

PROPERTY TRANSFER AGREEMENT
(H6)

THIS PROPERTY TRANSFER AGREEMENT (this “Agreement”) is dated as of _____, 20__, and is entered into by and between the CITY OF SAN JOSE, a California municipal corporation (“Transferee”), and GOOGLE LLC, a Delaware limited liability company (“Transferor”).

RECITALS

A. Transferor is the owner of the land depicted on Exhibit “A” and any improvements and fixtures thereon (collectively, the “Property”).

B. Exhibit “D” of that certain Development Agreement between Transferor and Transferee adopted by Ordinance No. ____ (the “DA”) contemplates and requires that Transferor and Transferee enter into this Agreement, and the date of this Agreement shall be the Effective Date of the DA, as defined in Section 2.1 thereof.

C. The Property is located within Transferor’s proposed Downtown West Mixed-Use Plan that is the subject of the DA (the “Project”).

D. Transferor is currently seeking “Approvals” (as such term is defined in the DA), including, without limitation, a Vesting Tentative Map (the “Tentative Map”).

E. Transferee intends to develop the Property with an affordable housing development as more particularly described in the DA in accordance with and subject to the DA (the “Affordable Housing Development”).

NOW, THEREFORE, in consideration of the foregoing recitals, the DA, and other valuable consideration, the sufficiency of which are hereby acknowledged, Transferee and Transferor hereby agree as follows:

1. **TRANSFER OF PROPERTY.**

1.1 Closing. Subject to the terms and conditions of this Agreement, the conveyance of the Property by Transferor to Transferee (the “Closing”) shall occur on the date (the “Closing Date”) selected by Transferor upon at least sixty (60) days’ prior written notice to Transferee (the “Closing Notice”), provided that in no event shall the Closing Date occur later than the date that is fifteen (15) months from the date on which Transferor’s obligation to perform the “Early H6 Work” (as defined in the DA) is triggered pursuant to Exhibit D of the DA (“Closing Deadline”).

Upon delivery of the Closing Notice to Transferee, Transferee shall have the right to further inspect the Property, pursuant to the terms set forth in Section 3.1 below, to determine if the conditions for Transferee's benefit as set forth in Section 4.5.2 below have been satisfied.

Transferee shall have no right to terminate this Agreement or delay the Closing if Transferee is unable to secure funds or other commitments to enable the construction of the Affordable Housing Development. Notwithstanding the foregoing, following Transferor's delivery of the Closing Notice, Transferee shall have the right to extend the Closing Date two (2) times for one hundred eighty (180) days each (each, an "Extension Period" and the first such extension of the Closing Date being the "Extended Closing Date" and the second such extension being the "Outside Closing Date") if Transferee has not identified the "Designee" (as defined in Exhibit D of the DA) by the date that is five (5) business days prior to the originally scheduled Closing Date or Extended Closing Date, as applicable, by providing Transferor with written notice of the status of Transferee's efforts to identify the Designee together with documentation evidencing Transferee's "Good Faith Efforts" (as defined in the DA) to identify and select the Designee, which notice Transferee shall give to Transferor on or before the date that is five (5) business days prior to the originally scheduled Closing Date or the Extended Closing Date, as applicable. If Transferee has not identified and selected the Designee by the scheduled Closing Date, the Extended Closing Date or the Outside Closing Date, as applicable, then Transferee shall take title the Property in Transferee's name or be in default of this Agreement. For the avoidance of doubt, identification and selection of the Designee shall not be a condition to the Closing. If as a result of the foregoing extensions the Extended Closing Date or the Outside Closing Date would occur after the Closing Deadline, then the Closing Deadline shall be extended to coincide with the Extended Closing Date or the Outside Closing Date, as applicable.

If Transferee extends the Closing Date for an Extension Period, then Transferee shall reimburse Transferor for (i) property taxes payable with respect to the Property during such Extension Period ("Taxes"), and (ii) Transferor's costs to light, fence, insure and maintain the Property in a clean and safe manner during such Extension Period ("Operating Expenses"), which reimbursement shall be made within thirty (30) days after request from Transferor (which request shall include reasonable back-up documentation). If Transferee fails to pay such reimbursement to Transferor within such thirty (30) day period, then at Transferor's election, all or a portion of such unpaid amount shall be converted to IHO Fee credits for Transferor's account; provided, however, that in no event shall the IHO Fee credits for the Operating Expenses exceed \$200,000, escalated in accordance with the Engineering News Record (ENR) Construction Cost Index for the San Francisco Urban area published by McGraw Hill on January 1 of every year, or its successor publication. For the avoidance of doubt, such cap on IHO Fee credits shall not apply to Taxes.

For the avoidance of doubt, no extension of the Closing or the Closing Deadline by Transferee pursuant to this Section 1.1 shall delay the issuance of the Temporary Certificate of Occupancy for the first market-rate residential building in the Project.

If Transferee identifies the Designee by the Closing, then concurrently with the Closing (but not before), Transferee and the Designee shall enter into an Assignment and Assumption Agreement in a form reasonably acceptable to Transferor (the “Designee Assignment Agreement”), to be effective as of the Closing, whereby (a) Transferee assigns to the Designee all of Transferee’s rights under Section 19 below and Section 21 below that survive the Closing, and (b) the Designee assumes all obligations of Transferee under this Agreement that survive the Closing (including, without limitation, pursuant to Sections 19, 20 and 21 below).

1.2 Consideration. The “Purchase Price” for the Property shall be \$1.00.

In addition, upon the Closing, Transferor shall receive “IHO Fee” (as defined in the DA) credits for the transfer of the Property to Transferee (or the Designee, if identified by Transferee) as calculated pursuant to the DA, provided that if Transferee extends the Closing for an Extension Period or if Transferor incurs any delays in the performance of any of its obligations under this Agreement or the DA caused by Transferee, then Transferor shall receive such IHO Fee credits as of the originally scheduled date of the Closing as set forth in the Closing Notice (without regard to any Extension Period or the amount of delay caused by Transferee).

Notwithstanding anything in this Agreement to the contrary, upon the execution of this Agreement, Transferee shall pay to Transferor \$1.00 as independent consideration for the Initial Inspection Period (as defined in Section 3.1 below) and Transferee’s rights under this Agreement. Such independent consideration shall be nonrefundable to Transferee in all events.

