to have heat supply source and may need additional heating source during winter.



Exhaust vent in rear of North warehouse filled with insulation



Southeast storage room - no apparent heating supply noted



Gas supply to SE room



Water pipe in SE room to outside- make sure room heated to prevent pipe line freeze



Seems to be only source of heat is vent from next door heated room. Vent fan string did not work



Most restrooms had exhaust fans



Storage room with shelves



appears to be ventilation in storage room



One of two Rheem units 109,400 BTU - over 9 tons



Data sheet for Carrier



One Carrier Unit servicing Office space



Gas line to Rheem rooftop unit



One of two Rheem rooftop units - one is 2011, one is 2012



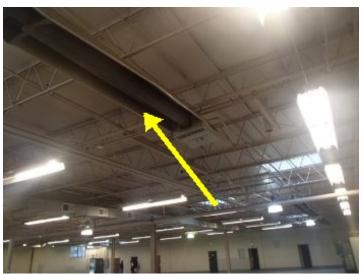
One of 2 ceiling vents



North dock gas space heater - Rezner @ 7 tons - would not operate at time of Inspection. Possibly no gas or needs ignition



Switch for Rezner space heater



Additional radiant heaters installed by previous tenant. 9 units.



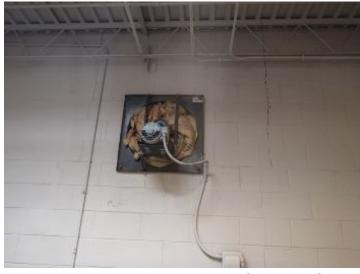
Each of the radiant heaters have on/off switches, reachable by extended hook present



Rheem intake vent



Radiant gas space heater exhaust roof penetration to roof



North warehouse rear - exhaust fan noted filled with insulation. Do not operate



Main heating and cooling system ducts and registers

2. Cooling

Good	Fair	Poor	N/A	None
Х				

Observations: Two air conditioning units are installed for the north and south zones of the building warehouse space. Both units appears to operate properly. Same as heating units

An additional rooftop unit for office space in front (east) of building, Have air conditioning system evaluated by HVAC specialist at the same time that the furnaces are evaluated.



Rheem rooftop unit - AC fins badly damaged - suggest repair

condenser lines



Other Rheem unit - fins are fine

Plumbing

- I. The inspector inspected, if present:
- A. The water heating equipment, including combustion air, venting, connections, energy sources, seismic bracing, and verify the presence or absence of temperature-pressure relief valves
- B. And flushed a representative number of toilets.
- C. And ran water in a representative number of sinks, tubs, and showers.
- D. The interior water supply including a representative number of fixtures and faucets.
- E. The drain, waste and vent systems, including a representative number of fixtures...
- F. And determined if the water supply is public or private...

1. Plumbing

Good	Fair	Poor	N/A	None
	Х			

Observations: A 50 gallon A.O. Smith electric water heater is installed in the utility closet to handle the office space. The unit was in operating condition at the time of the inspection. Hot water 112 degrees was measure from restroom faucet, Unit is connected to a public water supply and municipal sewer system., Many portions of drain, waste, and vent system were hidden from view. Observable portions appeared to consist of black pipe and copper supply and cast iron and plastic drain lines (under sinks)., Suggest utility pipes be color coded to assist with maintenance of building, Sump pump noted in front yard.







Electric water heater TPRV Valve not extended to floor



Under sink plumbing of sink in office area



Urinals in mens restroom operated, some slow



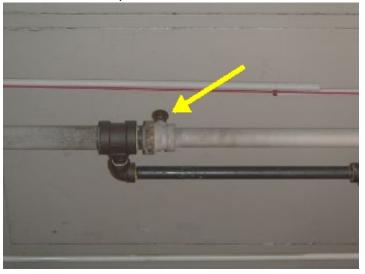
Pedestal sink in mens restroom



Toilets operated, some a little slow



Office restroom sink appears to be granite



Sprinkler head in warehouse space



Sump pump noted in rear yard.

Sump pump feeds into yard drain





Water pressure regulator

Electrical water heater A.O.Smith





Restroom sinks

Restroom toilets



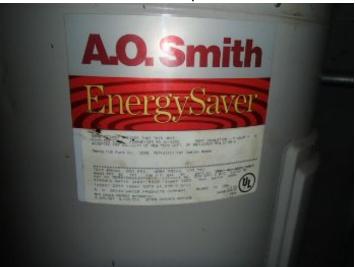
Sprinkler head in office space



Men's restroom urinals operated - some slow



Hot water heater TRPV valve



A.O. Smith water heater 40 gallons

Electrical

- I. The inspector inspected, if present:
- A. The service drop/lateral.
- B. The means for disconnecting the service main.
- C. And determined the rating of the service amperage.
- D. And report on any unused circuit breaker panel openings that are not filled.
- E. And report on absent or poor labeling.
- F. The service grounding and bonding.
- G. A representative number of switches, receptacles, lighting fixtures and AFCI protected receptacles.

1. Electrical

Good	Fair	Poor	N/A	None
	ΙX			

Observations: Service to the unit is delivered via overhead mast. Main Electrical panel is installed at rear (east) wall. Service is rated 800 amperes, and 220/110 volts of alternating current, 3 phase. Concern that main mast is close to ground level, only about 9 feet away.

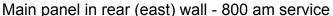
Recommend having electrical service check for code.

However, limited access to rear of building due to fence.

Main disconnect at panel box.

, Most switches and receptacles that were accessible were tested and properly functional at the time of inspection. One of the GFCI ground fault sockets in one of the restrooms was found not to operate properly., Inspector recommends having qualified electrician check dedicated circuits and label branch circuits, In some of the panel boxes, breaker covers were missing. Safety hazard, Halogen lights and fluorescent lights noted in the warehouse area., Noted that most or all of the EXIT signs in the warehouse area were off at the time of the inspection. EXIT signs in office space operated properly.







