

THE BREWERY

A Joseph J. Zilber Historic Redevelopment







Progress Report February 2010



- Blue Ribbon Lofts, a 95 unit apartment building developed by Gorman and Company in the historic Keg House had its first tenant move in at the end of January 2009. The property is now fully leased.
- ❖ PBH Redevelopment completed the renovation of the historic Boiler House into a multi-tenant office building. The property is now home to 4 separate tenants including Inland Companies, American Medical Buildings, Albion Architects and The Planning Council. The property is 80% leased.
- BC Pabst Holdings LLC completed its renovation of the historic Lab Building and Annex. In May Cardinal Stritch University's School of Education and Leadership took occupancy of a majority of this space and began providing classes and related programming.
- The 8o-stall surface Parking Lot including its dedicated bioswales located on Block 6 of The Brewery was completed in January.

- WE Energies completed installation of the redundant loop electrical cable early in 2009. This completed the infrastructure backbone for electrical, natural gas and other utilities for the entire Brewery neighborhood.
- Construction work was completed and dedication of Zilber Urban Park was held in June 2009.
- Construction of the Block 4 Parking Structure was completed in November and began operations on December 7, 2009.
- All streets throughout the Brewery property were opened to the public on December 7, 2009. This was the first time in over 40 years that the public had unfettered access to this historic area. Street improvements including asphalt paving, new sidewalks including multiple landscaped bioswales for stormwater management, street trees, decorative harp style lighting and a reconstructed brick sidewalk in front of the historic Mill House and Brew House buildings located on N. 10 Street.

Noteworthy Items 2009

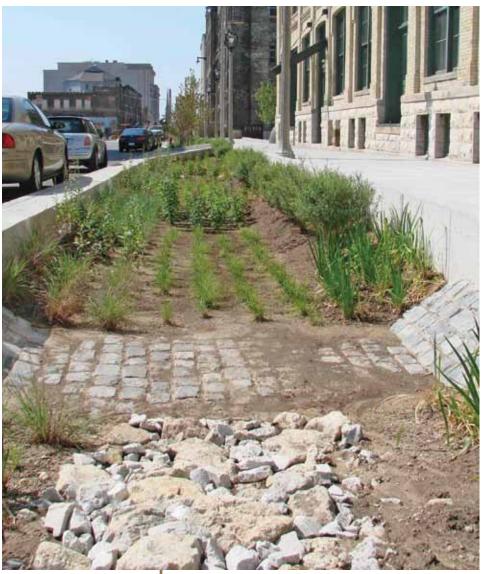
- The City notified Brewery Project LLC that federal stimulus funds were available for the construction of the round-about located at the eastern gateway to The Brewery.
- The State of Wisconsin Department of Natural Resources provided a letter of environmental closure for the northern portion of Block 6 on the property.
- Zilber Park was completed and dedicated in June, 2009. This 5,000 s.f. pocket park includes a gabion wall, concrete benches, perennial plantings and shade trees. Underneath Zilber Park is a 100,000 gallon underground stormwater retention basin.
- Brewery Project LLC hosted a number of professional associations and neighborhood group meetings at The Brewery and was the site for a highly acclaimed mobile workshop for the International Downtown Association's Annual conference which was held in Milwaukee.

Pabst brewery projects gets pre-approval LEED certification

"The Brewery Project LLC, Zilber Ltd. founder Joe Zilber's mixed-use redevelopment of the former Pabst brewery in downtown Milwaukee, was notified by the U.S. Green Building Council that it has received pre-approval of platinum certification for LEED for Neighborhood Development, a new rating system designed to recognize large environmentally sustainable developments. The Brewery project includes a sophisticated storm water system with bioswales that capture roof top drainage and storm water runoff from the street system, water management containment areas and permeable pavement to allow water to go into the store water management system. "We are on track to receive the highest certification available under the new LEED for Neighborhood Development Program," said Brewery President John Kersey. "When Mr. Zilber bought the old Pabst brewery, he made a number of commitments to the city of Milwaukee and its citizens, to reestablish a great neighborhood in which to work, live and play, and to set the bar as high as possible for historic and sustainable development. As always he is fulfilling those commitments."

