ORDINANCE NO. 19-2015

AN ORDINANCE OF THE CITY COUNCIL OF THE CITY OF ELK GROVE FINDING NO SUBSEQUENT ENVIRONMENTAL REVIEW IS REQUIRED FOR THE LENT RANCH MARKETPLACE DEVELOPMENT AGREEMENT AMENDMENT (THE PROJECT) PURSUANT TO STATE CEQA GUIDELINES SECTION 15162 (SUBSEQUENT EIRS AND NEGATIVE DECLARATIONS) AND APPROVING THE AMENDED AND RESTATED DEVELOPMENT AGREEMENT BETWEEN THE CITY OF ELK GROVE AND M&H REALTY PARTNERS AFFILIATED FUND III, ET AL., FOR THE LENT RANCH MARKETPLACE PROJECT

- WHEREAS, on June 27, 2001, the City Council certified the Environmental Impact Report (EIR, State Clearinghouse No. 1997122002) for the Lent Ranch Marketplace Project and adopted the Lent Ranch Special Planning Area, which provided for the development of a regional mall and surrounding retail, office, and entertainment development; and
- WHEREAS, on September 5, 2001, the City Council adopted a Development Agreement between the City of Elk Grove and M&H Realty Partners, Elk Grove Town Center, L.P., et al., (the "2001 Development Agreement") for the Lent Ranch Marketplace Project (the "Project"); and
- WHEREAS, on October 8, 2014, the City Council approved a Development Plan Review for the Regional Mall (District A) that excluded the anchor stores contemplated in the 2001 Development Agreement; and
- WHEREAS, the Planning Division of the City of Elk Grove received an application on May 14, 2015 from M&H Realty Partners Affiliated Fund III, LP ("Applicant") requesting an amendment to the 2001 Development Agreement; and
- **WHEREAS**, the Project is located on real property in the incorporated portions of the City of Elk Grove more particularly described as APN 134-1010-001; and
- **WHEREAS**, the City determined that the Project is subject to the California Environmental Quality Act; and
- **WHEREAS**, the Project is located within the Lent Ranch Special Planning Area for which an EIR (State Clearinghouse No. 1997122002) was prepared and certified in July 2001; and
- WHEREAS, State CEQA Guidelines Section 15162 identifies that when an EIR has been certified for a project, no subsequent EIR shall be prepared for that project unless the lead agency (the City) determines, on the basis of substantial evidence in light of the whole record, one or more substantial change in the project, circumstances, or information (as defined in the section) have occurred; and
- WHEREAS, the Planning Commission held a duly noticed public hearing on August 20, 2015 as required by law to consider all of the information presented by staff, information presented by the Applicant, and public testimony presented in writing and at the meeting, and voted 4-0-1 (Maita, recusing) to recommend approval of the Project to the City Council; and

WHEREAS, the City Council held a duly noticed public hearing on September 9, 2015, as required by law to consider all of the information presented by staff, information presented by the Applicant, and public testimony presented in writing and at the meeting.

NOW, THEREFORE, the City Council of the City of Elk Grove does hereby ordain as follows:

Section 1: Purpose

The purpose of this Ordinance is to adopt an amended and restated Development Agreement with M&H Realty Partners Affiliated Fund III, LP, et. al. for the Lent Ranch Marketplace Project.

Section 2: Findings

California Environmental Quality Act (CEQA)

<u>Finding:</u> No further environmental review is required under the California Environmental Quality Act pursuant to State CEQA Guidelines Section 15162.

<u>Evidence:</u> The 2001 approval of the Lent Ranch SPA was supported by the certification of an Environmental Impact Report (EIR, State Clearinghouse No. 1997122002). An addendum to the EIR addressing impacts to agricultural resources was prepared and adopted by the City in August 4, 2004. In addition, a mitigation monitoring and reporting program (MMRP) was adopted for the project. The EIR analyzed full buildout of the Lent Ranch SPA, including the sites covered under the proposed Amended and Restated Development Agreement.

State CEQA Guidelines Section 15162 identifies that when an EIR has been certified for a project, no subsequent EIR shall be prepared for that project unless then lead agency (the City) determines, on the basis of substantial evidence in light of the whole record, one or more substantial change in the project, circumstances, or information (as defined in the section) have occurred. The Development Agreement provides a mechanism for the Applicant to pursue applicable area consistent with the Lent Ranch SPA as analyzed in the EIR. None of the circumstances provided in Section 15162, including changes in the project, changes in circumstances under which the project was undertaken, or new information that wasn't known when the project was first approved. Therefore, the Project qualifies for this exemption and no further environmental review is required.

Development Agreement

<u>Finding #1:</u> The development agreement is consistent with the General Plan objectives, policies, land uses, and implementation programs and any other applicable specific plans.

<u>Evidence</u>: The proposed Development Agreement is consistent with the General Plan as the General Plan designates the subject property for commercial development and the Development Agreement provides for the development of the subject properties with commercial uses as provided in the Lent Ranch Special Planning Area. The site is not subject to a specific plan.

<u>Finding #2:</u> The development agreement is in conformance with the public convenience and general welfare of persons residing in the immediate area and will not be detrimental or injurious to property or persons in the general neighborhood or to the general welfare of the residents of the City as a whole.

Evidence: The Project is in conformity with public convenience, general welfare and good land use practices because it will develop commercial uses along the Highway 99 corridor that will accommodate the growing need for such services in the City of Elk Grove and surrounding region. The Project will create provide a mix of commercial, retail, entertainment, lodging, and high density residential uses that are of high quality and integrated with other surrounding properties. Development of the subject properties will provide an expanded economic base for the City of Elk Grove through the generation of significant increased tax revenue. The Development Agreement is necessary in order to obtain the major investment necessary to develop the Project. Absent approval of the Development Agreement, the City would not obtain the benefits of the Project to the community. The Development Agreement will establish land use regulations for a reasonable period to allow project build out in accordance with the approved land use regulations, and to ensure a cohesive development. The Project will provide the variety of land uses noted above located adjacent to major highways and a freeway interchange for maximum public convenience. The Project will also provide these services to the residents of existing and planned residential developments, thereby reducing the number of vehicle miles traveled to obtain these same services at greater distances, and improving air quality. The Project will also create indirect economic benefits and serve as a catalyst for additional economic activity as a result of job creation and the spending of Project wages in the City. Thus, in accordance with good land use practices, the Project will promote a better balance of employment, services and housing, and improve the mix of uses in the community.

<u>Finding #3:</u> The development agreement will promote the orderly development of property or the preservation of property values.

Evidence: The Project site is designated in the General Plan for commercial and high density residential development. Approval of the Project will result in the development of these lands and the provision of urban levels of public infrastructure and services to areas within the City. Thus, the uses proposed by the Project are consistent with those envisioned for the area in the General Plan. The Project will contribute to a balance of land uses within the City by providing a diversity of necessary services that respond to the needs of the surrounding community and the region. The Project will be compatible with and preserve (or even increase) the property values of the predominantly residential development proposed or otherwise approved for surrounding areas, by providing necessary and desirable services nearby. The Project, as designed, will be a cohesive, planned multi-use development, and will provide a visually pleasing, safe and attractive gathering place that will encourage community identity. Necessary infrastructure, including sewer, water, and roadways, to serve the Project have been constructed. As a result, the Project will not adversely affect the orderly development of property, and property values will be preserved or increased.

Section 3: Action

The Development Agreement with M&H Realty Partners Affiliated Fund III, LP, et. al. for the Lent Ranch Marketplace Project is hereby approved as amended and restated as provided in Exhibit A, incorporated herein by this reference.

Section 4: No Mandatory Duty of Care.

This ordinance is not intended to and shall not be construed or given effect in a manner that imposes upon the City or any officer or employee thereof a mandatory duty of care towards persons and property within or without the City, so as to provide a basis of civil liability for damages, except as otherwise imposed by law.

Section 5: Severability.

If any provision of this ordinance or the application thereof to any person or circumstances is held invalid, such invalidity shall not affect other provisions or applications of the ordinance which can be given effect without the invalid provision or application, and to this end the provisions of this ordinance are severable. This City Council hereby declares that it would have adopted this ordinance irrespective of the invalidity of any particular portion thereof and intends that the invalid portions should be severed and the balance of the ordinance be enforced.

Section 6: Savings Clause

The provisions of this ordinance shall not affect or impair an act done or right vested or approved or any proceeding, suit or prosecution had or commenced in any cause before such repeal shall take affect; but every such act done, or right vested or accrued, or proceeding, suit or prosecution shall remain in full force and affect to all intents and purposes as if such ordinance or part thereof so repealed had remained in force. No offense committed and no liability, penalty or forfeiture, either civilly or criminally incurred prior to the time when any such ordinance or part thereof shall be repealed or altered by said Code shall be discharged or affected by such repeal or alteration; but prosecutions and suits for such offenses, liabilities, penalties or forfeitures shall be instituted and proceeded with in all respects as if such prior ordinance or part thereof had not been repealed or altered.

Section 7: Effective Date and Publication

This Ordinance shall take effect thirty (30) days after its adoption. In lieu of publication of the full text of the ordinance within fifteen (15) days after its passage, a summary of the ordinance may be published at least five (5) days prior to and fifteen (15) days after adoption by the City Council and a certified copy shall be posted in the office of the City Clerk, pursuant to GC 36933(c)(1).

ORDINANCE: 19-2015

INTRODUCED: September 9, 2015 September 23, 2015 ADOPTED: October 23, 2015 EFFECTIVE:

GARYDAVIS, MAYOR of the

CITY OF ELK GROVE

ATTEST:

APPROVED AS TO FORM:

JÄSON LINDGREN

JONATHAN P. HOBBS. CITY ATTORNEY

Date signed: September 24, 2015

CERTIFICATION ELK GROVE CITY COUNCIL ORDINANCE NO. 19-2015

STATE OF CALIFORNIA)	
COUNTY OF SACRAMENTO)	SS
CITY OF ELK GROVE)	

I, Jason Lindgren, City Clerk of the City of Elk Grove, California, do hereby certify that the foregoing ordinance, published and posted in compliance with State law, was duly introduced on September 9, 2015 and approved, and adopted by the City Council of the City of Elk Grove at a regular meeting of said Council held on September 23, 2015 by the following vote:

AYES: COUNCILMEMBERS: Davis, Detrick, Ly, Suen

NOES: COUNCILMEMBERS: None

ABSTAIN/RECUSE: COUNCILMEMBERS: Hume

ABSENT: COUNCILMEMBERS: None

A summary of the ordinance was published pursuant to GC 36933(c) (1).

Jason Lindgren, City Clerk City of Elk Grove, California



CITY OF ELK GROVE



AMENDED AND RESTATED DEVELOPMENT AGREEMENT BETWEEN THE CITY OF ELK GROVE AND M&H REALTY PARTNERS AFFILIATED FUND III, ET AL., FOR THE LENT RANCH MARKETPLACE PROJECT



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AMENDED AND RESTATED

DEVELOPMENT AGREEMENT BETWEEN THE

CITY OF ELK GROVE

AND

M&H REALTY PARTNERS AFFILIATED FUND III L.P., ET AL.,

FOR THE

LENT RANCH MARKETPLACE PROJECT

THIS AMENDED AND RESTATED DEVELOPMENT AGREEMENT ("Agreement") is entered into this 23rd day of September 2015 (the "Execution Date"), between M&H Realty Partners Affiliated Fund III L.P., a California limited partnership, successor in interest to M & H Realty Partners III L.P., a California limited partnership, Feletto Development LLC, a California limited liability company, and Robert H. Lent as trustee of the Robert H. Lent Trust dated March 13, 2009 (individually referred to as "Developer" and collectively referred to herein as "Developers"), and the City of Elk Grove ("City"), amending that certain Development Agreement by and between all of the aforementioned Parties, or the Parties' predecessors in interest, and Elk Grove Town Center, L.P., et al. ("EGTC"), for the Lent Ranch Marketplace Project dated September 5, 2001 ("2001 Development Agreement"), executed on September 5, 2001 (the "Execution Date") amended and extended by that certain Memorandum Regarding Extension of Development Agreement, recorded on June 28, 2011 with the Sacramento County Recorder (Book 20110628, Page 0516). For the purposes of this Agreement, Developers and the City are referred to individually as "Party," and collectively as the "Parties."

RECITALS

This Agreement is predicated upon the following findings:

- A. Government Code §§65864-65869.5 authorize the City to enter into binding development agreements with persons having legal or equitable interests in real property for the development of such property.
- B. Pursuant to Government Code §65865(c), the City has adopted rules and regulations establishing procedures and the City's requirements for consideration of development agreements, which are set forth in the City's applicable Zoning Code.
- C. Developers own in fee approximately one hundred eighty nine (189) acres of real property in the southern portion of the City, which property is the proposed site of the "Lent Ranch Marketplace" project ("Project"). The Project site is bounded on the east by West Stockton Boulevard and State Route 99, existing Kammerer Road on the south; the western boundary is a line approximately 0.9 mile west of State Route 99. A legal description of the Project site is attached hereto as Exhibit "A."



- D. The City has adopted the Lent Ranch Marketplace Special Planning Area ("SPA"), a set of zoning regulations that will guide and control development of the Project. The City has also approved amendments to the City's General Plan and Zoning Code as necessary to maintain consistency between the SPA, the General Plan, and the Zoning Code. The SPA implements the objectives and policies of the City's General Plan by setting forth the vision, standards, and guidelines that will ensure high quality development of the Lent Ranch Marketplace.
- E. Along with the SPA, the 2001 Development Agreement governed the development of retail and commercial services on approximately two-hundred and ninety five (295) acres of real property in the southern portion of the City, consisting of the Property plus other property owned by EGTC containing approximately 106 acres ("District A").
- F. On October 8, 2014, the City Council adopted Resolution No. 2014-237 finding EGTC in default of the 2001 Development Agreement, thereby terminating EGTC from the 2001 Development Agreement.
- G. On October 8, 2014 and October 22, 2014, the City Council adopted amendments to the SPA to replace the previously contemplated Regional Mall with an outlet mall (the "Outlet Mall"), consisting of approximately 689,000 square feet of gross leasable area, on a portion of District A. As part of those actions, the City Council also removed District A from the 2001 Development Agreement, though District A is still governed by the amended SPA. Such amended SPA was adopted by Ordinance 29-2014. The City of Elk Grove adopted a separate Development Agreement by and between the City and EGTC with respect to District A in Ordinance 29-2014.
- H. The development of the Project shall be in accordance with the terms and conditions of the Project Approvals, as defined herein.
- I. In accordance with the legislative findings set forth in Government Code §65864, the City wishes to enter into a Development Agreement with Developers in order to achieve public objectives and to provide benefits to the City. The public objectives and benefits that will be furthered by this Agreement include:
- 1. The Project will create a commercial, office, retail and entertainment development that is of high quality and fully integrated on one site rather than less desirable piecemeal land uses spread out over several other locations.
- 2. The Project will provide an expanded economic base for the City of Elk Grove through the generation of significant increased tax revenue.
- 3. The Project will employ an average of 250 construction workers per year during the construction phase of the Project, and will represent a total construction investment of approximately \$313 million.