No labels noted on breaker box



Main switches for 4 panels

800 Amp main service 3 phase



2018/10/03 01:45 PM

Panel 4 in rear (east) wall

Dangerous ams - to not open





Panel on west wall marked number 1

Another Panel marked # 1 on west wall south



Panel #1



Panel #1 has missing break covers - dangerous



Another panel missing breaker cover



Panel #3 on west wall



Power switch in North warehouse for 220 volt socket on opposite wall



Appears to be 220 volt socket on north wall



Strike Lawib Old Bill PM

Halogen lights throughout warehouse

fluorescent lights throughout warehouse



Subpanel 2013/10/03 01:58 PM

Electrical panel #2

Sub Panel near water heater





Appearance of ground

Some GFCI sockets did not work properly



Most of the Exit signs in warehouse were not lit up



Flourescent lights in warehouse



Concern that sump pump socket not in waterproof condition



Testing one of the outlets



Most Exit lights not lit



Fire alarm system panel



270 volt transformer noted



Electrical meter noted west exterior wall



Overhead mast - concern being close to ground level



Pole that supplies electrical service to building

Attic

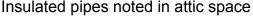
- I. The inspector inspected, if present:
- A. The insulation in unfinished spaces.
- B. The ventilation of attic spaces.
- C. Mechanical ventilation systems.
- D. And report on the general absence or lack of insulation.

1. Attic

Good	Fair	P001	IN/A	none
V				
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Observations: Noted over office space: Inspector noted insulated pipes and ductwork and cellulose insulation., We recommend that all attic hatches have a batt of fiberglass insulation installed over them, and that the hatch be sealed shut with latex caulk. This will keep warm moist air from entering the attic, which may cause condensation or even mold. Note that every attic has mold; mold is everywhere. Some attics have some minor visible mold. This is often a result of the building process, when materials get wet during construction. If there is extensive mold, or mold that appears to have grown due to poor maintenance conditions, we will report it to you, the client. If the hatch is sealed shut when we go to inspect the attic, it can only be unsealed by the owner or their representative, as our insurance prohibits us from performing any destructive testing or entry. In accordance with industry and insurance standards, we will not attempt to enter an attic that has no permanently installed steps or pull-down stairs; less than thirty-six inches of headroom; does not have a standard floor designed for normal walking; walking, in the inspector's opinion, may compromise the ceiling below; is restricted by ducts, or in which the insulation obscures the joists and thereby makes mobility hazardous, in which case we will inspect the attic as best we can from the access point, with no comments or evaluations of areas not readily viewed from the hatch area.







Insulated ductwork noted in attic space over office area



Loose cellulose insulation noted in attic space above office space

Doors, Windows & Interior

6.5.11 Doors, windows and interior

- I. The inspector:
- A. Open and close a representative number of doors and windows.
- B. Inspect the walls, ceilings, steps, stairways, and railings.
- C. Inspect garage doors and garage door openers.
- D. Inspect interior steps, stairs, and railings.
- E. Inspect all loading docks.
- F. And report as in need of repair any windows that are obviously fogged or display other evidence of broken seals.

1. Doors

Good	Fair	Poor	N/A	None	_
	Х				

Observations:

Several overhead doors noted:

NW door motorized 9 feet high SW door motorized 14 feet high SE door manual 10 feet high

An interior overhead door was noted as disconnect from motor drive chain. See picture

, Metal doors noted on sides of building Glass door noted on front of building







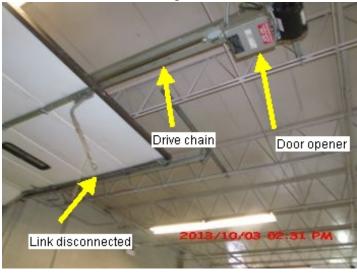
Emergency exit door at Northwest of building



MARK 19/00: 02:12 PM

Exterior glass door

Some office doors trip hazard noted



Interior overhead door south side not connected to opener drive chain



North Overhead door



Interior wood door in office area

2. Windows

Good	Fair	Poor	N/A	None
	Χ			

Observations: Windows were in decent shape. Some appeared to be stuck. Appears to be original windows. No cracked windows found., Maintenance Tip: Keep areas around windows

caulked.



Exterior windows aged but functional



Office area windows



Interior office door and windows

Welcome window from inside





Welcome window from outside

exterior window bars

Interior

1. Interior walls

Good	Fair	Poor	N/A	None
Х				





Interior walls of warehouse concrete block

Office space walls drywall



Hallway

2. Interior floor

Good	Fair	Poor	N/A	None
	Χ			





Interior warehouse floor concrete - minor cracks

Foyer floor tile

3. Interior General

Good	Fair	Poor	N/A	None
	Х			



fire extinguishers near exit doors



Fire extinguisher service tag expired - Suggest annual inspection of all fire extinguishers

Parking lot

1. Parking lot condition

Materials: Parking lot materials: Asphalt and conrete (in some areas) Observations:
• Asphalt surface badly allegatoring. Recommend resurfacing





Alligatoring asphalt

North Driveway - concrete minor cracking

Utilities

1. Utility service

	Good	Fair	Poor	N/A	None
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ı	Х				

Observations:

- Main Gas meter noted on North exterior wall. Gas was turned off at beginning of inspection. Owner turned it on so HVAC could be tested.
 Main water shut off is in South utility room
 Electrical service located in rear of building. See electrical section for panel
- box



Main gas meter



Main gas meter was shut off - owner turned on during inspection



Electrical service pole in rear (west) of building



Electrical service to building - overhead mast