2. TITLE.

2.1 General. Title to the Property shall be conveyed by the Grant Deed and shall be evidenced by an ALTA Standard Coverage Form of Owner’s Policy of Title Insurance (or an ALTA Extended Coverage Form Policy, if Transferee elects such coverage and provides an ALTA Survey to the title company) (“Title Policy”). The Title Policy shall be issued by First American Title Insurance Company; Title Officer(s): Rosalind McCaskill or if unavailable, another Title Officer from First American Title Insurance Company (“Title Company”), with liability in an amount reflective of fair market value at the time of Closing as reasonably determined by Grantee (the “Agreed Value”), insuring title to the Property as vested in Transferee, free and clear of all liens and encumbrances and other matters affecting title to the Property, except (a) the lien for assessments not yet delinquent, (b) any exceptions recorded in connection with obtaining the Approvals or required in order to satisfy the Approvals, (c) any easements, covenants, conditions and restrictions recorded in connection with the development of the Project consistent with the Approvals, (d) any exceptions caused by the acts or omissions of Transferee, and (e) title exceptions which Transferee has approved in writing (or is deemed to have approved) pursuant to this Section 2.1 and Section 2.2 below (which (a) through (e) shall constitute “Approved Title Exceptions”).

Upon the execution hereof, Transferor shall obtain a current title/preliminary report from Title Company and shall email it to Transferee (with hyperlinks to title exception documents)

to the Transferee representatives set forth in Section 9 below or to such other representatives as Transferee may designate. Transferee shall have until the expiration of the Initial Inspection Period to review such report and exceptions, and any survey obtained by Transferee. If Transferee disapproves any matter affecting title (except Monetary Liens (as defined below), which shall be released upon and as a condition to Closing), then Transferee may terminate this Agreement by written notice to Transferor given on or prior to the expiration of the Initial Inspection Period. If Transferee does not elect to terminate this Agreement on or prior to the expiration of the Initial Inspection Period, then Transferee shall be deemed to have approved all matters affecting title (except Monetary Liens), which shall constitute Approved Title Exceptions, and Transferee shall have no further right to terminate this Agreement pursuant to this Section 2.1.

As used herein, “Monetary Liens” shall mean all liens secured by deeds of trust securing loans made to Transferor, mechanics’ liens relating to work contracted for by Transferor, judgment liens against Transferor, and delinquent real property taxes, provided that if Transferee is the Grantee, Monetary Liens shall include real property taxes for the property tax period in which the Closing occurs and all prior property tax periods in accordance with Section 4.7 below.

2.2 Acts After Date of Agreement. Subject to Section 4.5 below, during the period from the date of this Agreement through the Closing: (a) Transferor shall not record, or permit to be recorded, any document or instrument relating to the Property without Transferee’s consent, which consent shall not be unreasonably withheld, conditioned or delayed; (b) Transferor shall operate, manage and maintain the Property in the ordinary course and consistent with Transferor’s practices as of the date of this Agreement; and (c) Transferor shall not enter into any new leases for the Property or amend any existing leases for the Property without Transferee’s consent, which consent may be withheld in Transferee’s sole and absolute discretion, provided that Transferee’s consent shall not be required for any lease that has a term expiring on or before the Closing.

2.3 Possession; Termination of Leases. Exclusive possession of the Property shall be delivered to Transferee upon the Closing free of any tenants or occupants (subject to Section 4.5.2.3 below). Transferee shall have no obligations to Transferor or any occupant or prior occupant with respect to any personal property not removed by the Closing.

To the fullest extent permitted by law, Transferor shall defend, indemnify and hold Transferee harmless from and against any and all claims, liabilities, losses, damages, costs and expenses (including without limitation reasonable attorneys’ fees and costs, and relocation costs and benefits payable by Transferee under California law) solely to the extent filed by a tenant of the Property and arising from Transferor’s termination of any lease of the Property, or any claim by any occupant under such lease regarding its personal property on the Property not removed by the Closing. Transferor’s obligations hereunder shall survive the Closing.

3. TRANSFEROR DISCLOSURES; TRANSFEREE INSPECTIONS.

3.1 Initial Inspection Period. From the date of execution hereof until the date that is ninety (90) days after the date of this Agreement (the “Initial Inspection Period”), subject to the terms and conditions set forth in this Section 3.1, Transferee may conduct, at Transferee’s sole expense, such inspections and testing of the Property, including any improvements thereon, soils and ground water, as Transferee may desire or deem appropriate, in Transferee’s sole discretion. In conducting such inspections and testing, Transferee shall endeavor to minimize damage to the Property, and any improvements thereon, and shall, promptly following such inspections and testing (unless otherwise approved by Transferor, in its sole and absolute discretion), return the Property, including the improvements thereon, if any, to its condition prior to Transferee’s inspections and testing. Subject to the terms and conditions of this Section 3.1, Transferor hereby grants to Transferee and its authorized employees, representatives, agents and contractors, permission and a license to enter upon the Property for the purpose of conducting such inspections and testing. Transferee shall provide Transferor with at least ten (10) days’ prior written notice of its desire to enter the Property for any such inspections or testing, and any such inspections or testing shall be conducted at a time and manner reasonably approved by Transferor. Transferor shall have the right to be present at any such inspections or testing. In the event the Property is occupied by any person(s) other than Transferor, such access by Transferee shall be subject to the rights of such existing occupant(s). Transferor shall endeavor to make arrangements with such person(s) to ensure access by Transferee or its authorized employees, representatives, agents and contractors in order to conduct the inspections and testing, provided that in connection with such inspections and testing, Transferee shall endeavor to minimize interference with such existing occupant(s). Prior to conducting any inspections or testing, Transferee and its third party representatives, agents and contractors shall deliver to Transferor evidence of insurance in form and amount reasonably acceptable to Transferor, covering Transferor as an additional insured. Transferee shall indemnify, protect, defend (with legal counsel reasonably acceptable to Transferor) and hold Transferor harmless from and against any and all claims, liabilities, losses, damages, costs and expenses arising from, related to or caused by, Transferee’s entry upon the Property or the performance of any inspection or test conducted by or at the request of Transferee or its contractors or agents (but not the results thereof unless same resulted from the exacerbation of existing conditions by Transferee). In the event Transferee determines the Property is not suitable, then Transferee may terminate this Agreement by written notice to Transferor given prior to the end of the Initial Inspection Period. If Transferee does not elect to terminate this Agreement on or prior to the expiration of the Initial Inspection Period, then Transferee shall be deemed to have approved the Property and Transferee shall have no further right to terminate this Agreement pursuant to this Section 3.1.