- 4. The Project will create further economic growth, as the Project will serve as a catalyst for additional economic activity. In addition to the direct economic benefits provided by the generation of tax revenue, large commercial developments provide indirect economic benefits which are estimated to be between 1.3 and 1.6 times the amount of direct economic benefits. These indirect economic benefits are the result of job creation and the spending of Project wages in the City, attraction of other commercial enterprises to the City, and other factors.
- 5. The Project will provide new and enhanced infrastructure improvements to serve the City of Elk Grove.
- 6. The Project will make available to the City all public water, sewer, storm drainage, electric, gas, cable and all other public utility infrastructure constructed or installed in or on the Property, as more specifically set forth in the Conditions of Approval.
 - 7. The Project will provide a gathering place for residents of all ages.
- 8. The Project will create a visually pleasing and pedestrian friendly urban landscape to enhance the aesthetic and visual quality of the neighborhood.
- 9. The Project will provide multi-family housing consistent with the General Plan.
- 10. The Project will provide employment and other economic opportunities for City residents.
- 11. The Project will reduce overall miles traveled by City residents to access regional commercial opportunities.
- J. The following, among others, are some of the development issues relating to the Project which, in the absence of this Agreement, could deter Developers and the City from making any long-term commitment to the implementation of the Project:
- 1. Development of the Project requires major investment by Developers in public facilities, substantial front-end investment in on-site and off-site improvements, major dedications for public purposes and benefit, and substantial commitment of resources to achieve the public purposes and benefits of the Project for City. City recognizes and has determined that the granting of vested development rights and assurances in a project of this magnitude will assist Developers in undertaking the development of the Project and thereby achieve the public purposes and benefits of the Project for the residents of the City.
- 2. The Project entails approximately 1.8 million square feet of gross leasable building space consisting of a community commercial uses, office and entertainment uses, and visitor commercial uses, and approximately 280 multi-family units. The City anticipates there



will be multiple developers of the Property, thus requiring the City to coordinate the Project's development among them.

- 3. Both the commercial and residential portions of the Project are of importance to the City and the City is anticipating, and relying on, the Project's proposals for a high quality design and development as well as internal and external consistency of the overall design and development of the Project.
- K. This Agreement is voluntarily entered into by Developers in order to implement the General Plan and the Project Approvals and in consideration of the vested rights conferred and the procedures specified herein for the development of the Project. This Agreement is voluntarily entered into by the City in the exercise of its legislative discretion in order to implement the General Plan and the Project Approvals and in consideration of the agreements and undertakings herein to develop the Project by Developers. The City, Developers recognize and agree that if not for Developers' contribution to and participation in the Conditions to this Agreement (Section 14 herein), the Mitigation Monitoring and Reporting Program, and the Conditions of Approval (Exhibit "D" hereto), the City would not approve the development of the Project as contemplated by this Agreement. The City's approval of the development of the Project as contemplated hereunder is in reliance upon and in consideration of Developer's agreements to comply with the Conditions to this Agreement (Section 14 herein), the Mitigation Monitoring and Reporting Program, the Conditions of Approval (Exhibit "D" hereto) and those agreements and undertakings specified in this Agreement.
- L. The authority for this Agreement is contained in the City's applicable Zoning Code and in Government Code §65864 et seq.
- M. The City Council finds in accordance with Section 23.16.140 of the Elk Grove Municipal Code that this Development Agreement:
- 1. is consistent with the General Plan objectives, policies, land uses, and implementation programs and any other applicable specific plans;
- 2. is in conformance with the public convenience and general welfare of persons residing in the immediate area and will not be detrimental or injurious to property or persons in the general neighborhood or to the general welfare of the residents of the City as a whole;
- 3. will promote the orderly development of property or the preservation of property values.
- N. On October 8, 2014, the City Council of the City of Elk Grove adopted a Resolution finding EGTC in default of the 2001 Development Agreement, based upon EGTC submitting on April 11, 2014 an application for the Project that substantially varied from the project identified in the 2001 Development Agreement, and thereby terminated EGTC from the 2001 Development



Agreement. By Ordinance 29-2014, the City of Elk Grove adopted a separate Development Agreement by and between the City and EGTC with respect to District A

NOW THEREFORE, the parties agree:

- 1. <u>Recitals Incorporated</u>. The Recitals set forth above are incorporated herein by reference.
 - 2. <u>Definitions</u>. In this Agreement, unless the context otherwise requires:
- a. "City" is the City of Elk Grove, a municipal corporation, with offices located at 8400 Laguna Palms Way. Elk Grove. California 95759.
 - b. "City Council" shall mean the City Council of the City of Elk Grove.
 - c. "City Manager" shall mean the City Manager of the City of Elk Grove.
- d. "Conditions of Approval" shall mean the list of conditions applicable to development of the Project, a copy of which is attached hereto as Exhibit "D."
- e. "Control" means the ability to elect a majority of the directors of a corporation, select the managing partner of a partnership or otherwise to select or have the power to remove and then select a majority of those persons exercising governing authority over an entity, and with respect to a limited partnership shall mean the sole general partner or all of the general partners to the extent each has equal management control and authority.
- f. "Developers" shall mean, individually and collectively, M&H Realty Partners III L.P., a California limited partnership ("M&H"), Feletto Development LLC, a California limited liability company, ("Feletto") and Robert H. Lent as trustee of the Robert H. Lent Trust dated March 13, 2009 ("Lent"). The term "Developers" shall also refer to any person or entity who obtains an interest in the Project or Property or any portion thereof during the term of this Agreement as a result of a Permitted Transfer, or a Transfer approved by the City pursuant to Section 6 of this Agreement.
- g. "Development Agreement Legislation" shall mean Government Code §65864 et seq. as of the Effective Date.
- h. "Development Impact Fees" shall mean only those fees adopted by City ordinance or resolution pursuant to Government Code §66000 et seq., and listed on Exhibit "E" to this Agreement, for the purpose of defraying the cost of public facilities related to a development project.
- i. "District Development Plan" is as defined in Section 5 of the Lent Ranch Special Planning Area, specifically including the content requirements listed in Table 5-1 of the Lent Ranch Special Planning Area.



- j. "Effective Date" shall mean September 5, 2001.
- k. "Execution Date" shall mean the date of execution of this Agreement, which shall not be prior to thirty days after final adoption of the ordinance approving this Agreement.
- 1. "General Plan" shall mean the City of Elk Grove General Plan, as of the Effective Date.
- m. "Non-Assuming Transferee" shall mean a transferee in a transaction wherein Developers retain all of its obligations under this Agreement.
 - n. "Permitted Transfer" shall mean any of the following:
- (i) The Transfer of any parcel of the Property as generally shown in the Conceptual Site Plan (Figure 3-2) of the Lent Ranch Special Planning Area.
 - (ii) Any of the following Transfers:
 - (a) By Lent to M&H;
 - (b) Transfer among or between entities Controlling, Controlled by, or under common Control of Feletto Development, LLC, Feletto Development Company, or Martin Feletto;
 - (c) Transfer among or between entities Controlling, Controlled by, or under common Control with, M&H Realty Partners III L.P., including, without limitation, M&H Realty Partners V L.P, or by M&H Realty Partners Affiliated Fund III L.P.
 - (d) Transfer by Lent to any trust for wealth or estate planning purposes, and/or to any trust of which the beneficiary/ies are one or more descendants of Robert H. Lent.
- o. "Project" shall mean the development of the Lent Ranch Marketplace (excluding District A) in accordance with the Project Approvals.
- p. "Project Approvals" shall mean the entitlement and land use approvals set forth in Section 11 of this Agreement.
- q. "Property" shall mean the Project site, a legal description of which is attached hereto as Exhibit "A."
- r. "SPA" shall mean the Lent Ranch Marketplace Special Planning Area, as approved by the City.



- s. "Transfer" shall mean a total or partial assignment of any right herein, or a total or partial sale, lease, transfer, conveyance, assignment, encumbrance, or subdivision of the whole or any part of or interest in the right, title and/or interest of any of the Developers in and/or to the Property.
 - t. "Vested Elements" is defined in Section 15 of this Agreement.
- u. "Zoning Code" shall mean the City of Elk Grove Zoning Code, as of the Effective Date.
- 3. <u>Exhibits</u>. The following documents referred to in this Agreement and attached hereto are incorporated herein and made a part of this Agreement by this reference.

Exhibit	Description
"A"	Legal Description of Real Property
"B"	Memorandum of Development Agreement
"C"	Map of Project Area
"D"	Conditions of Approval and Mitigation Monitoring & Reporting Program
"E"	Development Impact Fees

- 4. <u>Description of Real Property</u>. The real property which is the subject of this Agreement is described in Exhibit "A."
- 5. <u>Interest of Developers</u>. Developers warrant that, at the time of execution of the Agreement, they are the owners in fee title of, some or all of the Property.
- 6. <u>Transfers</u>. Developers shall have the full right to enter into any Permitted Transfers of the Property and/or any portion thereof. No prior consent to a Permitted Transfer by the City shall be required in order for a Permitted Transfer to become effective. Developers shall provide City with written notice of a Permitted Transfer within thirty (30) days following the effective date of the Permitted Transfer.
- b. With the exception of Permitted Transfers, which shall not require the City's consent, Developers shall not Transfer this Agreement or any right or interest in or under this Agreement or suffer or permit any Transfer to occur by operation of law or otherwise without the prior express written consent by the City, which consent shall not be unreasonably withheld. The City's consent to any Transfer shall be based on the transferee's ability to implement the applicable terms of this Agreement on the Property, or such portions thereof, to be transferred. Information relevant to a proposed transferee's ability to perform the conditions of this Agreement, as requested, and as determined by the City in its sole discretion, including but



not limited to reports and data disclosing its financial condition, shall be disclosed to the City and/or the City's representatives at the City's request. Failure of City to respond within forty-five (45) days to any request by Developers for such consent shall be deemed to be an approval by the City of the Transfer in question. The determination of the City's consent to a Transfer shall be made by the City Manager and is appealable to the City Council.

- c. Upon Transfer, Developers shall be released from all obligations and liabilities under this Agreement specifically assumed in writing by the transferee with respect to that portion of the Property transferred, provided that Developers have transmitted to the City notice of such Transfer and the transferee becomes a Party to this Agreement. Any obligations and liabilities of Developers under this Agreement not expressly assumed in writing by a transferee shall remain the responsibility of Developers following assignment.
- d. In the event that Developers retain their obligations under this Agreement with respect to the portion of the Property transferred by Developers or can otherwise demonstrate bonds and/or other financial security will satisfy these obligations, the transferee in such a transaction (a "Non-Assuming Transferee") shall be deemed to have no obligations under this Agreement, but shall continue to benefit from all rights provided by this Agreement for the duration of the Term. Nothing in this section shall exempt any Property transferred to a Non-Assuming Transferee from payment of applicable fees and assessments or compliance with applicable Project Conditions of Approval and Project Mitigation Monitoring and Reporting Program.
- 7. <u>Term of Agreement</u>. The term of this Agreement ("Term") shall commence upon the Execution Date and shall continue in full force and effect for ten (10) years thereafter unless extended or earlier terminated as provided herein. The Term may be extended an additional ten (10) years beyond the initial ten-year term by agreement of the Parties. The term of vesting of all Project Approvals shall be the same as the Term, as defined in this Section 7.
- 8. <u>Binding Effect of Agreement</u>. The obligations and burdens of this Agreement bind and the benefits of the Agreement inure to transferees, assignees and the successors in interest to the Parties hereto.

9. <u>Relationship of Parties.</u>

- a. It is understood that the contractual relationship between the City and Developers is such that Developers are independent contractors and not agents of the City, and nothing herein shall be construed to the contrary.
- b. City and Developers agree that nothing contained herein or in any document executed in connection herewith shall be construed as making Developers joint venturers or partners with the City.



c. This Agreement is made and entered into for the sole protection and benefit of the Parties and their successors and assigns. No other person shall have any right of action based upon any provision in this Agreement.

10. City's Approval Proceedings for the Project.

- a. Upon its incorporation July 1, 2000, the City adopted the General Plan of the County of Sacramento as the City of Elk Grove General Plan.
- b. On April 5, 2001, the Planning Commission recommended approval of the Project Approvals, as modified.
- c. On June 27, 2001, the City Council certified the final EIR for the Project. (**Resolution No. 2000-42**)
- d. On June 27, 2001, the City Council approved the Project Approvals, made findings, and adopted a Statement of Overriding Considerations and a Mitigation Monitoring and Reporting Program. (**Resolution No. 2001-43**)
- e. On June 28, 2001, the Planning Commission conducted a duly noticed public hearing on this Agreement, and voted to recommend that the City Council approve this Agreement.
- f. On August 1, 2001, the City Council conducted a duly noticed public hearing at which time the City Council continued the hearing to August 15, 2001.
- g. On August 15, 2001 the City Council conducted a duly noticed continued public hearing at which time it introduced an ordinance approving this Agreement.
- h. On September 5, 2001, the City Council conducted a second duly noticed public hearing on this Agreement, and voted to approve this Agreement by adoption of Ordinance No. 13-2001.
- i. On September 18, 2014, the Planning Commission conducted a duly noticed public hearing and adopted Resolution No. 2014-20 recommending that the City Council, inter alia, adopt amendments to the SPA to modify and/or clarify certain development standards and permit requirements and procedures and to find EGTC in default of the 2001 Development Agreement.
- j. On October 8, 2014, the City Council conducted a duly noticed public hearing and adopted Resolution 2014-237, finding EGTC in default of the 2001 Development Agreement, and introduced an ordinance amending the SPA. By Ordinance 29-2014, the City Council adopted a separate Development Agreement by and between the City and EGTC with respect to District A.



- k. On October 22, 2014, the City Council adopted Ordinance No. 28-2014, amendment the SPA.
- 11. <u>Project Approvals</u>. Developers have applied for and obtained various land use approvals and entitlements related to the development of the Project, as described below. For purposes of this Agreement, the term "Project Approvals" shall mean all of the approvals described in this Section 11, and all Conditions of Approval set forth in Exhibit "D."
- a. <u>General Plan Amendments</u>. On June 27, 2001 the City Council, by Resolution No. 2001-43, approved amendments to the City General Plan ("General Plan Amendments").
- b. Zoning Code Text Amendment to Establish the SPA. On June 27, 2001 the City Council, by Ordinance No. 10-2001, approved a text amendment to the Zoning Ordinance ("Zone Text Amendment") to establish the Lent Ranch Marketplace Special Planning Area ("SPA"), as amended by the City Council on October 22, 2014 pursuant to Ordinance No. 28-2014.
- c. Zoning Map Amendment. On June 27, 2001 the City Council, by Ordinance No. 10-2001, approved amendments to the Zoning Map ("Zone Change") to apply the SPA to the subject property.
- d. <u>Tentative Subdivision Map</u>. On June 27, 2001 the City Council, by Resolution No. 2001-43, approved a Tentative Subdivision Map for the creation of 11 parcels ("Tentative Subdivision Map").
- e. <u>Development Agreement</u>. On September 5, 2001 the City Council, by Ordinance No. 13-2001, approved the 2001 Development Agreement, as extended on April 13, 2011 by the City Council, and as amended and restated on September 23, 2015 by the City Council pursuant to Ordinance No. 19-2015.