Bioswales Photos





OnMilwaukee.com June 24, 2009

Zilber Park dedicated today at The Brewery

"The first urban park specifically designed for an industrial neighborhood (that has quickly added residential, commercial and eventually retail) in the City of Milwaukee was dedicated today by Mayor Tom Barrett, members of the Wisconsin Preservation Fund and members of the Zilber family.

The park is part of The Brewery, which is being developed by local real estate executive and philanthropist, Joseph J. Zilber.

Zilber Park was designed by D.I.R.T. studio, the nationally acclaimed landscape architects who won the first UWM Urban Edge Award.

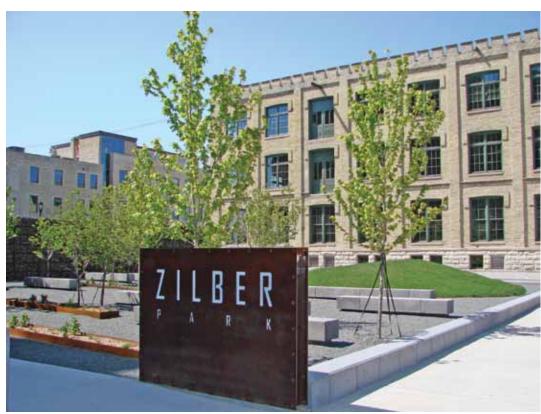
Prominently featured is a bronze 7-foot statue of Joseph and Vera Zilber created by Koh Varilla Guild of Chicago, a Gabion wall constructed of recycled steel, fractured granite boulders and integral water and lighting fixtures is designed to provide a gentle waterfall in summer and creates an ever changing ice sculpture during the winter months. The park also has a crushed granite walking surface and a large storm water retention basin underneath.

The park was funded by Zilber, a grant from the Wisconsin Preservation Fund, storm water management funding from the Milwaukee Metropolitan Sewerage District and the City of Milwaukee. It will be administered by the new neighborhood improvement district created to cover The Brewery Development. "

Zilber Park Photos







BizJournals.com December 7, 2009

Brewery parking ramp open for business

"The \$16.5 million, 880–vehicle parking ramp at The Brewery development in downtown Milwaukee is open for business.

Owned by real estate developer and philanthropist Joseph Zilber, the parking structure at the corner of North Ninth Street and West Juneau Avenue has eight levels and is charging an introductory rate of 50 cents an hour or \$75 a month.

Construction workers at the Pabst brewery redevelopment project began working on the ramp in April. The parking structure was assembled with 700 pieces of precast concrete, weighing as much as 20 tons each."

Parking Structure Photos





The Business Journal
July 31, 2009

Nonprofit planning council moving to The Brewery

"The Planning Council for Health and Human Services Inc. in Milwaukee is moving its offices to the historic Boiler Building at 1243 North 10th Street at The Brewery.

The Council will lease 4,100 square feet on the second floor of the renovated building at the corner of 10th and McKinley, which is adjacent to Zilber Park in the northwest corner of The Brewery project. The nonprofit group is now located at 1441 N. Farwell Ave.

The Council, which provides a range of planning, evaluation and research services designed to advance community health and human services, was incorporated in 1965. The agency plans to move into the Boiler Building in the fall.

"This setting is perfect for us to fulfill our mission of engaging the community in health and human services through planning, evaluation and research," said Kathleen Pritchard, executive director of the group.

The Planning Council transaction was brokered by Jennifer Green of CB Richard Ellis and Lyle Landowski of Inland Cos., both of whom are based in Milwaukee."