Notwithstanding anything in this Section 3.1 to the contrary, Transferee shall not be permitted to undertake any air sampling or any intrusive or destructive testing of the Property, including, without limitation, a “Phase II” environmental assessment, nor will Transferee be entitled to directly contact or communicate with the California Regional Water Quality Control Board, United States or California Environmental Protection Agency or other local, state or federal

agency regarding the environmental condition of the Property other than requests for documentation or records relating to the Property, without in each instance first obtaining Transferor's prior written consent thereto, which consent Transferor may give or withhold in Transferor's reasonable discretion. Notwithstanding the foregoing, if Transferee's Phase I environmental assessment contains a recommendation for Phase II environmental assessment based on Transferee's proposed use of the Property, Transferee shall have the right to conduct a Phase II environmental assessment without Transferor's consent; provided, however, that Transferee's consultant for any Phase II environmental assessment shall be subject to Transferor's reasonable approval. Further, if, as part of the Due Diligence Information, Transferor provides a Phase I environmental assessment on which Transferee can rely, and that Phase I environmental assessment concludes that a Phase II environmental assessment is not recommended for Transferee's proposed use of the Property, then Transferee shall have no right to conduct a Phase II environmental assessment.

Transferee shall deliver to Transferor copies of any environmental reports and remediation cost estimates obtained by Transferee in the course of its inspections.

Notwithstanding California Civil Code Section 1103.1(a)(9), Transferor shall deliver to Transferee, with reasonable diligence after the execution of this Agreement and at Transferor's cost, a Natural Hazard Disclosure Statement (described in California Civil Code Section 1103.2) prepared by Escrow Holder (as defined in Section 4.1 below) (or its designee) (the "Expert"). Transferee acknowledges and agrees that for purposes of California Civil Code Section 1103.4(c), the Expert is an expert in natural hazard discovery and the Natural Hazard Disclosure Statement is sufficient compliance for application of the exemption provided by Section 1103.4(a) of the California Civil Code.

Transferor has previously delivered to Transferee certain environmental reports with respect to the Property (the "Environmental Reports"). Transferee acknowledges and agrees that Transferor has acted reasonably in relying on the Environmental Reports and the delivery of the Environmental Reports to Transferee constitutes written notice under California Health and Safety Code Section 25359.7.

Prior to the date of this Agreement, Transferor delivered to Transferee the most recent environmental studies, soils studies, and surveys, and plans, specifications, maps, surveys and other similar materials relating to the physical and environmental condition of the Property in Transferor's possession (collectively, the "Due Diligence Items"). Transferor represents and warrants to Transferee that to Transferor's actual knowledge, the Due Diligence Items are accurate and complete duplications of the copies or originals thereof in Transferor's possession. The foregoing representation and warranty of Transferor shall survive the Closing for a period of one (1) year following the Closing.

4. ESCROW.

4.1 Escrow Holder. The escrow shall be opened with First American Title Insurance Company (“Escrow Holder”), within five (5) business days after the date of this Agreement and Transferor depositing a copy of this executed Agreement with Escrow Holder. This document shall be considered as the escrow instructions between the parties, with such further instructions consistent with this Agreement as Transferee, Transferor, or Escrow Holder requires in order to clarify the duties and responsibilities of Escrow Holder.

4.2 Closing. For the purposes of this Agreement, “Closing” shall be the date on which the Grant Deed for the Property in favor of Transferee (or the Designee, if identified by Transferee by such date) is recorded in the Official Records of the Santa Clara County Recorder’s Office, or if the Closing occurs on a gap basis, the date that Escrow Holder is irrevocably committed to record the Grant Deed.

Transferee shall have no right to terminate this Agreement as a result of any loss or damage, or any condemnation or eminent domain, except as expressly set forth in the paragraph below.

Notwithstanding the foregoing, if, due solely to Transferor’s actions, the Property is reduced in size by more than five percent (5%) from its current size as described in Exhibit “A”, then Transferor shall have the right to (a) provide a replacement site to Transferee, which site shall be acceptable to Transferee’s Director of Housing in his or her sole and absolute discretion, or (b) if no such replacement site is available, as reasonably determined by Transferor, or if Transferee rejects such replacement site as set forth above, then either Transferor or Transferee may terminate this Agreement. Transferee shall have the right to conduct due diligence and inspect any replacement site consistent with the provisions in Section 3.1 above, expressly including the right to conduct Phase I and Phase II environmental assessments, as appropriate; provided, however, that Transferee’s consultant for any Phase II environmental assessment shall be subject to Transferor’s reasonable approval. If Transferee does not reject such replacement site within either ninety (90) days or if Transferee's Phase I environmental assessment contains a recommendation for Phase II environmental assessment based on Transferee's proposed use of the replacement site, then within one hundred twenty (120) days, after written notice from Transferor and Transferee’s receipt of copies of all Due Diligence Items for the replacement site in Transferor’s possession, then Transferee shall be deemed to have accepted such replacement site and the term “Property” as used in this Agreement shall be deemed to mean such replacement site. Notwithstanding the foregoing, if, as part of the Due Diligence Information, Transferor provides a Phase I environmental assessment on which Transferee can rely, and that Phase I environmental assessment concludes that a Phase II environmental assessment is not recommended for Transferee's proposed use of the replacement site, then Transferee shall have no right to conduct a Phase II environmental assessment.

In the event any condemnation or eminent domain (that was not initiated by Transferee) occurs prior to the Closing, and provided that the paragraph above does not apply, then

upon the Closing, (a) Transferor shall receive IHO Fee credits for the transfer of the Property as calculated pursuant to the DA (without regard to the taking), and (b) Transferor shall assign to Transferee all of Transferor's interest in and to the condemnation or eminent domain proceeds attributable to the value of the Property so taken.