12. Subsequent Approvals.

- a. In order to develop the Property as contemplated by the Project Approvals, Developers may seek additional entitlements, development permits, and use and/or construction approvals (hereinafter "Entitlement(s)") other than the Project Approvals. At such time as any requested additional Entitlement is approved by the City, such additional Entitlement shall become subject to all the terms and conditions of this Agreement applicable to Project Approvals and shall be treated as part of the "Project Approvals" under this Agreement.
- b. Nothing in this Agreement shall in any way restrict or limit the City's discretion to deny or approve Developers' request(s) for additional Entitlements, development permits, and use and/or construction approvals, nor shall anything in this Agreement be construed or relied upon as the City's intention or obligation (implied, express or otherwise) to approve any requested additional entitlements, development permits, or use and/or construction



approvals. In addition, nothing in this Agreement shall be construed or relied upon by Developers to in any way excuse or waive an obligation to strictly comply with all applicable laws, ordinances and conditions of approval.

- Development Timing and Restrictions. The Parties agree that it is extremely difficult for the Parties to presently predict when or at what rate portions of the Project would be developed on the Property. Such decisions depend upon numerous factors which may not be within the control of Developers, such as market orientation and demand, interest rates, competition and other similar factors. Developers may develop the Project at such rate and times, and in such sequence, as Developers deem appropriate within the exercise of their prudent business judgment, and regardless of any development moratoria or restrictions on development, timing of development, allocation of building permits or other restrictions that may be imposed by the City during the term of this Agreement. Therefore, no rules, ordinances, regulations or policies applicable to development of the Project and adopted subsequent to the Effective Date which regulate or restrict timing of development, sequencing of development, rate of development and/or building permit issuance shall apply to the Project. Notwithstanding the above, a change or amendment to the Vested Elements may be applied to the Property if it is determined by the City and evidenced through findings adopted by the City Council that the change or amendment is reasonably required in order to prevent a condition dangerous to the public health and safety.
- 14. <u>Conditions to this Agreement</u>. The following conditions to this Agreement shall apply to the Project as specified herein:
- a. The development of the Project shall be in accordance with and governed by the Project Approvals and this Agreement, as well as the Agreement for Indemnification Between the City of Elk Grove and M&H Realty Partners III L.P. and the Agreement for Advance of Funds Between the City of Elk Grove and M&H Realty Partners III L.P.
- b. Development of the Project shall be subject to all of the Conditions of Approval attached hereto as Exhibit "D."
- c. The 2001 Development Agreement contemplated mitigation for agricultural, open space and habitat impacts; the obligations related to those mitigation measures has been satisfied and the Project shall not be subject to any future-adopted City-wide mitigation fee or other program for the preservation of open space, greenbelts, animal and plant species or habitat and/or agricultural land, or such fees or programs that serve a similar or related purpose or objective.
- d. The City agrees that the Project shall develop at least 180, but no more than 280, units of multi-family housing.
- e. Developers shall endeavor in good faith to hire, or endeavor in good faith to cause to be hired, from the Standard Metropolitan Statistical Area in which the Project is located, qualified labor and companies in the construction of the Project. This requirement shall



be monitored annually as a part of the annual review of this Agreement, pursuant to Section 18 herein and Government Code section 65865.1

15. <u>Vested Right to Develop</u>.

- a. Developers shall have a vested right to develop the Project as set forth in the Vested Elements, defined as the following:
 - (i) The Project Approvals;
- (ii) The General Plan on the Effective Date, except that he Vested Elements shall include the amendments adopted as part of the Project Approvals; and
- (iii) The Zoning Code on the Effective Date, except that the Vested Elements shall include the amendments adopted as part of the Project Approvals and the SPA; and
- (iv) The Development Impact Fees identified on Exhibit "E," if and when those fees are adopted by the City and consistently applied to land uses and/or property similarly situated to the Project, in the amounts in effect on their effective dates when adopted by the City, plus any subsequently approved increase in such fees applied consistently to land uses similarly situated to the Project, or any adjustment based on the Engineering News Record Index, whichever is less. Only those Development Impact Fees identified on Exhibit "E" are applicable to the Project.
- b. City hereby agrees to be bound by the Vested Elements, subject to Developers' compliance with the terms and conditions of this Agreement and the Conditions of Approval applicable to each Party. The failure of one Party to comply shall not impair the right of any other Party to develop the Project in accordance with the Vested Elements.
- c. To the extent any future rules, ordinances, regulations or policies applicable to development of the Project are inconsistent with the Vested Elements, including the permitted uses, density and intensity of use, rate, timing or sequencing of construction, maximum building height and size, or provisions for reservation and dedication of land, the Vested Elements shall prevail, unless the City and any individual Party to this Agreement mutually agree to alter or amend any of the Vested Elements, including this Agreement as to that individual Party's property only. The City agrees that any individual Developer, in its sole discretion, may permanently amend the Vested Elements by applying some or all of the rules and regulations set forth in the General Plan in effect as of the Execution Date, ("Amended General Plan") the Zoning Code in effect as of the Execution Date, ("Amended Zoning Code") or the SPA, as amended by City Council Ordinance 28-2014, ("Amended SPA") by providing 30 days' notice in writing to the Planning Director. Use of a specific provision of the Amended General Plan, Amended Zoning Code, or Amended SPA shall not be deemed to have amended the Vested Elements to that regulation in its entirety, only as to that provision, unless an individual Developer, in its sole discretion, opts to update the Vested Elements as to the entirety of the



Amended General Plan, Amended Zoning Code or Amended SPA. Amendment of the Vested Elements as contemplated by the foregoing shall not constitute an amendment to this Agreement. An individual Developer's agreement to alter or amend any of the Vested Elements shall not be binding on the other Developer parties without their express written consent. To the extent any future rules, ordinances, regulations or policies applicable to development of the Project do not impair, abridge or qualify the Vested Elements, including permitted uses, density and intensity of use, rate, timing or sequencing of construction, maximum building height and size, or provisions for reservation or dedication of land, such rules, ordinances, regulations or policies shall be applicable. Notwithstanding the above, a change or amendment to the Vested Elements may be applied to the Property if it is determined by the City and evidenced through findings adopted by the City Council that the change or amendment is reasonably required in order to prevent a condition dangerous to the public health and safety. In the event of an inconsistency between the provisions of the SPA and the Zoning Code as defined in the Project Approvals, the provisions of the SPA shall prevail.

Notices. All notices required or provided for under this Agreement shall be in writing and delivered in person or sent by certified mail, postage prepaid, return receipt requested, to the principal offices of the City and Developers and their representative and (Developers') successors and assigns. Notice shall be effective on the date it is delivered in person, or the date when the postal authorities indicate the mailing was delivered to the address of the receiving Party indicated below:

Notice to City: City of Elk Grove

8400 Laguna Palms Way Elk Grove, CA 95759 Attention: City Manager

With copy to: Kronick, Moskovitz, Tiedemann & Girard

400 Capitol Mall, 27th Floor Sacramento, CA 95814 Attention: Jonathan Hobbs Fax: (916) 321-4555

Notice to Developers: M&H Realty Partners III, L.P.

425 California Street, 10th Floor

San Francisco, CA 94104

Attention: Lent Ranch Marketplace

Fax: (415) 693-0480



Robert H. Lent

10551 West Stockton Boulevard

Elk Grove, CA 95757 Telephone: (916) 798-0802

Fax: (916) 684-2059

Feletto Development, LLC

1020 45th Street

Sacramento, CA 95819 Attention: Martin Feletto Fax: (916) 765-1234

With copies to:

Glaser Weil

10250 Constellation Blvd., Suite 1900

Los Angeles, CA 90067 Attention: Daniel Jordan, Esq. Telephone: (310) 553-3000

Hold Harmless. Developers shall defend, indemnify and hold harmless the City 17. and its agents, officers, consultants, independent contractors and employees ("Elk Grove's Agents") from any and all damage, liability or loss, or any claim of damage, liability or loss, including without limitation attorneys' fees or costs, connected with or arising out of any alternative dispute resolution process, action or proceeding (collectively "Action") against the City or Elk Grove's Agents to attack, challenge, question, clarify, set aside, void, enjoin, obtain declaratory relief regarding or annul this Agreement, or any part thereof, or any decision, determination, or action made or taken under this Agreement, or any part thereof, or related to approving the Project or any part thereof, or any related approvals or Project conditions imposed by the City or Elk Grove's Agents concerning the Project, or to impose personal liability against the City or Elk Grove's Agents, resulting from their involvement in the Project (except where caused by the active negligence, sole negligence, or willful misconduct of the City or Elk Grove's Agents), including any claim for private attorney general fees claimed by or awarded to any Party against the City or Elk Grove's Agents. In the event of any such Action, the City and Developers shall confer and cooperate with each other in response to such Action, including the use of outside consultants and/or legal counsel, however, this agreement to "confer and cooperate" shall in no way be construed to limit the City's independence in its response to such Action, including without limitation, the retention and/or use of outside consultants and/or legal counsel, nor shall it obligate the City to in any way compromise or alter its attorney-client relationships or confidences with legal counsel or outside consultants. The choice of any outside legal counsel used shall be acceptable to both Developers and City. To the extent that City uses any of its resources responding to such action, Developers shall reimburse City in accordance with the Indemnification Agreement and/or the Agreement for Advance of Funds for the use of such resources within thirty days of demand for payment thereof by City. Such resources include, but are not limited to, staff time, court costs, and City Attorney's or other City legal counsel's, Agent's or consultant's time at a rate equal to its total costs, or any other direct or



indirect costs associated with responding to the Action. If Developers do not reimburse all costs within sixty days of receipt of written demand for payment, interest shall accrue on the unpaid amount at a rate of 10% per annum, and shall serve to immediately terminate this Agreement.

With respect to any Action challenging the validity of this Agreement or any environmental, financial or other documentation related to approval of this Agreement, Developers further agree to defend, indemnify, hold harmless, pay all damages, expenses, costs and fees, if any incurred to either the City or plaintiff(s) filing such an action should a court award plaintiff(s) damages, costs and fees, and to provide a defense for the City in any such action. Any refusal by Developers to defend the City in such an Action shall serve to immediately terminate this Agreement; provided, however, each of the Developers shall be given reasonable written notice of and an opportunity to cure any such refusal by any other Developer.

- 18. Periodic Review of Compliance with Agreement. As required by Government Code §65865.1, City and Developers shall annually review this Agreement and all actions taken pursuant to the terms of this Agreement. Such annual review shall be undertaken in accordance with the procedure set forth in Sections 112-160 and 112-163 of the Zoning Code as of the Effective Date.
- 19. <u>Modification or Termination in the Event of Default</u>. Subject to the notice and opportunity to cure provisions set forth in Section 22, if the City determines that due to an Event of Default, modification or termination of this Agreement with respect to the defaulting Developer(s, is appropriate, the City shall provide notice to all Developers and hold a public hearing in accordance with the procedure set forth in Section 112-167 of the Zoning Code as of the Effective Date. The modification or termination of this Agreement as to a defaulting Developer(s) shall not affect the rights and obligations of other non-defaulting Developers or validity of the Project Approvals, or terminate this Agreement as to such other Developers.
- 20. <u>Enforcement</u>. Unless modified or terminated as provided in Section 19, this Agreement is enforceable by any Party to it.
- 21. Events of Default. A Developer is in default under this Agreement upon the happening of one or more of the following events or conditions:
- a. If a warranty, representation or statement made or furnished by that Developer in connection with periodic review pursuant to Section 18 is intentionally false or proves to have been intentionally false in any material respect when it was made; or
- b. A finding and determination by the City made following a periodic review under the procedure provided for in Section 18 that upon the basis of substantial evidence the Developer in question has not complied in good faith with one or more terms or conditions of this Agreement.
- c. An Event of Default on the part of a Party identified as "Developers" under section 2(g) of this Agreement shall be limited in effect to the defaulting Party's interest in



the Property or the Project, and shall not impair the benefits or privileges of any other Party identified as "Developers" under this Agreement.

22. Procedure Upon Default.

- a. Upon the City's finding of an Event of Default on the part of any Developer City shall provide all Developers with a written Notice of Default. The Notice of Default shall specify in detail the nature of the failure(s) in performance which the City claims constitutes the Event of Default, and the manner in which such failure may be satisfactorily cured in accordance with the terms and conditions of this Agreement.
- b. The Developer(s) alleged to be in default shall have thirty (30) days following written Notice of Default from the City to cure the Event of Default, where such Event of Default is of a nature that can be cured within the thirty (30) day period. If such Event of Default is not of a nature which can be cured within the thirty (30) day period, the Developer(s) must within the thirty (30) day period commence efforts to cure the Event of Default, and thereafter must within a reasonable time prosecute to completion with diligence and continuity the curing of the Event of Default. In the event that the Developer(s) fails to commence efforts within thirty (30) days, the City may give notice of its intent to modify or terminate the Agreement with respect to the defaulting Developer(s) as set forth in Section 19 of this Agreement.
- c. City shall meet and confer with any or all Developers as necessary or desirable throughout the cure period.
- d. City does not waive any claim of defect in performance by Developers if on periodic review the City does not propose to modify or terminate the Agreement.
- e. Non-performance of any obligation when required hereunder shall not be excused because of failure of an employee, agent or subcontractor of a Party hereto.
- f. An express repudiation, refusal or renunciation of the Agreement, if the same is in writing and signed by Developers, shall be sufficient to terminate the Agreement and a hearing on the matter shall not be required.
- g. Adoption of a law, regulation or other governmental activity making performance by Developers unprofitable or more difficult does not excuse the performance of any obligation by Developers.
- h. Non-performance shall be excused when it is delayed unavoidably and beyond the reasonable control of any Party by strikes, lock-outs, Acts of God, inclement weather, failure or inability to secure materials or labor by reason of priority or similar regulations or order of any governmental or regulatory body, changes in local, state or federal laws or regulations, enemy action, civil disturbances, fire, unavoidable casualties, litigation brought by a



non-Party to this Agreement, or any other cause beyond the reasonable control of either Party which substantially interferes with such performance.