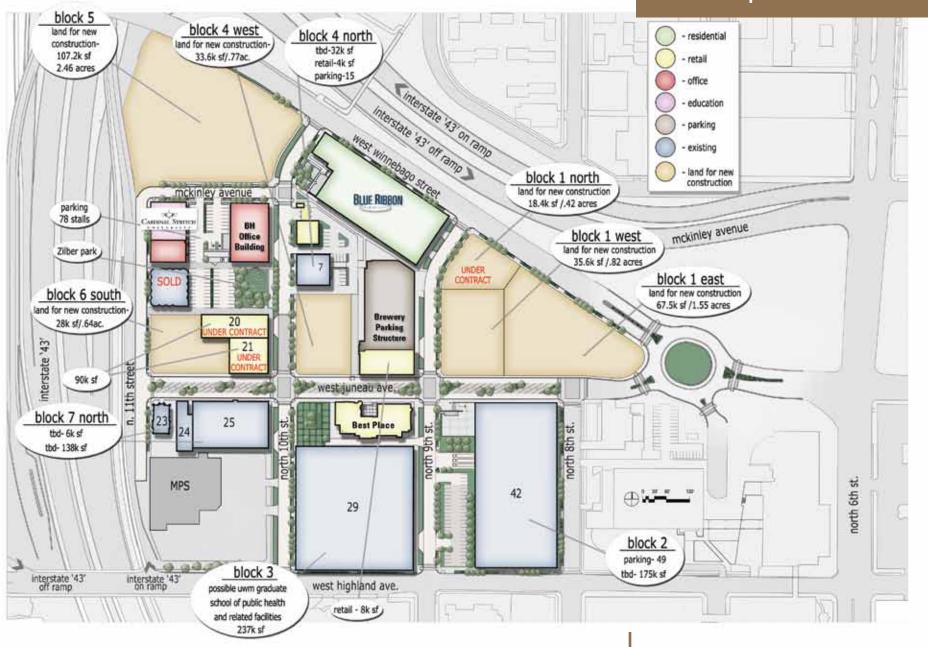
Boiler House Photos







Conceptual Site Plan



EBE/RPP Current Report

November 24, 2009

200 East Wells Street City of Milwaukee EBE Program Manager Milwaukee, WI 53202 City Hall, Room 606 Ossie Kendrix



Re: Report # 11: Through September 30, 2009 EBE and RPP Participation Quarterly Report The Brewery / Demolition, Abatement and Infrastructure

Dear Mr. Kendrix:

September 30, 2009. Brewery Project LLC, KM Development Corp. and Prism Technical are fully committed to achieving – and where possible, exceeding -- 18% EBE and 21% RPP participation on this landmark project. The developer and construction manager have made the inclusion of Emerging and requesting EBE bids for all project work. Businesses a significant priority on this project, seeking insight from our firm and your department, abatement and infrastructure phase of The Brewery - the historic redevelopment of the former Pabst (EBE) and Residents Preference Program (RPP) participation performance on the demolition Prism Technical is pleased to provide you with this updated report of Emerging Business Enterprise Brewery complex in downtown Milwaukee. This Report assesses EBE and RPP performance through

environmental consultant Arcadis. reports and payroll records provided by For this report, Prism Technical has verified documents regarding contractual documents, payment KM, principal contractor Brandenburg and principal

RPP Participation

Through September 30, 2009, a total of 130,141.4 construction site hours had been worked on the project. Of those hours, 30,777.5 were worked by individuals certified under the Residents Preference Program, yielding an **RPP Percentage of 23.7%**. The current level of RPP participation exceeds the final target (21%) and is on par with the projected RPP Percentage through project completion. Program, yielding an RPP Percentage of 23.7%.

EBE Participation

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following table have contracts or purchase orders (including change orders) totaling a minimum of \$2,146,521.82. participation, adding new Emerging Businesses when possible and encouraging the demolition and abatement contractor and environmental consultant to do the same. The EBE firms listed in the KM Development took exceptional care throughout the project to locate opportunities for EBE

Prism

m Technical Management & Marketing Service 6114 W Capitol Drive - Suite 200 △ Milwaukee △ Wisconsin △ 53216 Main Line: 414.847.0990 △ Fax: 414.847.0992 △ http://www.prismtechnical.com