4.3 Transferor Required to Deliver. Before the Closing, Transferor shall deposit into escrow the following:

4.3.1 A grant deed conveying the Property to Transferee (or the Designee, if identified by Transferee), in the form attached hereto as Exhibit "B", duly executed by Transferor and acknowledged (the "Grant Deed"); and

4.3.2 Any other documents reasonably required by Escrow Holder or the Title Company to be deposited by Transferee to carry out this escrow.

4.4 Transferee Required to Deliver. On or before the Closing, Transferee shall deposit into escrow the Purchase Price and the following (properly executed and acknowledged, if applicable):

4.4.1 If Transferee is acquiring title (i.e., has not identified the Designee and has not assigned this Agreement in accordance with Section 6 below), an executed and acknowledged "Certificate of Acceptance" in the form attached to the Grant Deed (attached hereto as Exhibit "B");

4.4.2 The Designee Assignment Agreement, if applicable, pursuant to Section 1.1 above; and

4.4.3 Any other documents reasonably required by Escrow Holder to be deposited by Transferee to carry out this escrow.

4.5 Conditions to the Closing. Escrow shall not close unless and until both parties have deposited with Escrow Holder all sums and documents required to be deposited as provided in this Agreement. Additionally:

4.5.1 Transferor's obligation to proceed with the transaction contemplated by this Agreement is subject to the satisfaction of the following condition(s) precedent, which is/are for Transferor's benefit and may be waived only by Transferor:

4.5.1.1 Transferee shall have performed all agreements to be performed by Transferee hereunder.

4.5.1.2 Transferor is obligated to transfer the Property by the date that is fifteen (15) months from the date on which Transferor's obligation to perform the Early H6 Work is triggered pursuant to Exhibit D of the DA.

4.5.1.3 If this Agreement has been assigned to a Designee, then such Designee shall have certified to Transferee in writing (and delivered to Transferor) that Designee has obtained commitments to sufficiently fund the Affordable Housing Development on the Property.

4.5.2 Transferee's obligation to proceed with the transaction contemplated by this Agreement is subject to the satisfaction of all of the following conditions precedent, which are for Transferee's benefit and may be waived only by Transferee:

4.5.2.1 Transferor shall have performed all agreements to be performed by Transferor hereunder.

4.5.2.2 Title Company shall have issued or shall have committed to issue the Title Policy to Transferee, for the amount of the Agreed Value, showing fee title to the Property to be vested in Transferee (or the Designee, if identified by Transferee) subject only to the Approved Title Exceptions.

4.5.2.3 Transferor shall have: (i) caused any and all leases affecting the Property to have been terminated; (ii) provided Transferee with reasonable evidence of such termination; and (iii) removed any holdover tenants.

4.5.2.4 Transferor shall have caused Transferor's Work to be Completed, subject to the terms and conditions set forth in Exhibit "C" attached hereto. Transferor shall use commercially reasonable efforts to satisfy the condition set forth herein on or before the Closing. Transferor shall not be in default of this Agreement if, despite using its commercially reasonable efforts, Transferor does not satisfy the conditions above on or before the Closing. Notwithstanding anything in this Agreement to the contrary, if despite Transferor using its commercially reasonable efforts, Transferor's Work is not Completed by the Closing as a result of any delays caused by Transferee or Force Majeure (as defined in Exhibit "C"), then the provisions of Section 19.2 shall control.

4.5.2.5 There shall have been no material adverse change in the environmental condition of the Property.

Additionally, Transferor's and Transferee's obligation to proceed with the transaction contemplated by this Agreement is subject to the satisfaction of the following condition precedent, which is for both parties' benefit and may not be waived by either party: Transferor shall cause the Property to become a legal parcel for conveyance, at Transferor's sole cost and expense. Transferor shall use commercially reasonable efforts to satisfy the condition set forth herein on or before the Closing. Transferor shall not be in default of this Agreement if, despite using its commercially reasonable efforts, Transferor does not satisfy the conditions above on or before the Closing.

If any of the conditions to Closing set forth in this Agreement are not timely satisfied for a reason other than a default of Transferee or Transferor under this Agreement, and this Agreement is terminated, then upon termination of this Agreement, Escrow Holder shall promptly return to Transferee all funds (and all interest accrued thereon) and documents deposited by Transferee in escrow and to return to Transferor all funds and documents deposited by Transferor in escrow and which are held by Escrow Holder on the date of the termination (less, in the case of the party otherwise entitled to such funds, however, the amount of any cancellation charges required to be paid by such party under Section 4.10 below).

4.6 Recordation of Grant Deed; Delivery of Funds and Possession. On the Closing, upon receipt of the funds and instruments described in this Section 4, Escrow Holder shall cause the Grant Deed to be recorded in the office of the County Recorder of Santa Clara County, California. Thereafter, Escrow Holder shall deliver the proceeds of this escrow (less appropriate charges as shown on a preliminary Settlement Statement executed by Transferee and Transferor) to Transferor, and Transferor shall deliver possession of the Property to Transferee free and clear of all occupants, subject to Section 4.5.2.3 above.

4.7 Prorations. Property taxes shall not be prorated as Transferee is exempt from property taxes; Transferor shall pay all property taxes for the six month property tax billing period in which the Closing occurs, and then may apply for a refund of the property taxes that are allocable to the period after the Closing, and Transferee shall cooperate in good faith therewith. All assessments shall be prorated between Transferee and Transferor as of the Closing based on the latest available tax information. All prorations shall be determined on the basis of a 360-day year. Notwithstanding the foregoing, if Transferee is not directly acquiring title (i.e., Transferee has identified the Designee or has assigned this Agreement in accordance with Section 6 below) and such Designee or assignee is not exempt from property taxes, then property taxes shall be prorated at Closing on an accrual basis, and Transferor shall retain the rights to any refunds of the property taxes for periods prior to the Closing.