- Damages Upon Termination. Developers acknowledge that under the 23. Development Agreement Law, land use approvals (including development agreements) must be approved by the City Council and that under law, the City Council's discretion to vote in any particular way may not be constrained by contract. Developer therefore waives all claims for damages against the City in the event that this Agreement or any Project Approval is: (1) not approved by the City Council or (2) is approved by the City Council, but with new changes, amendments, conditions, modifications, or deletions to which Developers are opposed. Developers further acknowledge that as an instrument which must be approved by ordinance, this Agreement is subject to referendum; and that under law, the City Council's discretion to avoid a referendum by rescinding its approval of the underlying ordinance may not be constrained by contract, and Developers waive all claims for damages against the City in this regard. Notwithstanding anything in this Agreement to the contrary, the Parties acknowledge that the City would not have entered into this Agreement had it been exposed to liability for monetary damages from Developers, and that therefore, Developers hereby waive any and all claims for monetary damages against the City for breach of this Agreement. Nothing in this section is intended to nor does it limit Developers' or the City's rights to equitable remedies as permitted by law, such as specific performance, injunctive and/or declaratory relief, provided that Developers waive any claims to monetary damages in conjunction with any such requested relief.
- 24. Attorneys' Fees, Expenses and Costs. In the event of litigation by one party against another under this Agreement, or to enforce any provision herein the prevailing party shall be entitled to recovery of its reasonable and actual attorneys' fees and litigation costs (as may be fixed by the Court) from the non-prevailing party, which recovery shall not cumulatively exceed One Hundred and Seventy Five Thousand Dollars (\$175,000.00) per lawsuit, including any counterclaims, cross-claims, related lawsuit and/or consolidated lawsuit. All attorneys' fees and litigation costs incurred by the prevailing party in excess of the amount recoverable under this section shall be borne by the prevailing party.

25. Rules of Construction and Miscellaneous Terms.

- a. The singular includes the plural; the masculine gender includes the feminine; "shall" is mandatory; "may" is permissive.
- b. If a part of this Agreement is held to be invalid by a court of competent jurisdiction, the remainder of the Agreement is not affected. Following a meeting between the Parties, the provisions of this Agreement shall, upon agreement of the Parties, be modified or suspended but only to the minimum extent necessary to comply with the court order.
- c. The person or persons executing this Agreement on behalf of the Parties warrant and represent that they have the authority to execute this Agreement and represent that they have the authority to bind the Parties to the performance of their obligations hereunder.



- d. The time limits set forth in this Agreement may be extended by mutual consent of the Parties in accordance with the procedures for adoption of an agreement.
- e. This Agreement, together with its exhibits, constitutes the entire agreement between the Parties with respect to the subject matter of this Agreement.
- f. Each Party to this Agreement hereby represents that he/she/it was represented by an attorney in the negotiation of this Agreement and has entered into this Agreement after consultation with their own attorney, or the Party has deliberately failed to consult with counsel knowing they had the right to so consult with counsel and voluntarily chose to give up that right, thus, should this Agreement require interpretation, none of the Parties shall be deemed the drafter of any provision.
- Amendments to Development Agreement Legislation. No amendment to the Development Agreement Legislation or any other legislation or regulation following the Effective Date which would prevent or preclude compliance with one or more provisions of this Agreement shall apply to this Agreement unless such amendment or addition is specifically required by the change in law, or is mandated by a court of competent jurisdiction. In the event of the application of such a change in law, the Parties shall meet in good faith to determine the feasibility of any modification or suspension that may be necessary to comply with such new law or regulation and to determine the effect such modification or suspension would have on the purposes and intent of this Agreement and the Vested Elements. Following the meeting between the Parties, the provisions of this Agreement may, to the extent feasible, and upon mutual agreement of the Parties, be modified or suspended but only to the minimum extent necessary to comply with such new law or regulation.
- 27. Estoppel Certificates. Either Party may, at any time during the Term of this Agreement, deliver written notice to the other Party requesting such Party to certify in writing that, to the knowledge of the certifying Party, (a) this Agreement is in full force and effect and a binding obligation of the Parties, (b) this Agreement has not been amended or modified either orally or in writing, or if amended, the Party shall describe the amendments, and (c) the requesting Party is not in default in the performance of its obligations under this Agreement, or if in default, the Party shall describe the nature and amount of any such defaults. The Party receiving a request hereunder shall make best efforts to execute and return such certificate within thirty (30) days following the receipt thereof. Either the City Manager or the Planning Director of the City shall have the right to execute any certificate requested by any Party hereunder. The City acknowledges that a certificate hereunder may be relied upon by transferees and mortgagees.
- 28. <u>Copies of Vested Elements</u>. Prior to the Effective Date, the Parties shall prepare two (2) sets of the Vested Elements, one (1) set for City and one (1) set for Developers, so that if it becomes necessary in the future to refer to any of the Vested Elements, there will be a common set available to all Parties.



- 29. Termination of Development Agreement with Respect to Individual Residential Parcels Upon Sale to the Public. Upon issuance of a certificate of occupancy for a building constructed on any residential parcel, and the final subdivision and individual sale of such residential parcel to the purchaser thereof, such parcel shall be released from and no longer be subject to the provisions of this Agreement without the execution or recordation of any further document or instrument.
- 30. <u>Authorized Agents</u>. Each person executing this Agreement warrants to all other Parties hereto that he/she is fully authorized to execute this Agreement in the capacity indicated by his/her signature.
- 31. <u>Memorandum of Agreement</u>. Contemporaneously herewith, the Parties shall execute a notarized Memorandum of Development Agreement in the form attached hereto as Exhibit "B," identifying the Property, which Memorandum shall be recorded with the Sacramento County Recorder.

IN WITNESS WHEREOF this Agreement has been executed by the parties on the day and year first above written.

SIGNATURES BEGIN ON NEXT PAGE



CITY:	
CITY OF ELK GROVE	
By:, Mayor	
Attest:	
By: City Clerk	
Approved as to Form:	
KRONICK, MOSKOVITZ, TIEDEMANN & GIRARD, a Professional Corp,	
By: Jonathan Hobbs, City Attorney	
DEVELOPERS:	
M & H REALTY PARTNERS AFFILIATED FUND III L.P., a California limited partnership	
y: MHRP AFFILIATED III L.P., a California limited partnership	
By: MERLONE/HAGENBUCH INC., a California corporation	
By: Peter J. Merlone, President	

SIGNATURES CONTINUE ON NEXT PAGE



ROBERT H. LENT AS TRUSTEE OF THE ROBERT H. LENT TRUST DATED MARCH 13,

Robert H. Lent as Trustee of the
Robert H. Lent Trust dated March 13, 2009

FELETTO DEVELOPMENT, LLC

By: ______ Martin Feletto, Member



ROBERT H. LENT AS TRUSTEE OF THE ROBERT H. LENT TRUST DATED MARCH 13, 2009

Robert H. Lent as Trustee of the

Robert H. Lent Trust dated March 13, 2009

FELETTO DEVELOPMENT, LLC

B√

Martin Beletto, Member

Signer is Representing: __

 $\mathbf{y}_{\mathbf{x}}$ A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document. State of California County of <u>Ban Francisco</u> On September 8, 2015 before me, Janet J. Kwan, Notary, Public

Date

Description of the Officer personally appeared Peter J. Merlone personally appeared Name(s) of Signer(s) who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s); or the entity upon behalf of which the person(s) acted, executed the instrument. I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct. JANET J. KWAN Commission # 2120090 WITNESS my hand and official seal. Notery Public - California San Francisco County Comm. Expires Aug 12, 2019 Signature Place Notary Seal Above - OPTIONAL -Though this section is optional, completing this information can deter alteration of the document or fraudulent reattachment of this form to an unintended document. **Description of Attached Document** Number of Pages 2 Signer(s) Other Than Named Above: Capacity(ies) Claimed by Signer(s) Signer's Name: Signer's Name: Corporate Officer - Title(s): Corporate Officer — Title(s): Partner — ☐ Limited ☐ General ∴ Partner — 🗀 Limited 💛 General ☐ Attorney in Fact ...! Individual € Guardian or Conservator ☐ Guardian or Conservator ☐ Trustee Trustee ① Other: ∴ Other:
 _

Signer Is Representing:

A notary public or other officer completing this certificat document to which this certificate is attached, and not the	e verifies only the identity of the individual who signed the truthfulness, accuracy, or validity of that document.		
State of California County of Sacramento On September 9, 2015 before me, Date personally appeared Robert H.	Mark A. Groom, Notory Public Here Insert Name and Title of the Officer Lent Name(s) of Signer(s)		
subscribed to the within instrument and acknowle his/her/their authorized capacity(ies), and that by his or the entity upon behalf of which the person(s) act MARK A. GROUA! Commission # 2121364 Value Notary Public - California Sacramento County County	evidence to be the person(s) whose name(s) is/are edged to me that he/she/they executed the same in s/her/their signature(s) on the instrument the person(s), ed, executed the instrument. certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct. WITNESS my hand and official seal. Signature of Notary Public		
Place Notary Seal Above	IONAL		
Though this section is optional, completing this i	nformation can deter alteration of the document or form to an unintended document.		
Description of Attached Document	_		
Title or Type of Document; Number of Pages: Signer(s) Other Than	Document Date:		
	Named Above.		
Capacity(ies) Claimed by Signer(s) Signer's Name:	Signer's Name:		
☐ Corporate Officer — Title(s):	☐ Corporate Officer — Title(s):		
☐ Partner — ☐ Limited ☐ General	☐ Partner — ☐ Limited ☐ General		
☐ Individual ☐ Attorney in Fact	☐ Individual ☐ Attorney in Fact		
☐ Trustee ☐ Guardian or Conservator	☐ Trustee ☐ Guardian or Conservator		
Other:	Other:		
Signer Is Representing: Signer Is Representing:			
<u> </u>			

CALIFORNIA ALL-PURPOSE ACKNOWLEDGMENT

A notary public or other officer completing this certific document to which this certificate is attached, and not t	ate verifies only the identity of the individual who signed the he truthfulness, accuracy, or validity of that document.	
State of California County of Successful Down before me, Down before me, Down before me, Down Felson Felso	Here Insert Name and Title of the Officer Name(s) of Signer(s)	
subscribed to the within instrument and acknow	evidence to be the person(s) whose name(s) is/are redged to me that he/she/they executed the same in his/her/their signature(s) on the instrument the person(s) cted, executed the instrument.	
DANIEL PATRICK KELLY Commission # 2005207 Notary Public - California Santa Barbara Gounty Lymes Jan 26, 2017	I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct. WITNESS my hand and official seal. Signature of Notary Public	
Place Notary Seal Above		
Though this section is optional, completing this information can deter alteration of the document or fraudulent reattachment of this form to an unintended document.		
Description of Attached Document Fitle or Type of Document: Number of Pages: Signer(s) Other Tha	Document Date:	
Capacity(ies) Claimed by Signer(s) Signer's Name:	Signer's Name:	
☐ Corporate Officer — Title(s):/	Ci Corporate Officer - Title(s):	
□ Partner — □ Limited □ General	Expartner ☐ Limited ☐ General	
☐ Individual ☐ Attorney in Fact	☐ Individual ☐ Attorney in Fact	
☐ Trustee ☐ Guardian or Conservator	☐ Trustee ☐ Guardian or Conservator	
☐ Other:	☐ Other:	
Signer Is Bepresenting:	Signer Is Representing:	

Signer Is Bepresenting: __



EXHIBIT "A" - LEGAL DESCRIPTION

Real property in the City of Elk Grove, County of Sacramento, State of California, described as follows:

LOTS B THROUGH F, AND LOT H, AS SHOWN ON THE CERTAIN MAP ENTITLED "SUBDIVISION NO. 00-038.00 LENT RANCH MARKETPLACE" WHICH MAP WAS FILED IN THE OFFICE OF THE RECORDER COUNTY OF SACRAMENTO, STATE OF CALIFORNIA ON DECEMBER 14, 2007 IN BOOK 372 OF MAPS. PAGE 27.

EXCEPTING THEREFROM THAT PORTION DEED TO SACRAMENTO MUNICIPAL UTILITY DISTRICT, A MUNICIPAL UTILITY DISTRICT BY GRANT DEED RECORDED MAY 19, 2008 IN BOOK 20080519 AT PAGE 320, OFFICIAL RECORDS.

EXCEPTING THEREFROM THAT PORTION OF LAND CONVEYED TO THE CITY OF ELK GROVE BY FINAL ORDER OF CONDEMNATION RECORDED DECEMBER 30, 2008 IN BOOK 20081230 AT PAGE 0520, OFFICIAL RECORDS.

APNs: 134-1010-002-0000; 134-1010-003-0000; 134-1010-004-0000; 134-1010-005-0000; 134-1010-008-0000; 134-1010-013-0000

PARCELS 1, 2, AND 4 THROUGH 9, AS SHOWN ON THAT CERTAIN PARCEL MAP NO. 08-009 FILED IN THE OFFICE OF THE RECORDER OF THE COUNTY OF SACRAMENTO, STATE OF CALIFORNIA ON NOVEMBER 21, 2008, IN BOOK 210 OF PARCEL MAPS AT PAGE 20.

APNs: 134-1030-001-0000; 134-1030-002-0000; 134-1030-004-0000; 134-1030-005-0000; 134-1030-006-0000: 134-1030-007-0000; 134-1030-008-0000; 134-1030-009-0000

LOT K AS SHOWN ON THE CERTAIN MAP ENTITLED "SUBDIVISION NO. 00-038.00 LENT RANCH MARKETPLACE" WHICH MAP WAS FILED IN THE OFFICE OF THE RECORDER COUNTY OF SACRAMENTO, STATE OF CALIFORNIA ON DECEMBER 14, 2007 IN BOOK 372 OF MAPS, PAGE 27.

EXCEPTING THEREFROM THAT PORTION OF LAND CONVEYED TO THE CITY OF ELK GROVE BY FINAL ORDER OF CONDEMNATION RECORDED APRIL 07, 2009 IN BOOK 20090407 AT PAGE 0769, OFFICIAL RECORDS.

APN: 134-1010-011-0000

[legal description continues on next page]



LOTS I AND J, AS SHOWN ON THAT CERTAIN MAP ENTITLED "SUBDIVISION NO. 00-038.00 LENT RANCH MARKETPLACE", WHICH MAP WAS FILED IN THE OFFICE OF THE RECORDER OF THE COUNTY OF SACRAMENTO, STATE OF CALIFORNIA ON DECEMBER 14, 2007, IN BOOK 372 OF MAPS PAGE(S) 27.

EXCEPTING THEREFROM THAT PORTION AS DESCRIBED IN THAT CERTAIN FINAL ORDER OF CONDEMNATION RECORDED MARCH 21, 2008 AS BOOK 20080321, PAGE 1060, OF OFFICIAL RECORDS.

APN: 134-1010-009-0000 (Affect Lot I) and 134-1010-010-0000 (Affects Lot J)

[end of legal description]



EXHIBIT "B" – MEMORANDUM OF DEVELOPMENT AGREEMENT

[Actual Document To Be Recorded.]

MEMORANDUM OF DEVELOPMENT AGREEMENT

This Memorandum of Development Agreement ("Memorandum") is dated as of September 23, 2015, and is entered into between M&H Realty Partners Affiliated Fund III L.P., a California limited partnership, successor in interest to M&H Realty Partners III L.P., a California limited partnership, Feletto Development LLC, a California limited liability company, and Robert H. Lent as trustee of the Robert H. Lent Trust dated March 13, 2009 (individually and collectively referred to herein as "Developers"), and the City of Elk Grove ("City"), a municipal corporation organized and existing under the laws of the State of California corporation.