EBE/RPP Current Report

The Brewery – EBE/RPP Report November 24, 2009 / Page 2 of 3

C. Plumbing SUPPLIED MATERIAL CONTRACT PO	\$3,033,366.43	Minimum: \$2,146,521.82		TOTAL EBE CONTRACTS / PAYMENTS
SERVICE PERFORMED MATERIAL CONTRACT/PO C. C. Plumbing SUPPLIED	\$828,089.72	892,811.00	Asbestos Abatement/Universal Waste & Lead Paint Removal	Zenith Industrial Services
C. Plumbing SUPPLIED MATERIAL CONTRACT POTENTIAL	\$340,504.66	TBD	T&D Aggregate Fill	Valente Transport
SERVICE PERFORMED MATERIAL CONTRACT/PO C.	\$1,476.13	TBD	Trucking	South Star (Payne & Dolan sub)
SERVICE PERFORMED MATERIAL CONTRACT/PO C. Carpentry 21,000.00 Carpentry 21,000.00 Carpentry 21,000.00 Carpentry 21,000.00 Carpentry 77,117.04 76,500.00 Carpentry 71,755.00 71,755.00 Carpentry 71,755	\$157,377.36	TBD	Granular Fill Material	South Star Trucking
SERVICE PERFORMED MATERIAL CONTRACT/PO	\$7,499.82	TBD	Concrete	Sonag Ready Mix
C. Plumbing 8,847.86 CONTRACT/PO C. Unammed Security 21,000.00 C. Carpentry 77,117.04 76,500.00 TBD 76,950.00	\$6,200.00	6,200.00	Selected Painting Work	Sanchez Painting Contractors
SERVICE PERFORMED MATERIAL CONTRACT/PO	\$480.09	TBD	Trucking	Rodriguez Construction
C. Plumbing 8,847.86 CONTRACT/PO C. Unarmed Security 21,000.00 C. Carpentry 77,117.04 Corpentry 77,117.04 Carpentry 77,117.04 Carpentry 77,117.04 TBD Diesel Supplies TBD Tacking & Disposal TTucking & Disposal TBD Trucking & Disposal TBD TBD Trucking & Disposal TBD	\$59,171.10	TBD	EBE/RPP Coord. / Reporting	Prism Technical
SERVICE PERFORMED / MATERIAL CONTRACT/ PO SUPPLIED	\$8,161.00	2,450.00	Waterproof Roofing	The Penebaker Enterprises
SERVICE PERFORMED / MATERIAL CONTRACT/ PO SUPPLIED 8,847.86	\$7,580.00	TBD	Field Office Cleaning	The Nisha Group, LLC
C. Plumbing 8,847.86 21,000.00	\$32,404.00	26,148.00	Steel Erection	Milwaukee Ironworks, LLC
C. Plumbing 8,847.86 21,000.00	\$3,150.00	3,150.00	Fence Repair & Installation	McDowell Construction Corp.
C. Plumbing SUPPLIED MATERIAL CONTRACT/PO SUPPLIED AMT C. Plumbing 8,847.86 21,000.00 21,000.00 Carpentry 77,117.04 76,500.00 Diesel Fuel 76,500.00 Diesel Supplies 19,755.00 Asbestos Abatement/Universal Waste / Lead Paint Removal 19,755.00 Asbestos Abatement/Universal Waste / Lead Paint Removal 180,000.00 Urge sub) Concrete Coring 180,000.00 Concrete Coring 180,000.00 Concrete Coring 180,000.00 Concrete Coring 180,000.00 Trucking & Disposal 180,466.00 Trucking	\$18,742.92	2,467.92	Temporary Fence Installation	McDowell Construction Corp.
C. Plumbing SUPPLIED ANTERIAL CONTRACT/PO SUPPLIED AMT C. Plumbing 8,847.86 Unarmed Security 21,000.00 C. Carpentry 77,117.04 Diesel Fuel 76,500.00 Diesel Supplies 19,755.00 Maste / Lead Paint Removal 19,755.00 / HMB) Concrete Crushing 180,000.00 Urge sub) Concrete Coring TBD Concrete Coring TRBD Concrete Coring TBD Concrete Coring TBD Trucking & Disposal TRBD Trucking - Pocket Park Trucking & Disposal Trucking & Surveying (Pocket Park) Engineering Consultant (The Brewery) Staking & Surveying (Pocket Park) TBD Civil Engineering Services TBD Civil Engineering Services TBD Erosion Control 1,100.00 Erosion Control 16,335.00	\$150,670.00	147,215.00	Masonry	Masonry Specialists II, LLC