4.8 Costs. Transferor shall pay the premium for the Title Policy (excluding the cost of extended coverage and any survey obtained by Transferee in connection with such extended coverage, which shall be paid by Transferee), the escrow fees, the recording costs [if any], any documentary transfer taxes, and any other closing costs or charges charged by Escrow Holder or Title Company not expressly provided for herein. Notwithstanding the foregoing, if Transferee is not directly acquiring title (i.e., Transferee has identified the Designee or has assigned this Agreement in accordance with Section 6 below) and there are any closing costs charged as a result of the Property being transferred directly to such Designee or assignee (e.g., documentary transfer tax or recording fees, where there would otherwise be none if the Property was deeded directly to Transferee), then (a) such closing costs shall be determined based on the Agreed Value, notwithstanding that the Purchase Price is \$1.00, and (b) Transferee or such Designee or assignee shall be responsible for such closing costs.

4.9 Brokers. Transferee and Transferor represent to one another that except for any broker engaged by Transferor, no broker or finder has been engaged by it in connection with the transaction contemplated by this Agreement, or to its knowledge is in any way connected with such transaction. Transferor shall pay commissions to any broker engaged by Transferor in accordance with the agreement between Transferor and such Broker. Each party covenants and agrees that any other broker fee or commission, which may be due or payable in connection with the closing of the transaction contemplated by this Agreement through its dealings with that party, shall be borne solely by that party.

4.10 Escrow Cancellation Charges. In the event that this escrow shall fail to close by reason of the default of either party hereunder, the defaulting party shall be liable for all escrow and title cancellation charges. In the event that the escrow shall fail to close for any other reason, each party shall pay one-half (1/2) of all escrow and title cancellation charges.

5. NOTICES. All notices, requests, demands and other communication given or required to be given hereunder shall be in writing and sent by first class United States registered or certified mail, postage prepaid, return receipt requested, or sent by a nationally recognized courier service such as Federal Express, duly addressed to the parties as follows:

To Transferor: Google LLC
1600 Amphitheatre Parkway
Mountain View, CA 94043
Attn: REWS Department / Downtown West SJ Project
Executive

With Copies to: Google LLC
1600 Amphitheatre Parkway
Mountain View, CA 94043
Attn: Legal Department / RE Matters
and
Allen Matkins Leck Gamble Mallory & Natsis LLP
1900 Main Street, 5th Floor
Irvine, CA 92614
Attn: Britney Willhite

To Transferee: City of San José
200 E. Santa Clara Street, 17th Floor
San Jose, California 95113
Attn: City Manager

With Copy to: City of San José
200 E. Santa Clara Street, 16th Floor
San Jose, California 95113

Attn: City Attorney

Delivery of any notice or other communication hereunder shall be deemed made on the date indicated in the return receipt or courier's records as the date of delivery or as the date of first attempted delivery, if sent by mail or courier service. Any party may change its address for purposes of this Section by giving notice to the other party as herein provided.

6. ASSIGNMENT. This Agreement may not be assigned by Transferor or Transferee without the prior written consent of the other party (in its sole and absolute discretion); provided, however, that (a) Transferor may assign this Agreement to a "Google Affiliate" or to any allowed or permitted "Transferee" (as such terms are defined in the DA), and (b) Transferee may identify the Designee as the transferee/grantee of the Property at the Closing pursuant to Section 1.1 above. Notwithstanding the foregoing, following the Closing, Transferee may assign all of Transferee's rights under Section 19 below and Section 21 below that survive the Closing to any subsequent transferee of the Property without the consent of Transferor, but Transferee shall notify Transferor in writing of such assignment and the name and address of the applicable assignee. The party named in the Grant Deed in accordance with this Section 6 shall be referred to herein as the "Grantee".

7. ENTIRE AGREEMENT. This Agreement contains all of the agreements of the parties hereto with respect to the matters contained herein, and all prior or contemporaneous agreements or understandings, oral or written, pertaining to any such matters are merged herein and shall not be effective for any purpose. No provision of this Agreement may be amended, supplemented or in any way modified except by an agreement in writing signed by the parties hereto or their respective successors in interest and expressly stating that it is an amendment of this Agreement.

8. COUNTERPARTS. This Agreement may be executed in any number of counterparts, each of which shall be an original, but all of which shall constitute one and the same instrument.

9. EMAIL DELIVERY. This executed Agreement (and executed counterparts of this Agreement), may be delivered by email to Sallie Lim at Sallie@google.com for Transferor, and to the Director of Housing, with copies to Office of Economic Development and City Attorney for Transferee. Any party may change its recipients for purposes of this Section by giving notice to the other party as provided in Section 5 above.

10. TIME OF THE ESSENCE. Time is of the essence of this Agreement.

11. THIRD PARTIES. Nothing contained in this Agreement, expressed or implied, is intended to confer upon any person, other than the parties hereto and their successors and assigns, any rights or remedies under or by reason of this Agreement. Further, nothing contained in this Agreement, expressed or implied, shall be deemed or construed by the parties hereto or by any

third party to create the relationship of principal and agent, partnership, joint venturer or any association between Transferor and Transferee (and Grantee, if applicable).

12. SEVERABILITY. If any one or more of the provisions contained in this Agreement shall for any reason be held to be invalid, illegal or unenforceable in any respect by a court of competent jurisdiction, such invalidity, illegality or unenforceability shall not affect any other provision hereof, and this Agreement shall be construed as if such invalid, illegal or unenforceable provision had never been contained herein.

13. ADDITIONAL DOCUMENTS. Each party hereto agrees to perform any further reasonable acts and to execute, acknowledge and deliver any further reasonable documents that may be reasonably necessary to carry out the provisions of this Agreement.

14. AUTHORITY OF CITY MANAGER. The City Manager or designee of Transferee may give any and all notices, consents and terminations hereunder on behalf of Transferee provided they are in writing. The City Manager or designee is authorized to execute, on behalf of the Transferee, deeds and all other documents as may be necessary to effectuate this Agreement and the transfer of property rights herein. Further, nothing stated herein in this Agreement shall in any way impinge upon the City's regulatory authority under federal, state, or local laws.

16. NO CONSTRUCTION AGAINST DRAFTER. This Agreement shall not be construed against the drafter hereof, it being acknowledged that each party has had an opportunity to review and negotiate the terms herein.