Recitals

- A. On or about July 11, 2001, Developers, Elk Grove Town Center, L.P. et at. (EGTC) and the City entered into a written Development Agreement pursuant to Government Code sections 65864 et seq. (the "Agreement"), pursuant to which the parties agreed to various rights, obligations, duties and conditions relating to that certain real property particularly described in Exhibit A hereto ("Premises").
- B. On October 8, 2014, the City Council adopted Resolution No. 2014-237 finding EGTC in default of the 2001 Development Agreement, thereby terminating EGTC from the 2001 Development Agreement and removing EGTC's property from the 2001 Development Agreement.
- C. On September 23, 2015, the City adopted Ordinance No. 19-2015, amending the 2001 Development Agreement (the "Amended and Restated Development Agreement"), which includes modifications to the 2001 Development Agreement as a result of Resolution No. 2014-237.
- D. The parties to the Agreement desire to execute this Memorandum to provide constructive notice of the rights, obligations, duties and conditions of the parties under the Agreement to all third parties.

Memorandum of Terms

1. The term of Amended and Restated Development Agreement shall continue for ten (10) years after the execution date of the Amended and Restated Development Agreement, and such term may be extended by an additional ten (10) years by mutual agreement of the parties.



- 2. The parties have executed and recorded this Memorandum to give constructive notice of the Agreement. Additional terms are contained in the Agreement which is incorporated by reference in its entirety in this Memorandum. In the event of any inconsistency between this Memorandum and the Agreement, the Agreement shall control.
 - 3. This Memorandum is governed by the law of the State of California.

/s/



EXHIBIT "C" - MAP OF PROJECT AREA

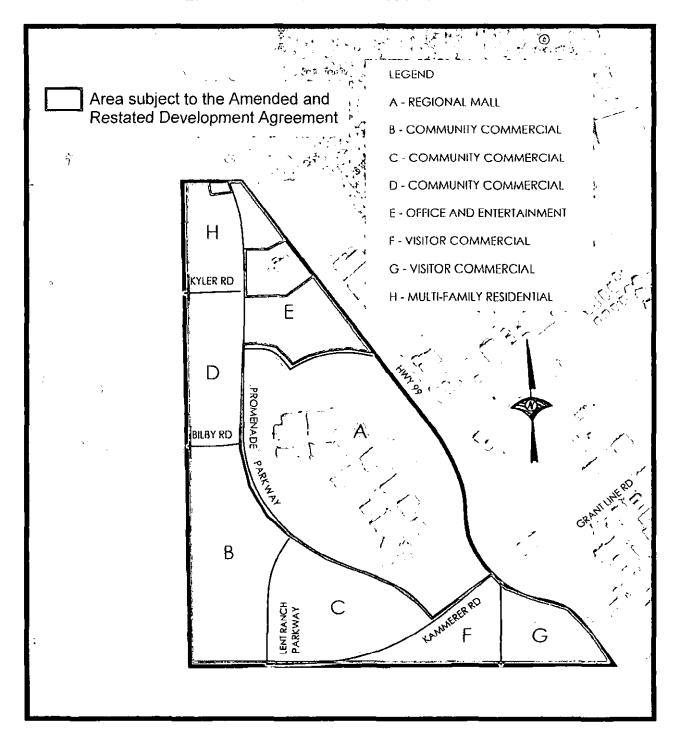




EXHIBIT "D" – CONDITIONS OF APPROVAL AND MITIGATION MONITORING & REPORTING PROGRAM

BEGINS ON NEXT PAGE



Applicability and Status of Conditions of Approval for the

FINAL CONDITIONS OF APPROVAL LENT RANCH MARKETPLACE

As Approved by City Council 6-27-01 and Amended October 2014

Special Planning Area, Change of Zone, Tentative Map, Financing Plan, Transportation System Management Plan, General Plan

Amendments

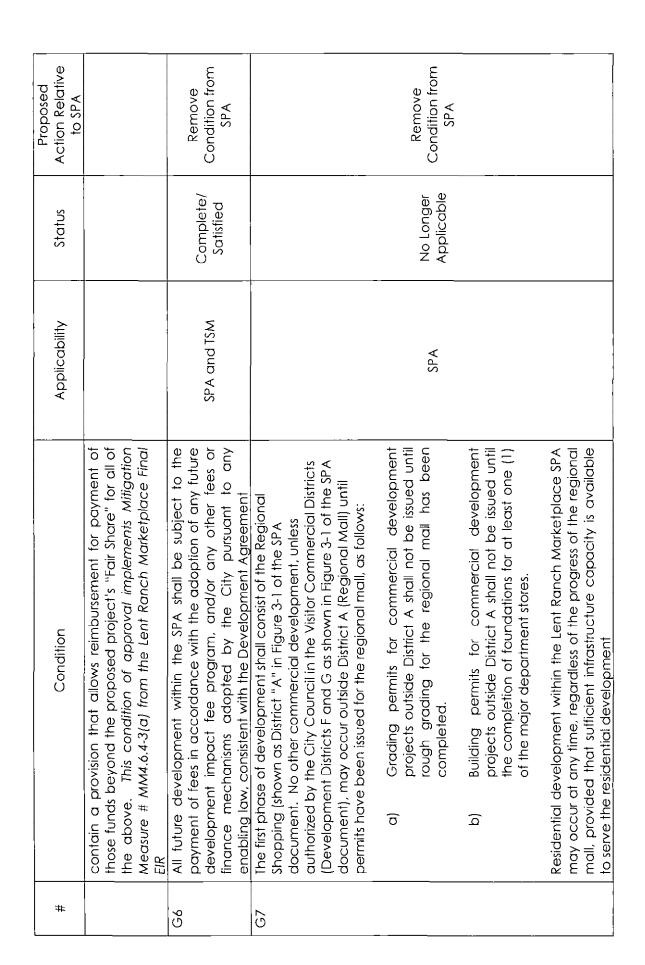
File EG-00-038

Proposed Action Relative to SPA	Remove Condition	Remove Condition	Remove Condition
Status	Complete/ Satisfied	Within the SPA	Complete/ Satisfied
Applicability	All Approvals	SPA	SPA
Condition	None of the items listed above shall be deemed approved until the City has determined that the applicant has met the funding requirements of the <u>Agreement for Advance of Funds (Reimbursement Agreement for Staff Processing)</u> adopted by the City of Elk Grove in December 2000.	Development within the Lent Ranch Marketplace SPA shall occur in accordance with the staged development process defined in Section 5 of the SPA document	No development of any kind shall occur until a specific Lent Ranch Marketplace SPA Development Impact Fee Program is adopted by the City. This Fee Program shall establish a source for all funding necessary to construct all required infrastructure (including infrastructure controlled by other agencies, specifically including the Elk Grove Community Services District) needed for the entire SPA area at buildout. For the purposes of this condition of approval, "development" shall include the following: a) Issuance of any grading or building permits, excluding the concurrent grading of the Grant Line/99 freeway interchange and the regional mall site.
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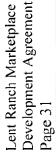


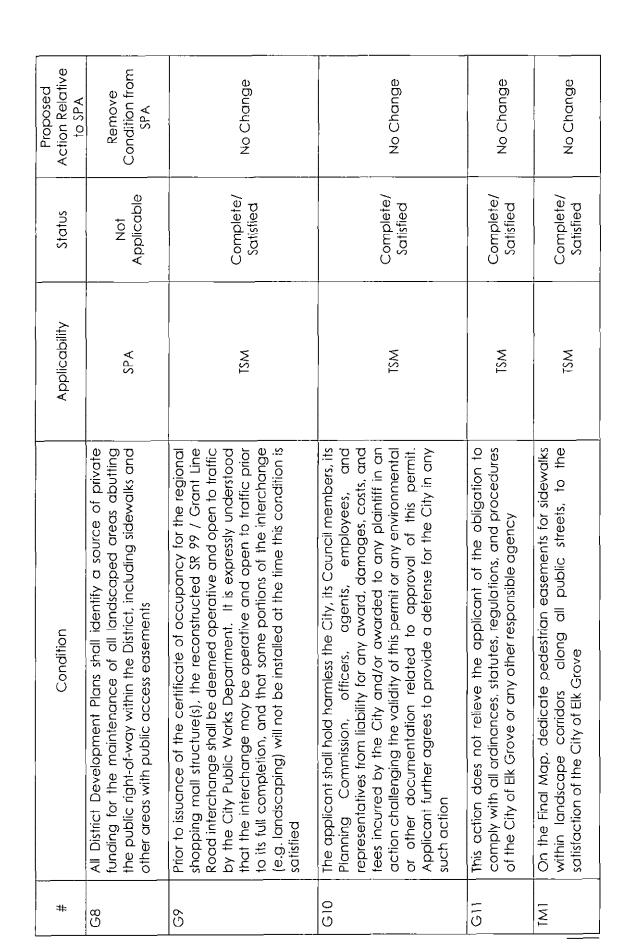
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Action Relative to SPA				Remove Condition			Remove Condition from SPA	
Status				Complete/ Satisfied			Complete/ Satisfied	
Applicability				SPA			SPA and TSM	
Condition	b) Recordation of any parcel or subdivision map other than the Lent Ranch Tentative Tract Map approved with the original approval of the Lent Ranch Marketplace SPA.	No additional entitlements including District Development Plans, shall be granted within any District of the SPA (including the regional mall, District A) until a detailed finance plan has been developed which:	a) Identifies all required backbone infrastructure necessary to serve complete development of the District;	b) Establishes the estimated cost of all required backbone infrastructure needed to serve complete development of the District;	c) Identifies the estimated timing for construction for all required backbone infrastructure needed to serve complete development of the District;	Establishes the financing source required to fund all required backbone infrastructure needed to serve complete development of the District and implements an irrevocable financing mechanism to provide this funding.	The Public Facilities Financing Plan for the project shall provide either complete early funding for a permanent fire station (by means of developer financing of the station with a provision for credit against the Fire Protection Development Fee) or developer financing of a temporary fire station. Sufficient funds will also be	required to purchase an engine and grass unit. The Plan shall
#		G4					G5	