C. Plumbing 8,847.86 Unarmed Security 21,000.00 C. Carpentry 77,117.04 Diesel Fuel 76,500.00 Inental Waste / Lead Paint Removal 180,000.00 / HMB) Concrete Crushing 180,000.00 Concrete Coring 780,764.00 Concrete Coring 780,764.00 Concrete Coring 780,764.00 Concrete Coring 780,764.00 PM/Waste / Lead Paint Removal 180,000.00 ITrucking 8 Disposal 780,466.00 Trucking 9 Trucking 9 TBD Trucking 180,000.00 Trucking 280 Disposal 780,466.00 Trucking 280 Disposal 780,466.00 Trucking 280 Disposal 780,466.00 Trucking 280 Disposal 780 Trucking 280 Disposal 780 Trucking 280 Disposal 780,466.00 Trucking 280 Disposal 780 Trucking 280 Disposal 780 TBD	\$4,092.70	16,335.00	Erosion Control	Marek Landscaping
C. Plumbing 8. Disposal Trucking 8. Disposal Trucking 9. Professional Fees (Pocket Park) TBD Concrete Concrete Work (Gabion Wall) Staking 8. Surveying (Pocket Park) TBD Civil Engineering Services Contract Concrete Coring Geoprobe Drilling Concrete City Disposal Tab Civil Engineering Services Contract City Supprises Civil Engineering Services Contract City Supprises TBD Civil Engineering Services Contract City Supprises TBD City Engineering Services Contract City Supprises TBD City Engineering Consultant (The Tab City Engineering Services TBD TBD TBD TBD TBD TBD TBD Trucking 8. Surveying (Pocket Park) TBD TBD TBD TBD TBD TBD TBD TAking 8. Surveying (Pocket Park) TBD	\$7,524.00	1,100.00	Painting and Finishing	L&A Drywall
C. Plumbing 8,847.86 Unarmed Security 21,000.00 Carpentry 77,117.04 Diesel Fuel 76,500.00 an sub) Diesel Supplies 19,755.00 Asbestos Abatement/Universal Waste / Lead Paint Removal 78,764.00 / HMB) Concrete Crushing 180,000.00 / HMB) Concrete Coring Concrete Coring 6,195.00 ices PM/Waste TBD Trucking - Pocket Park TBD Trucking & Disposal TBD Engineering Consultant (The Brewery) Staking & Surveying (Pocket Park) TBD TBD Civil Engineering Services TBD	\$1,071.25	TBD	Geoprobe Drilling	Kitson Environmental Services
SERVICE PERFORMED / MATERIAL CONTRACT/ PO	\$34,060.00	TBD	Civil Engineering Services	Kapur & Associates, Inc (sub to Arnold & O'Sheridan)
SERVICE PERFORMED / MATERIAL SUPPLIED SUPPLIED	\$44,984.11	TBD	Professional Fees (Pocket Park)	Kapur & Associates, Inc.
SERVICE PERFORMED / MATERIAL SUPPLIED SUPPLIED AMT	\$5,684.24	TBD	Staking & Surveying (Pocket Park)	Kapur & Associates, Inc.
SERVICE PERFORMED / MATERIAL SUPPLIED SUPPLIED AMT	\$23,957.86	ТВО	Engineering Consultant (The Brewery)	Kapur & Associates, Inc.
SERVICE PERFORMED / MATERIAL SUPPLIED SUPPLIED	\$19,460.00	TBD	Concrete Work (Gabion Wall)	Johnson Demolition & Concrete
SERVICE PERFORMED / MATERIAL CONTRACT/ PO SUPPLIED 8,847.86 Plumbing	\$12,990.00	TBD	Trucking & Disposal	Johnson Demolition & Concrete
SERVICE PERFORMED / MATERIAL SUPPLIED SUPPLIED	\$4,714.58	TBD	Trucking - Pocket Park	Franklin Trucking
SERVICE PERFORMED / MATERIAL CONTRACT/PO SUPPLIED AMT	\$6,453.91	TBD	Trucking – The Brewery	Franklin Trucking
SERVICE PERFORMED / MATERIAL CONTRACT/PO TIME	\$240,206.45	580,466.00	Trucking & Disposal	Enviro Tech