17. REMEDIES.

17.1 Default by Transferor. If Transferor fails to perform any of the obligations of Transferor set forth in this Agreement and fails to cure the same within ten (10) days after delivery of written notice from Transferee (provided that no such notice and cure period shall be applicable to Transferor's failure to deliver any documents or funds required for the Closing as set forth in Section 4 above), then as Transferee's sole and exclusive remedy, Transferee may terminate this Agreement upon written notice to Transferor and Escrow Holder. If Transferee elects to terminate this Agreement, then this Agreement shall automatically terminate, Transferor shall reimburse Transferee for the reasonable third party costs and expenses actually incurred by Transferee in performing the inspections and testing set forth in Section 3.1 above, and Transferor would not receive any IHO Fee credits for the Property and instead Transferor shall satisfy its IHO obligations by (a) identifying a site or sites in the Diridon Station Area Plan which can accommodate at least one hundred eighty (180) affordable housing units as anticipated on the Property, (b) paying one hundred fifty percent (150%) of the IHO Fees due (the "IHO Fee Premium"), or (c) upon mutual agreement of Transferor and Transferee, Transferor shall work with Transferee to maintain yield by condominium-izing a portion of a high rise residential project for affordable housing. If Transferor satisfies its IHO obligations by the payment of the IHO Fee Premium pursuant to clause (b) above, the payment of the IHO Fee Premium shall be made in full

to Transferee within thirty (30) days after Transferor's election of clause (b) above, and Transferor shall receive IHO Fee credits for that portion of the IHO Fee Premium equal to one hundred percent (100%) of the IHO fees due, but no credit for that portion of the IHO Fee Premium equal to the additional fifty percent (50%) owned as a result of the default.

17.2 Default by Transferee. If Transferee fails to perform any of the obligations of Transferee set forth in this Agreement and fails to cure the same within ten (10) days after delivery of written notice from Transferor (provided that no such notice and cure period shall be applicable to Transferee's failure to deliver any documents or funds required for the Closing as set forth in Section 4 above), then as Transferor's sole and exclusive remedy, Transferor may terminate this Agreement upon written notice to Transferee and Escrow Holder. If Transferor elects to terminate this Agreement, then this Agreement shall automatically terminate, and upon such termination, Transferor shall receive IHO Fee credits in the same amount as Transferor would have received under the DA and this Agreement if this Agreement has not been terminated due to Transferee's default and the Closing had occurred.

18. RELEASE. Except as otherwise expressly set forth in this Agreement, Transferee is acquiring the Property in its existing condition, "AS-IS, WHERE-IS", and as of the Closing, Transferee has made or has waived all inspections and investigations of the Property and its vicinity which Transferee believes are necessary to protect its own interest in, and its contemplated use of, the Property.

Except as otherwise expressly set forth in this Agreement, neither Transferor nor any entity associated or affiliated with Transferor, nor the agents, servants, officers, directors, employees, subsidiaries, divisions, affiliates or successors of Transferor, nor each of them, has made any representation, warranty, inducement, promise, agreement, assurance or statement, oral or written, of any kind to Transferee upon which Transferee is relying, or in connection with which Transferee has made or will make any decisions concerning the Property or its vicinity including, without limitation, its use, condition, value, square footage, compliance with applicable laws, existence or absence of hazardous substances, or the permissibility, feasibility, or convertibility of all or any portion of the Property for any particular use or purpose, including, without limitation, its present or future prospects for sale, lease, development, occupancy or suitability as security for financing.

Transferor hereby specifically disclaims all warranties implied by law arising out of or with respect to the execution of this Agreement, any aspect or element of the Property, or the performance of Transferor's obligations hereunder including, without limitation, all implied warranties of merchantability, habitability and/or fitness for a particular purpose.

Except as otherwise expressly set forth in this Agreement, Transferee hereby releases and forever discharge(s) Transferor and each and every entity associated or affiliated with Transferor, and the agents, servants, officers, directors, employees, subsidiaries, divisions, affiliates and successors of Transferor, and each of them, from any and all causes of action, actions, judgments, liens, indebtedness, obligations, losses, claims, damages, liabilities and demands,

including without limitation any claim arising from and/or related to the Property (collectively “Claims”), which Claims are related to the physical and environmental condition of the Property, whether known or unknown, disclosed or undisclosed, anticipated or unanticipated, whenever accruing. In connection with the foregoing releases, Transferee acknowledges that it is familiar with and hereby waives the protections of Section 1542 of the California Civil Code, which reads:

A general release does not extend to claims that the creditor or releasing party does not know or suspect to exist in his or her favor at the time of executing the release and that, if known by him or her, would have materially affected his or her settlement with the debtor or released party.

Notwithstanding the foregoing, the foregoing release shall not apply to (a) Transferor’s default or breach of any obligation of Transferor set forth in this Agreement that survives the Closing, (b) any claims for personal injury, death, or damage to personal property based on events occurring prior to the Closing or during Transferor’s performance of Transferor’s Work, (c) any claims to the extent arising from Transferor’s intentional misrepresentation, or (d) any claims arising under Section 19.1 below or Section 21 below that survive the Closing.

19. TRANSFEROR POST-CLOSING COVENANTS.

19.1 Environmental. If the Closing occurs, Transferor shall indemnify, defend, and hold harmless Grantee against any and all third party actions or claims for death or personal injury to the extent such actions or claims are caused by exposure to environmental contamination existing at the Property which exposure occurred prior to the Closing and such actions or claims first accrued prior to the Closing, which indemnity and defense obligation of Transferor shall survive the Closing. Notwithstanding the foregoing, in no event shall such indemnity and defense obligation of Transferor apply to any actions or claims that arise from the negligence or willful misconduct of Transferee or Grantee.