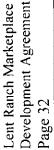


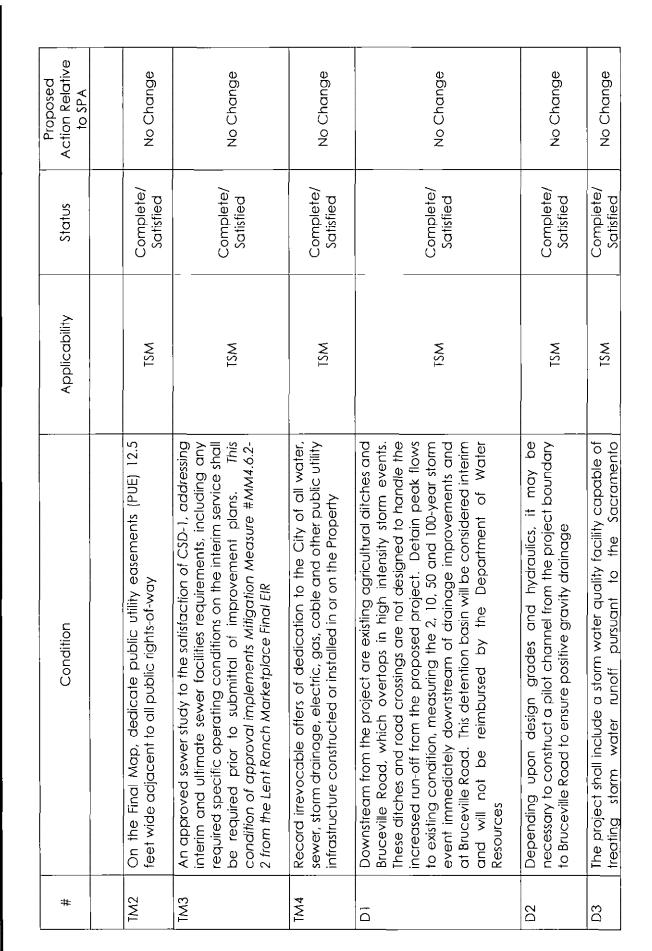




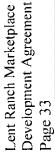


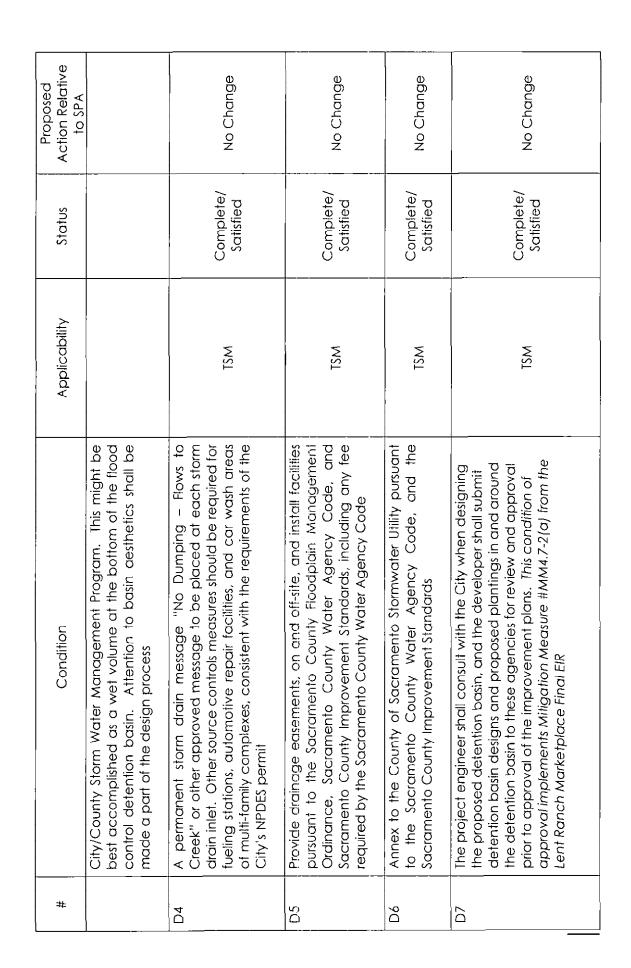






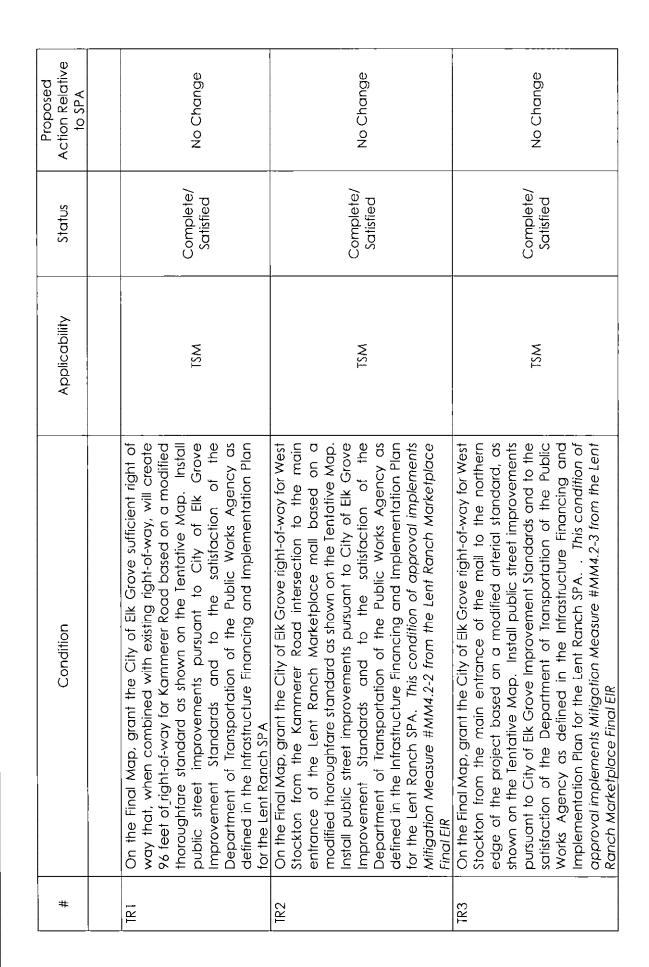




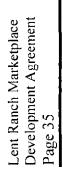












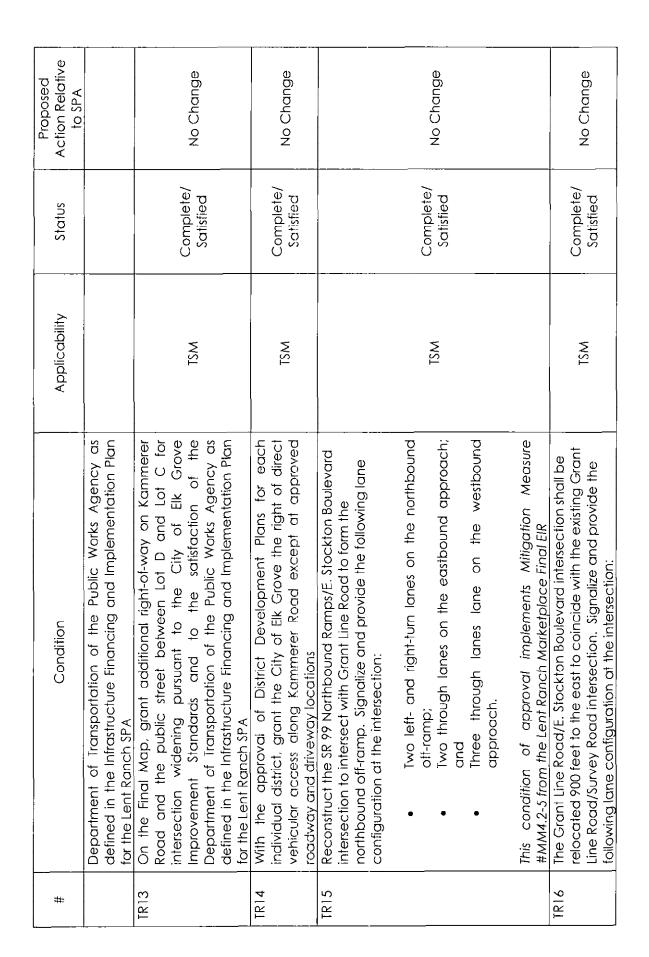


	Condition	Applicability	Status	Proposed Action Relative to SPA
On the public arterial street street Stanc Transfer Infrass Ranc	On the Final Map, grant the City of Elk Grove right-of-way for the public street between Lot F, H, and Lot E based on a modified arterial standard as shown on the Tentative Map. Install public street improvements pursuant to City of Elk Grove Improvement Standards and to the satisfaction of the Department of Transportation of the Public Works Agency as defined in the Infrastructure Financing and Implementation Plan for the Lent Ranch SPA	TSM	Complete/ Satisfied	No Change
On # publipublipublipublipublipublipublipubli	On the Final Map, grant the City of Elk Grove right-of-way for the public street between Lot E and Lot D based on a modified arterial standard, as shown on the Tentative Map. Install public street improvements pursuant to City of Elk Grove Improvement Standards and to the satisfaction of the Department of Transportation of the Public Works Agency as defined in the Infrastructure Financing and Implementation Plan for the Lent Ranch SPA	TSM	Complete/ Satisfied	No Change
On the public pu	On the Final Map, grant the City of Elk Grove right-of-way for the public street between Lot D and Lot C based on a modified arterial standard, as shown on the Tentative Map. Install public street improvements pursuant to City of Elk Grove Improvement Standards and to the satisfaction of the Department of Transportation of the Public Works Agency as defined in the Infrastructure Financing and Implementation Plan for the Lent Ranch SPA	TSM	Complete/ Satisfied	No Change
On II publi publi Impri Impri defir	On the Final Map, grant the City of Elk Grove right-of-way for the public street between Lot I and Lot J based on a standard collector street standard, as shown on the Tentative Map. Install public street improvements pursuant to City of Elk Grove Improvement Standards and to the satisfaction of the Department of Transportation of the Public Works Agency as defined in the Infrastructure Financing and Implementation Plan for the Lent Ranch SPA	TSM	Complete/ Satisfied	No Change



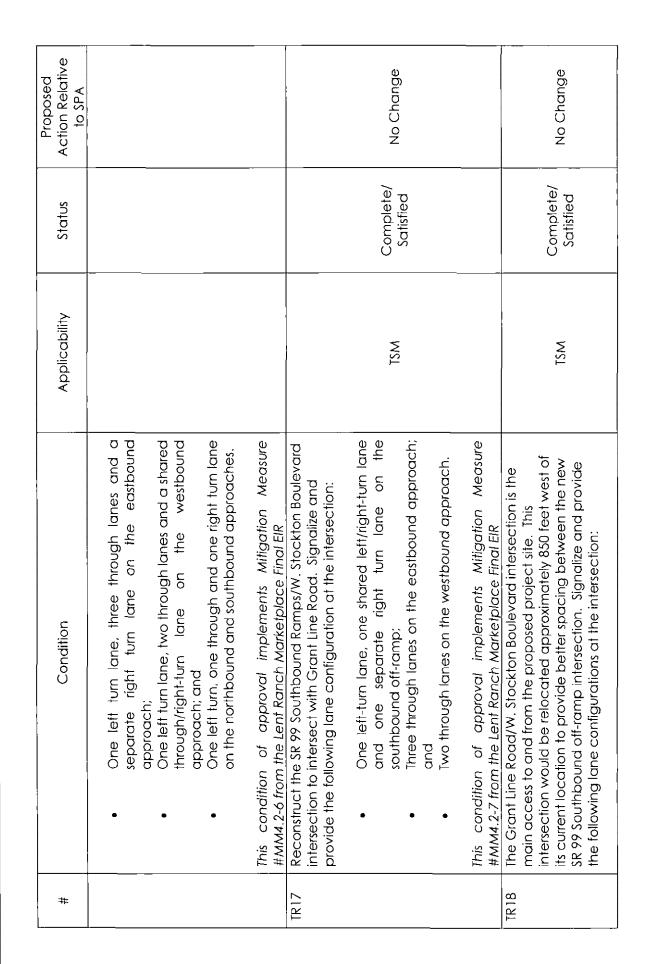
#	Condition	Applicability	Status	Proposed Action Relative to SPA
TR8	On the Final Map, grant the City of Elk Grove right-of-way for the public street south of Lot K based on a standard collector street, as shown on the Tentative Map. Install public street improvements pursuant to City of Elk Grove Improvement Standards and to the satisfaction of the Department of Transportation of the Public Works Agency as defined in the Infrastructure Financing and Implementation Plan for the Lent Ranch SPA.	TSM	Complete/ Satisfied	No Change
TR9	On the Final Map, grant additional right-of-way on Kammerer Road and West Stockton Boulevard for intersection widening pursuant to the City of Elk Grove Improvement Standards and to the satisfaction of the Department of Transportation of the Public Works Agency as defined in the Infrastructure Financing and Implementation Plan for the Lent Ranch SPA	TSM.	Complete/ Satisfied	No Change
TR10	On the Final Map, grant additional right-of-way on West Stockton Boulevard and the public street between sLots E and H for intersection widening pursuant to the City of Elk Grove Improvement Standards and to the satisfaction of the Department of Transportation of the Public Works Agency as defined in the Infrastructure Financing and Implementation Plan for the Lent Ranch SPA	TSM	Complete/ Satisfied	No Change
TR I	On the Final Map, grant additional right-of-way on West Stockton Boulevard and the public street between Lot E and Lot D for intersection widening pursuant to the City of Elk Grove Improvement Standards and to the satisfaction of the Department of Transportation of the Public Works Agency as defined in the Infrastructure Financing and Implementation Plan for the Lent Ranch SPA	TSM	Complete/ Satisfied	No Change
TR12	On the Final Map, grant additional right-of-way on West Stockton Boulevard and the public street between Lot D and Lot C for intersection widening pursuant to the City of Elk Grove Improvement Standards and to the satisfaction of the	TSM	Complete/ Satisfied	No Change



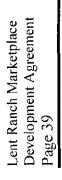






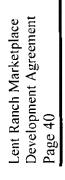


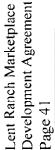


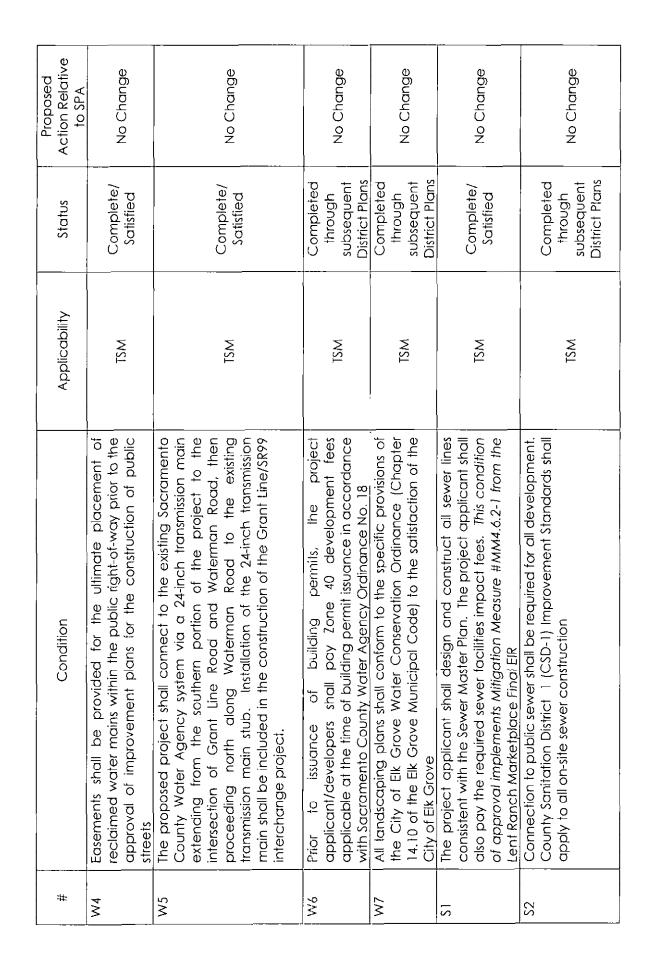


#	Condition	Applicability	Status	Proposed Action Relative to SPA
	Three left-turn lanes, one through lane and one shared through/right-turn lane on the southbound approach;			
	One left furn lane, two through lanes and one shared through/right-turn lane on the eastbound			
	 approach, One left turn lane, two through lanes one shared through through the lane and a free right-turn lane and a free right-turn lane. 			
	on the westbound approach; and One left turn, one through lane and one right-turn			
	lane on the northbound approach.			
	This condition of approval implements Mitigation Measure #MM4.2-8 from the Lent Ranch Marketplace Final EIR			
TR19	Construct two lanes on the SR 99 southbound off-ramp to Grant Line Road. This condition of approval implements Mitigation Measure #MM4.2-11 from the Lent Ranch Marketplace Final EIR	TSM	Complete/ Satisfied	No Change
TR20	Signalize the intersection of Poppy Ridge Road and West			
	Stockton Boulevard and provide the tollowing lane configurations:			
	Two left-turn lanes and two through lanes on the northbound approach;			
	One right-turn lane and two through lanes on the southbound approach; and	TSM	Complete/ Satisfied	No Change
	One left-turn and one right-turn lane on the eastbound approach.			
	This condition of approval implements Mitigation Measure #MM4.2-23 from the Lent Ranch Marketplace Final EIR			