SERVICE PERFORMED / MATERIAL CONTRACT/PO TI	\$4,700.42	TBD	Trucking	Dean Gonzalez Trucking
SERVICE PERFORMED / MATERIAL CONTRACT/PO TI	\$108,951.60	TBD	Electrical	Dairyland Electric Co., Inc.
SERVICE PERFORMED / MATERIAL CONTRACT/ PO TI	\$20,176.00	TBD	PM/Waste	Consulting Training Services
SERVICE PERFORMED / MATERIAL CONTRACT/ PO TI	\$5,217.50	6,195.00	Concrete Coring	Con-Cor Company, Inc.
SERVICE PERFORMED / MATERIAL CONTRACT/ PO TI	\$13,639.99	TBD	Concrete Coring	Cisco Distributing (Wil-Surge sub)
SERVICE PERFORMED / MATERIAL CONTRACT/ PO TI	\$143,731.85	180,000.00	Concrete Crushing	CAM Recycling (formerly HMB)
FIRM(S) SERVICE PERFORMED / MATERIAL SUPPLIED CONTRACT/ PO TO THE PERFORMED / MATERIAL SUPPLIED TRACT/ PO T	\$82,964.00	78,764.00	Asbestos Abatement/Universal Waste / Lead Paint Removal	Braxton / Team Environmental
SERVICE PERFORMED / MATERIAL CONTRACT/ PO TI	\$20,591.61	19,755.00	Carpentry	B & D Contractors, Inc.
M(S) SERVICE PERFORMED / MATERIAL CONTRACT/ PO TILED 8,847.86 Plumbing 8,847.86 Unarmed Security 21,000.00 Carpentry 77,117.04 Diesel Fuel 76,500.00	\$5,179.18	TBD	Diesel Supplies	Autumn Trucking (Gorman sub)
M(S) SERVICE PERFORMED / MATERIAL CONTRACT/ PO TO SUPPLIED RIGHT SUPPLIED 8,847.86 Unarmed Security 21,000.00 Carpentry 77,117.04	\$483,350.09	76,500.00	Diesel Fuel	Autumn Trucking
terprises Inc. Plumbing Plumbing Unarmed Security SERVICE PERFORMED / MATERIAL CONTRACT/ PO THE SUPPLIED 8,847.86 21,000.00	\$88,430.43	77,117.04	Carpentry	Arteaga Construction, Inc.
M(S) SERVICE PERFORMED / MATERIAL CONTRACT/ PO TH 9 Plumbing 8,847.86	\$20,880.00	21,000.00	Unarmed Security	APB Security
SERVICE PERFORMED / MATERIAL CONTRACT/ PO SUPPLIED AMT	\$8,847.86	8,847.86	Plumbing	Advanced Enterprises Inc.
001700700	THROUGH 9/30/09	CONTRACT/ PO AMT	SERVICE PERFORMED / MATERIAL SUPPLIED	NAME OF EBE FIRM(S)

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EBE/RPP Current Report

The Brewery – EBE/RPP Report November 24, 2009 / Page 3 of 3 above), or 24.3%, was paid to EBE firms. those areas included in the adjusted construction costs. Of the latter amount, \$3,033,366.43 (as shown Through September 30, project expenditures totaled \$17,707,524.04, with \$12,462,038.50 spent in

SUMMARY OF THE BREWERY PARTICIPATION

RPP participation is on track to meet the final target, with the percentage through September standing at 23.7%, representing over 30,000 hours by RPP workers. This is equivalent to over one year of full time employment for 20 residents of Milwaukee's Community Development Block Grant area. EBE firms have been paid over \$3 million, or 24.3% of total adjusted construction expenditures on the

With the project substantially complete, we are hopeful that its success will set a standard for all work done at the former Pabst Brewery complex and other developments in the City of N ilwaukee.

contact us. If you have any questions related to this report or the attached documentation, please feel free

Thank you

Lafayette I



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