19.2 Transferor’s Work. Notwithstanding anything in this Agreement to the contrary:

(a) If despite Transferor using its commercially reasonable efforts in accordance with Section 4.5.2.4, Transferor’s Work (as set forth in Schedule 1 of Exhibit C hereto) is not Completed by the Closing as a result of any delays caused by Transferee or Force Majeure, then Transferee shall have no right to terminate this Agreement and the Closing shall occur on the Closing Date, provided that following the Closing, Transferor shall diligently pursue the remaining “Transferor’s Work” (as described in Schedule 1 to Exhibit C hereof) (the “Remaining Transferor’s Work”) to Completion. As security for the performance of the Remaining Transferor’s Work, at the Closing, Transferor shall provide Transferee with a construction completion bond in an amount equal to the 1.5 times the cost to perform the Remaining Transferor’s Work. Following the Closing, Transferee (or Grantee, as applicable) shall provide Transferor with reasonable access to the Property as necessary to perform the Remaining Transferor’s Work. For the avoidance of

doubt, upon the Closing, Transferor shall receive IHO Fee Credits for the H6 land value as illustrated in the third column of the IHO Credit Table in Section III.C.5 of the DA. If Transferor Completes the Remaining Transferor's Work, then Transferor shall receive IHO Fee Credits for the "Early H5 / H6 Work Portion of IHO Credits" (as illustrated in the fourth column of the IHO Credit Table with respect to H6) upon Completion. If Transferee performs the Remaining Transferor's Work, Transferor shall provide Transferee with reasonable access to the adjacent property owned by Transferor, permission as necessary to perform the Remaining Transferor's Work, and license from consultants and civil engineers, who produced any design documents developed to do Transferor's Work, to use such documents but with no Transferor representation as to the correctness of these documents and therefore no recourse against Transferor. Additionally at Transferee's election, Transferor shall assign its general construction agreement (for Transferor's Work only) to Transferee or its Designee. Transferor shall receive IHO Fee Credits for the "Early H5 / H6 Work Portion of IHO Credits" (as illustrated in the fourth column of the IHO Credit Table with respect to H6) upon Completion.

(b) If at six (6) months before Closing Deadline, Transferee determines that Transferor is not exercising commercially reasonable efforts to complete Transferor's Work based on the provisions in (c) below, then Transferee shall have no right to terminate this Agreement and the Closing shall occur on the Closing Date at which time Transferor shall pay to Transferee (and not Grantee, if other than Transferee) an amount equal to 150% of all of the costs to Complete the Remaining Transferor's Work, subject to "Annual Increases" (as defined in Section III.A of Exhibit D of the DA) without regard to the amounts set forth in the IHO Credits Table in the DA. The 150% amount shall not be entitled to treatment as CLF. Also, Transferor shall receive IHO Fee Credits only for Transfer of Property for the H6 land value illustrated in the third column of the IHO Credit Table in Section III.C.5 of the DA. Transferee shall promptly Complete the Remaining Transferor's Work thereafter, using the default payment, and Transferor shall provide Transferee with reasonable access to the adjacent property owned by Transferor and permission as necessary to perform the Remaining Transferor's Work, and license from consultants and civil engineers, who produced any design documents developed to do Transferor's Work, to use such documents but with no Transferor representation as to the correctness of these documents and therefore no recourse against Transferor. Additionally at Transferee's election, Transferor shall assign its general construction agreement (for Transferor's Work only) to Transferee or its Designee.

(c) Since Transferor's Work (as defined on the attached Schedule 1 to Exhibit C) is critical to commencement of construction on the Property (i.e., H6), the parties agree that every three (3) months from the date of approval of the First Vertical Office Permit (as defined in Exhibit D of the DA) the parties shall meet, and Transferor shall provide an update on Transferor's Work. If in its reasonable discretion Transferee concludes that there is no way for Transferor to complete Transferor's Work by the Closing Deadline, then Transferee shall be able to exercise the mechanisms described in (a) or (b) above depending on whether Transferor is diligently pursuing the work, or not.

19.3 Mid-Block Crossing. At the Closing, Transferor shall retain ownership of the mid-block crossing between the Property and the “H5 Property” (as defined in the DA). Following the Closing, upon request from Grantee, Transferor shall provide to Grantee a commercially reasonable construction easement over such mid-block crossing for the time period commencing on the later of (a) the Closing, and (b) the commencement of construction on the Property or the “H5 Property” (whichever is sooner), and continuing until the date that is six (6) months following the issuance of the last temporary certificate of occupancy for the Property and the “H5 Property”.

19.4 Survival. The provisions of this Section 19 shall survive the Closing.

20. GRANTEE POST-CLOSING COVENANTS.

20.1 Condition of Property. Following the Closing, Grantee shall be responsible to keep the Property in good, clean and safe condition. In connection therewith, Grantee shall be responsible to maintain the Erosion Controls and the Fence (as such terms are defined in Schedule 1 to Exhibit “C” attached hereto) installed as part of Transferor’s Work in good condition and repair, and to provide for adequate lighting and security prior to and during development and construction of the Property. The obligations set forth in this Section 20.1 shall also be set forth in the Grant Deed, which obligations shall run with the land of the Property.

20.2 Construction Rights-of-Way. Following the Closing, upon request from Transferor from time to time, Grantee shall grant Transferor a commercially reasonable construction right-of-way as may be reasonably necessary for the construction of the Project, provided that such construction rights-of-way do not materially interfere with the development and use of the Property for the Affordable Housing Development.

20.3 Construction Costs. Grantee shall bear all construction costs related to the Affordable Housing Development.

20.4 Frontage Work. During the performance of the Frontage Work (as defined in Schedule 1 to Exhibit “C” attached hereto) and following completion of the Frontage Work, if Grantee shall cause any damage to the Frontage Work, then Grantee shall repair such damage, and if such damage is caused following completion of the Frontage Work, Grantee shall restore the affected area to the condition immediately prior to the damage. All such repair and restoration by Grantee shall be at Grantee’s sole cost and expense.

20.5 Successors and Assigns. The provisions of this Section 20 shall be binding on Grantee and its successors and assigns. Grantee shall cause all such successors and assigns to be bound by the terms and conditions of this Section 20.

20.6 Survival. The provisions of this Section 20 shall survive the Closing.

21. PRIVATE STREET WORK. Pursuant to the transfer agreement for the “H5 Property” (as defined in the DA) (the “H5 Transfer Agreement”), Transferor shall perform the “Private Street Work” (as defined in the H5 Transfer Agreement). The following provisions shall apply prior to and following the Closing hereunder, which provisions shall survive the Closing:

21.1 Grantee shall reasonably cooperate with Transferor in connection with the performance of the Private Street Work.

21.2 Following the Closing, upon request from Transferor, Grantee shall provide to Transferor a commercially reasonable construction easement to facilitate the performance of the Private Street Work.