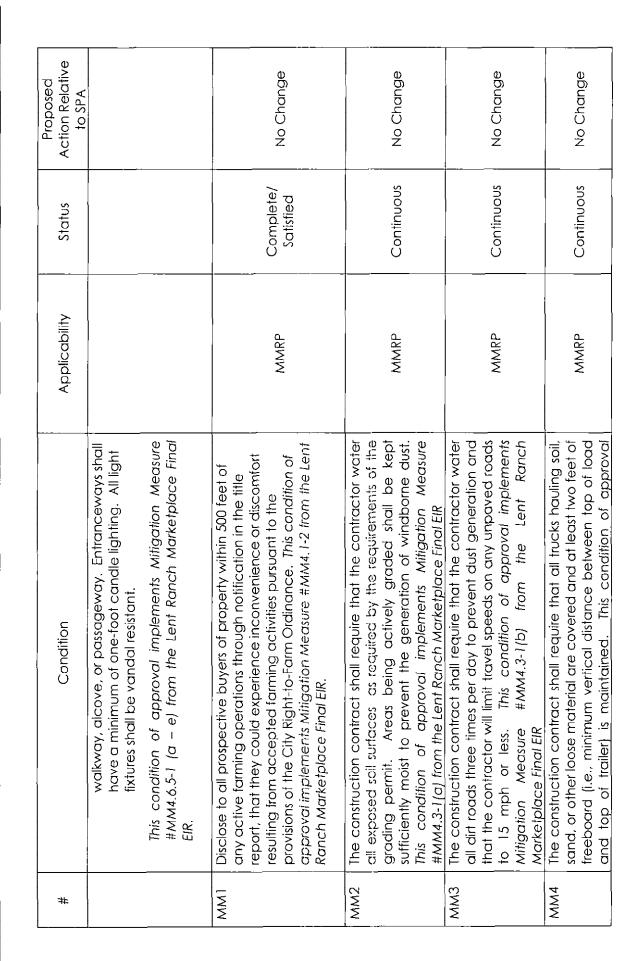






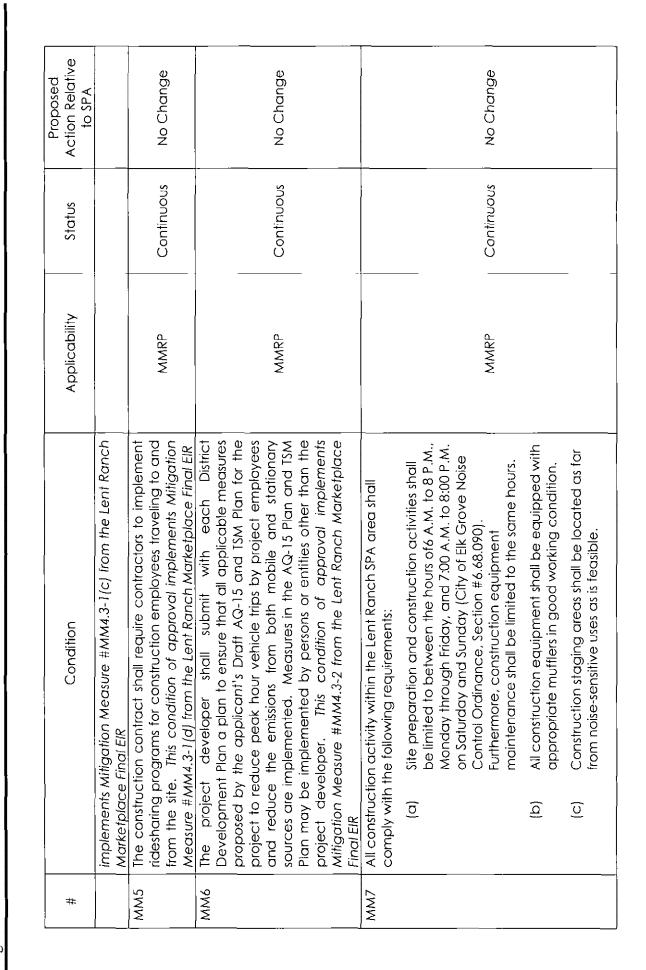
Proposed Action Relative to SPA	No Change				No Change		
Status	Complete/ Satisfied				Completed through subsequent District Plans		
Applicability	TSM				TS M		
Condition	A revised detailed sewer study that reflects neighboring sewer study revisions shall be prepared to the satisfaction of CSD-1 prior to submittal of improvement plans	The following conditions shall be satisfied prior to the issuance of any certificate of occupancy for the regional mall:	(a) Mall management shall contract with a private security firm to provide uniformed patrols both inside and outside the mall.	(b) Mall management and security shall meet with the Sheriff's Department or Elk Grove Police Department prior to opening to coordinate efforts in addressing anticipated law enforcement problems. Meeting minutes that identify action items are to be taken and signed by all participating parties.	(c) Mall management shall provide to the Elk Grove Police Department free of charge an appropriate amount of space within the Mall for a storefront station. The amount of space shall be mutually determined by the City of Elk Grove in coordination with the Mall's security service during the preparation of the District Development Plan.	(d) Signs shall be posted banning loitering, skateboarding, rollerblading, and public drinking. Signs shall be posted in all parking lots (except in multi-family) indicating parking is for customers only.	(e) Outdoor parking lot lighting shall be a minimum of one (1) foot-candle minimum maintained illumination in all parking areas during business hours and 0.25 foot candles of minimum maintained illumination on any
#	53	PS1					







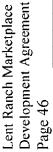


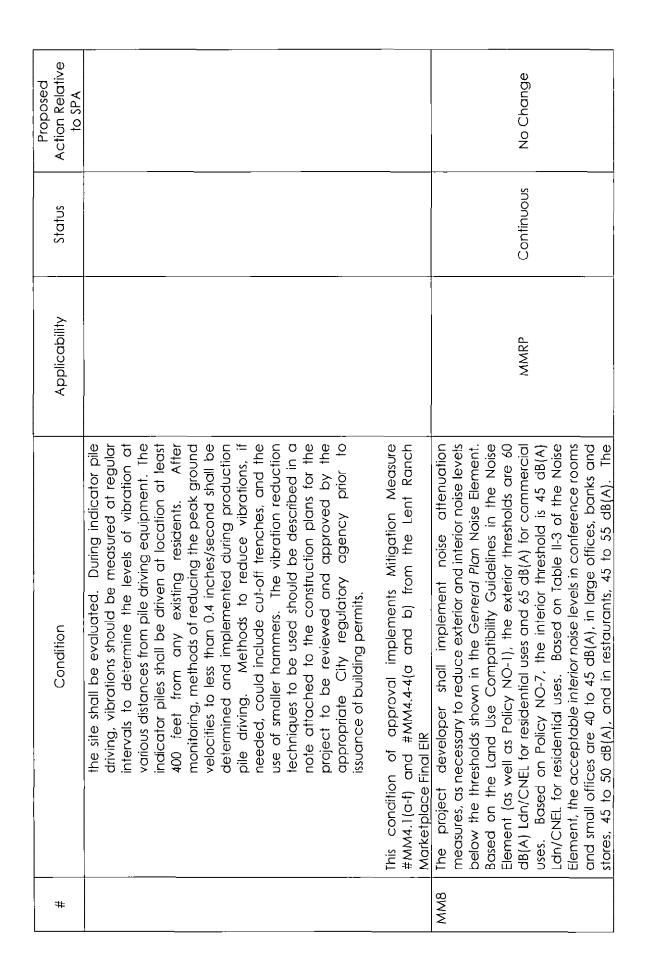




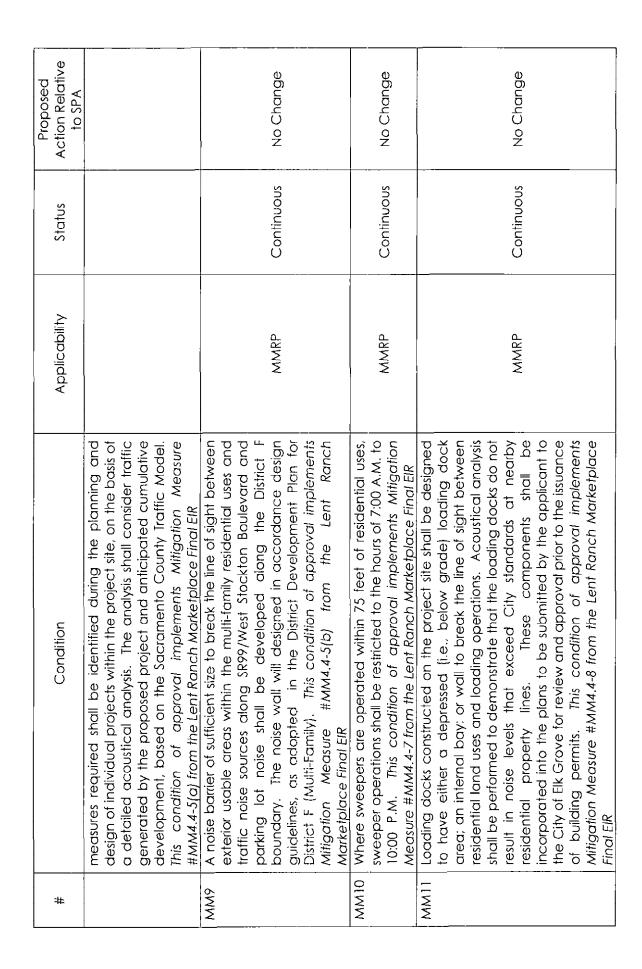


Proposed Action Relative to SPA						
Status						
Applicability						
Condition	(d) Stationary construction equipment shall be located as far from noise sensitive uses as feasible, and temporary or portable acoustic barriers shall be installed around the equipment/work area when within 100 feet or less of residential properties or other sensitive uses.	(e) Construction hours, allowable workdays, and the phone number of the job superintendent shall be clearly posted on a sign no larger that 4 foot by 8	root at all construction entrances to allow for surrounding and on-site property owners to contact the job superintendent. If the City or the job superintendent receives a complaint, the superintendent shall investigate, take appropriate corrective action, and report the action taken to the reporting party.	(f) If construction noise results in noise levels that exceed the 65 dB {A} Ldn/CNEL to onsite or adjacent residential land uses, the project applicant shall relocate the occupants on a temporary basis.	(g) If construction vibration results in peak ground velocities of more than 0.1 inches/second to onsite or adjacent residential land uses, the project applicant shall relocate the occupants on a temporary basis.	(h) Prior to the commencement of pile driver operation in proximity to residential areas, an assessment of vibrations induced by pile driving at
#						



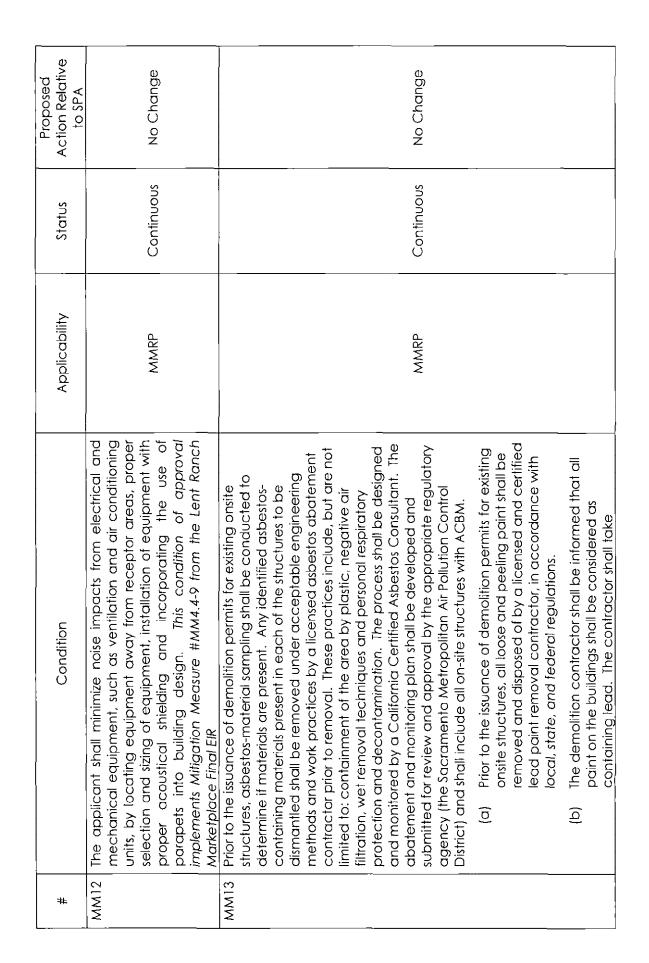


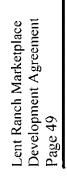




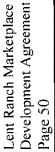


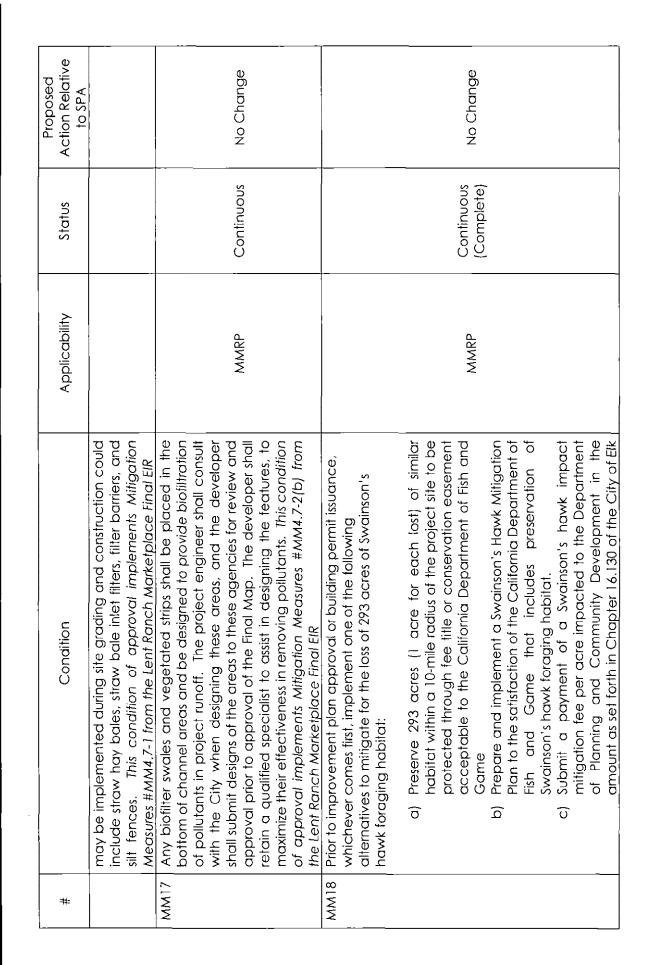




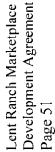


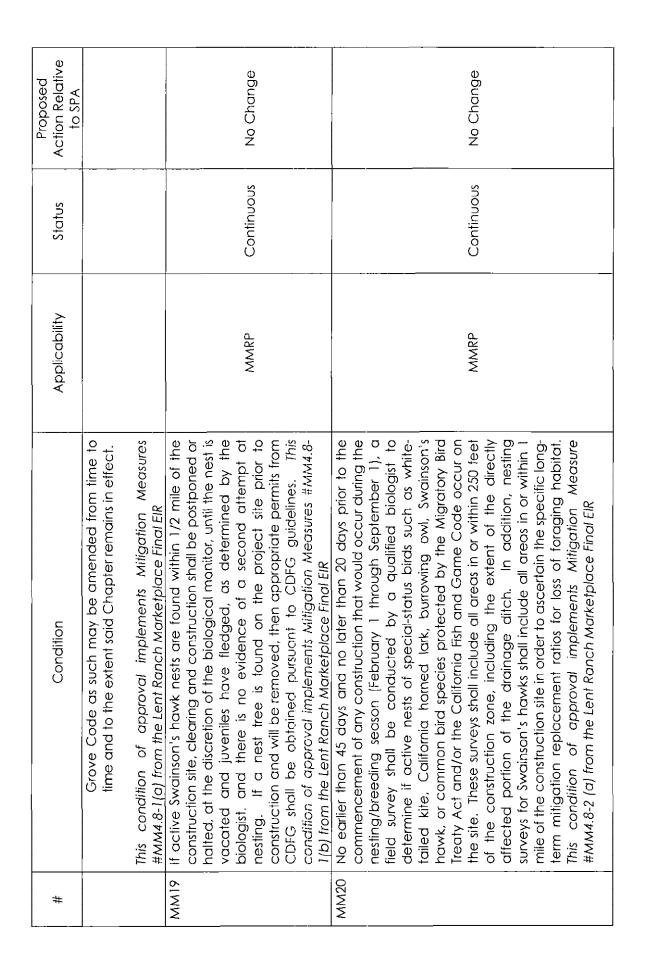
	Condition	Applicability	Status	Proposed Action Relative to SPA
	appropriate precautions to protect his/her workers, the surrounding community, and to dispose of construction waste containing lead paint in accordance with local, state, and federal regulations.			
_	This condition of approval implements Mitigation Measure #MM4.5-1and MM4.5-2(a and b) from the Lent Ranch Marketplace final EIR	!		_
MM14	Uses constructed on the project site shall meet the minimum necessary fire flow and other standard fire protection and life safety requirements identified in the Uniform Fire Code. Construction sites shall ensure adequate on-site water supply and all-weather access for fire-fighting equipment and emergency vehicles before framing can occur. The applicant shall also pay the Fire Protection Development Fee in effect at the time of building permit issuance. This condition of approval implements Mittigation. Measures #MM4.6.4-1 from the Lent Ranch Markethlood Enal Elph.	MMRP	Coninuous	No Change
MM15	Prior to issuance of building permits, the applicant and the EGCSD shall reach an agreement on funding to provide adequate staff to conduct site plan review and construction inspection services for the project. The agreement shall specify funding levels and timing of payment. This condition of approval implements Mitigation Measures #MM4.6.4-2 from the Lent Ranch Marketplace Final EIR	MMRP	Continuous	No Change
MM16	The project applicant shall prepare and submit to the City of Elk Grove, a Storm Water Pollution Prevention Plan (SWPPP) to be administered throughout all phases of grading and project construction. The SWPPP will incorporate Best Management Practices (BMPs) to ensure that potential water quality impacts during construction phases are minimized. Examples of BMPs that	MMRP	Continuous	No Change



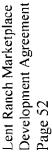


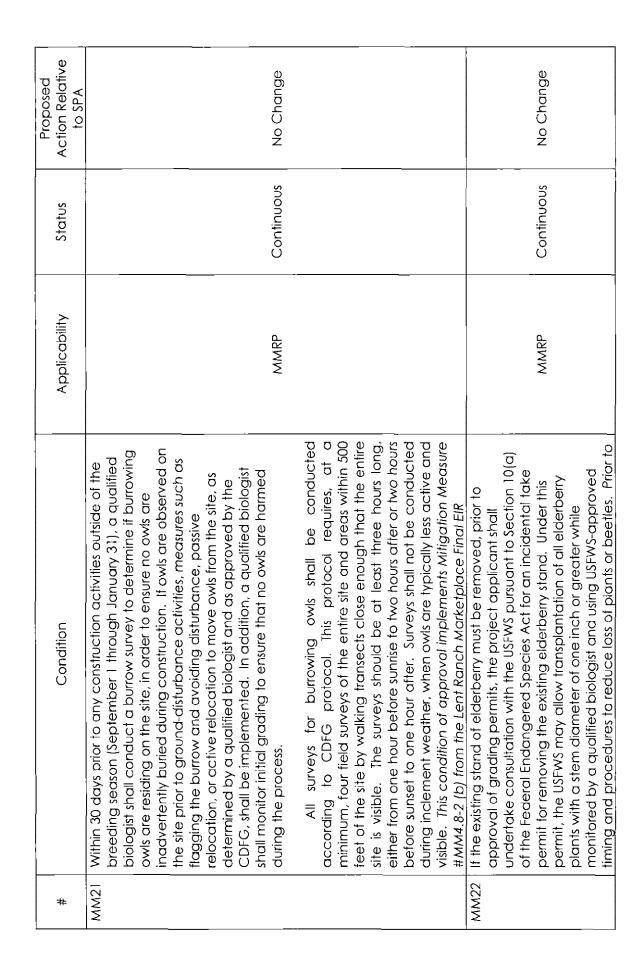
















	Condition	Applicability	Status	Proposed Action Relative to SPA
1	transplantation, a site shall be selected in consultation with the USFWS for protection in perpetuity and based on connectivity to other suitable beetle habitat areas.			
	Additional elderberry plants shall be planted in the mitigation area at ratios of 2:1 to 5:1, depending on the quality of the beetle habitat being removed. For plants with stem diameters one inch or greater with no emergence holes, the ratio is 2:1. If beetles are present as evidenced by emergence holes in 50 percent or less of the shrubs one inch or more in diameter, the ratio is 3:1. If emergence holes are present in over 50 percent of the shrubs one inch or more in diameter, then the ratio of replacement shrubs is 5:1. Because the number of the shrubs to be planted is dependent on the presence or absence of beetle exit holes, the stems larger than 1 inch in diameter would need to be reexamined prior to removal. This condition of approval implements Mitigation Measure #MM4.8-3 from the Lent Ranch			
MM23	Marketplace Final EIR To protect the Giant garter snake, the following measures shall be taken at the appropriate point in the development process: a) Prior to grading or other site preparation activities, the applicant shall install temporary fabric fencing, a minimum of 3 feet in height, along the western edge of the property to prevent giant garter snakes from entering construction areas. The fencing will need to be regularly inspected and maintained. Exclusion fencing must remain in place and be maintained for the duration of the construction activities in order to prevent snakes from entering construction areas. b) Construction activities, particularly within the western portion of the site, should be conducted as much as is	MMRP	Confinuous	No Change

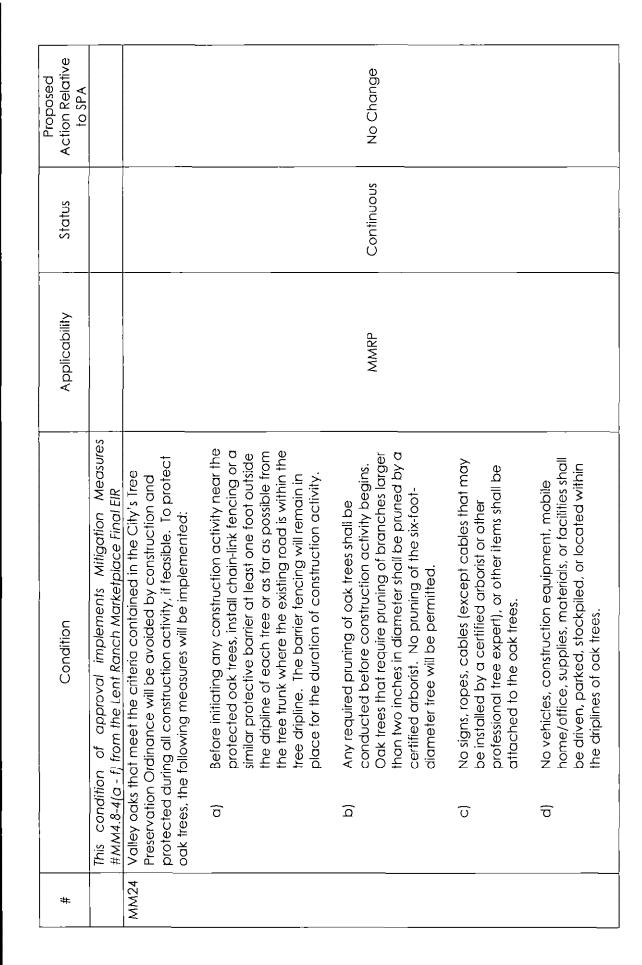


Proposed Action Relative to SPA				
Status				
Applicability				
Condition	feasible within the active period of the snake (generally from May 1 to October 1). Direct impacts are lessened during this time because snakes are actively moving and avoiding danger. More danger is posed to snakes during their inactive period, because they are occupying underground burrows or crevices and are more susceptible to direct effects, especially during excavation.	c) Any dewatered habitat must remain dry for at least 15 consecutive days after April 15 and prior to excavating or filling of the dewatered habitat.	d) Construction personnel shall participate in a the U.S. Fish and Wildlife Service (USFWS)-approved worker environmental awareness program. Under this program, workers shall be informed about the presence of giant garter snakes and habitat associated with the species and that unlawful take of the animal or destruction of its habitat is a violation of the Act. Prior to construction activities, a qualified biologist approved by the Service shall instruct all construction personnel about: (1) the life history of the giant garter snake; (2) the importance of irrigation canals, marshes/wetlands, and seasonally flooded areas, such as rice fields, to the giant garter snake; and (3) the terms and conditions of the biological opinion. Proof of this instruction shall be submitted to the Sacramento U.S. Fish and Wildlife Office.	ies, the site shall be inspected by
#				



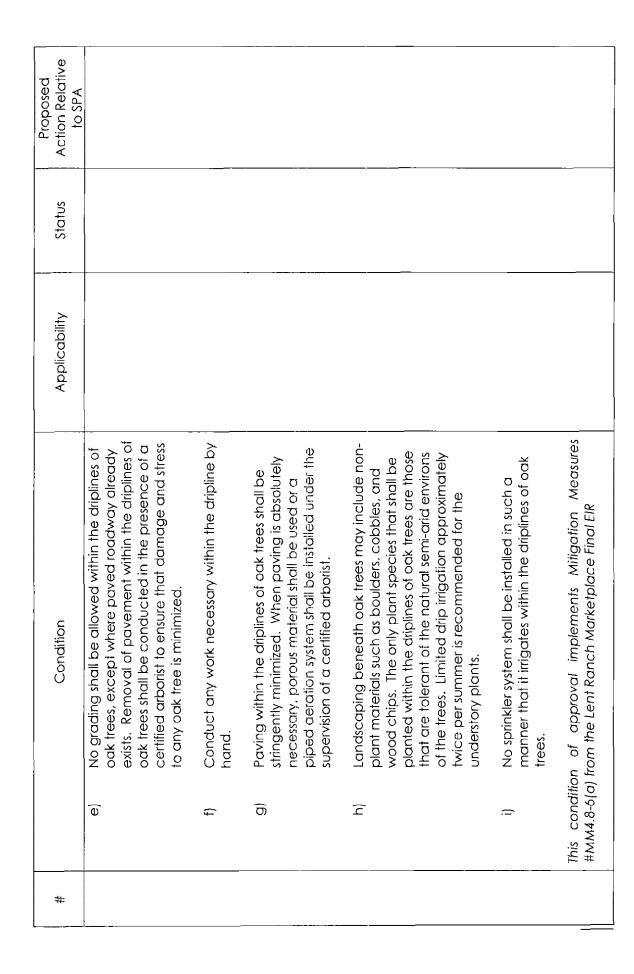
Proposed Action Relative to SPA		
Status		
Applicability		
Condition	qualified biologist who is approved by the USFWS Sacramento Fish and Wildlife Office. The biologist will provide the Service with a field report form documenting the monitoring efforts within 24-hours of commencement of construction activities. The monitoring biologist needs to be available thereafter; if a snake is encountered during construction activities will appropriate corrective measures have been completed or it is determined that the snake will not be harmed. Giant garter snakes encountered during construction activities should be allowed to move away from construction activities on their own. Capture and relocation of trapped or injured individuals can only be attempted by personnel or individuals can only be attempted by personnel or individuals with current Service recovery permits pursuant to Section 10(a) 1(A) of the Act. The biologist shall be required to report any incidental take to the Service immediately by telephone at (916) 979-2725 and by written letter addressed to the Chief, Endangered Species Division, within one working day. The project area shall be re-inspected whenever a lapse in construction activity of two weeks or greater has occurred.	andf CDFG to determine the need for federal and state incidental take permits for giant garter snakes on the project site.
#		



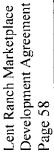


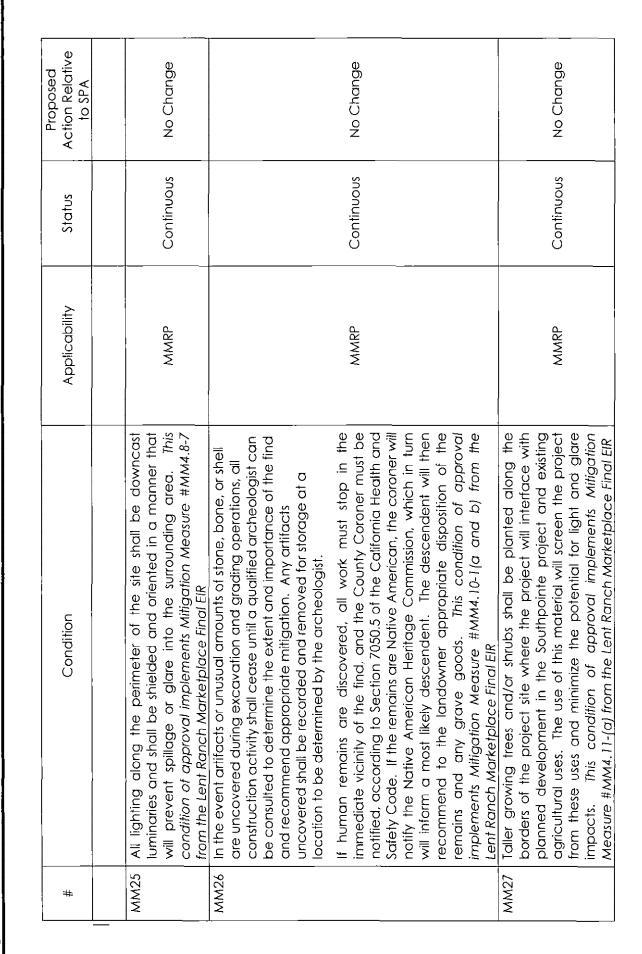




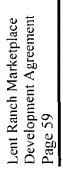














				Proposed
#	Condition	Applicability	Status	Action Relative
428	MM28 All parking lot pole lights and streetlights shall be fully hooded and back shielded to reduce the light "spillage" and glare. To the extent feasible, lighting shall not exceed an illumination of a one foot-candle standard. This condition of approval implements Mitigation Measure #MM4.11-(b) from the Lent Ranch Marketplace final EIR	MMRP	Continuous	No Change
429	MM29 Non-glare glass shall be used in all commercial buildings to minimize and reduce impacts from glare. Office buildings, shall be oriented so that the reflection of sunlight is minimized. This condition of approval implements Mitigation Measure #MM4.11-(c) from the Lent Ranch Marketplace Final EIR	MMRP	Continuous	No Change

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EXHIBIT "E" - DEVELOPMENT IMPACT FEES

Development Impact Fees

The list below summarizes the applicable City development impact fees. These fees are subject to automatic annual adjustments or a Council approved fee increase.

- Capital Facilities Fee
- Affordable Housing Fee
- Roadway Fee
- Laguna Ridge Park Fee

Relationship to Other City Permit and Inspection Fees

In addition to the list of City applicable development impact fees, the Project shall be subject to all other City Permit and Inspection Fees, including but not limited to the following fees:

- Building Permit Fee
- General Plan Update Fee
- Technology Fee
- CBSC Fee
- Construction and Demolition Fee
- Improvement Plan Check and Inspection Fees
- Mitigation Monitoring and Reporting
- Condition Compliance pursuant to the City of Elk Grove Planning and Application Agreement Section 7 "Processing Fee Agreement"
- Subsequent project processing (entitlement) fees and charges
- Swainson's Hawk Mitigation Fee
- Agricultural Mitigation Fee Tree Mitigation Fee

Other Agency Development Fees

The Project shall be subject to all other agency fees as required by Cosumnes Community Services District (CCSD), Elk Grove Unified School District (EGUSD), Sacramento Area Sewer District (SASD), Sacramento County Water Agency (SCWA), or other agencies or services providers, including but not limited to the following fees:

- Fire Fee
- Measure A Transportation Fee
- EGUSD Fee
- Sewer Fee



- SRCSD Fee
- Water Fee
- If implemented, the Capital Southeast Connector JPA Fee (to the extent that the JPA fee funds infrastructure of facilities that are otherwise funded by the City's Roadway Fee, the Roadway Fee owed to the City by Developers will be reduced or credited in an equal amount.)
- Any other fees mandated by any State or Federal Agency whether imposed now or later such as the Army Corps of Engineers or the Department of Fish and Wildlife whether collected as a City fee or separate agency fee.

This Agreement does not lock in any outside agency fees.



END OF AGREEMENT