21.3 On completion of the Private Street Work, Transferor will give notice to Grantee that such portion of the Private Street Work is complete and available for access and use.

21.4 During the performance of the Private Street Work and following completion of the Private Street Work, if Grantee shall cause any damage to the Private Street Work, then Grantee shall repair such damage, and if such damage is caused following completion of the Private Street Work, Grantee shall restore the affected area to the condition immediately prior to the damage. All such repair and restoration by Grantee shall be at Grantee’s sole cost and expense.

The provisions of this Section 21 shall be binding on Grantee and its successors and assigns. Grantee shall cause all such successors and assigns to be bound by the terms and conditions of this Section 21.

22. ATTORNEYS' FEES. Should legal action be brought by either party against the other for a default under this Agreement or to enforce any provision herein, the prevailing party in such action shall not be entitled to recover its attorneys' fees and costs from the other party. Each party to the legal action shall bear its own attorneys' fees and costs.

23. MEET AND CONFER PROCESS. Before sending a notice of default in accordance with Section 17 above, the party that may assert that the other party has failed to perform or fulfill its obligations under this Agreement shall first attempt to meet and confer with the other party to discuss the alleged failure and shall permit such party a reasonable period, but not less than thirty (30) days and not more than sixty (60) days, to respond to or cure such alleged failure. The party asserting such failure shall request that such meeting and conference occur within twenty (20) business days following the request and if, despite the “Good Faith Efforts” (as defined in the DA) of the requesting party, such meeting has not occurred within twenty (20) business days of such request, such party shall be deemed to have satisfied the requirements of this Section and may proceed in accordance with the issuance of a notice of default under Section 17 above.

[REMAINDER OF PAGE INTENTIONALLY LEFT BLANK]

IN WITNESS WHEREOF, the parties hereto have executed this Agreement as of the day and year first above written.

TRANSFEROR:

GOOGLE LLC, a Delaware limited liability company

By: _____
Print Name: _____
Title: _____

TRANSFeree:

CITY OF SAN JOSÉ

By: _____
Print Name: _____
Title: _____

APPROVED AS TO FORM:

EXHIBIT “A”

DEPICTION OF THE PROPERTY

[NOTE TO CITY: To be inserted from Schedule D1 to the DA]

Exhibit “A”
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T-35918.024/1820240

Council Agenda: 05-25-2021

Item No.: 10.2(i)(ii) H6 Transfer Agreement

DRAFT – Contact the Office of the City Clerk at (408) 535-1260 or CityClerk@sanjoseca.gov for final document.

EXHIBIT "B"

FORM OF GRANT DEED

RECORDING REQUESTED BY:

**WHEN RECORDED MAIL TO AND
MAIL TAX STATEMENTS TO:**

APN:

SPACE ABOVE THIS LINE FOR RECORDER

G R A N T D E E D

The Undersigned Grantor Declares: DOCUMENTARY TRANSFER TAX \$0; CITY TRANSFER TAX \$0; Recorded for the benefit of the City of San Jose and is exempt from transfer tax per Revenue and Taxation Code Section 11922 and exempt from recording fee per Government Code Section 6103 and/or 27383.

[] computed on the consideration or full value of property conveyed, OR
[] computed on the consideration or full value less value of liens and/or encumbrances remaining at time of sale,
[] unincorporated area; [X] **City of San Jose**, and
[X] Signature of Declarant
By: _____
Print Name: _____
Title: _____

_____ ("GRANTOR"), does hereby GRANT to _____ "GRANTEE", for valuable consideration, receipt of which is hereby acknowledged, all certain real property situate in the City of San José, County of Santa Clara, State of California, described in Exhibit "1" attached hereto and made a part hereof (the "Property").

By its signature hereon, Grantee, as the owner of the Property, hereby covenants and agrees that Grantee shall be responsible to keep the Property in good, clean and safe condition and to maintain

Exhibit "A"
Page 1 of 1

attractive fencing and to provide for adequate lighting and security prior to and during development and construction of the Property. The foregoing covenants and agreements shall be appurtenant to the Property and be binding on Grantee and each successor-in-interest to Grantee in the Property and every part thereof. It is the intention and understanding of the parties hereto that the foregoing covenants and agreements shall run with the land (as defined in California Civil Code Sections 1460 & 1462) of the Property and every part thereof in accordance with California Civil Code Section 1468.

Dated: _____, 202__

“GRANTOR”

By: _____
Name: _____
Dated: _____

“GRANTEE”

By: _____
Name: _____
Dated: _____

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.

ACKNOWLEDGEMENT

State of California
County of _____

On _____ before me, _____
(insert name and title of officer)

Personally appeared _____,
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.

WITNESS my hand and official seal

Signature _____ (Seal)

NVF:JVP:JMD
5/13/2021

**Exhibit 1 to Grant Deed
Legal Description**

T-35918.024/1820240
Council Agenda: 05-25-2021
Item No.: 10.2(i)(ii) H6 Transfer Agreement
DRAFT – Contact the Office of the City Clerk at (408) 535-1260 or CityClerk@sanjoseca.gov for final document.

[USE ONLY IF CITY IS GRANTEE]
Deed Acceptance
APN:

DEED ACCEPTANCE

This is to certify that the interest in real property conveyed by Grant Deed, dated _____, 202_, from _____, a corporation under a holding agreement to the City of San Jose, a municipal corporation of the State of California, is hereby accepted by the undersigned officer of said City on behalf of the City Council of the City of San Jose, pursuant to authority conferred by the City Council of the City of San Jose on April 4, 1995 (shown as Item 9o on the April 4, 1995 City Council Agenda). The Grantee consents to recordation thereof by its duly authorized officer.

CITY OF SAN JOSE,
A Municipal Corporation of the State of California

By: _____ Date: _____
Name: ____
Title: _____

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.

ACKNOWLEDGEMENT

State of California
County of _____

On _____ before me,

(insert name and title of officer)

Personally appeared _____,
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.

WITNESS my hand and official seal

Signature _____ (Seal)

NVF:JVP:JMD
5/13/2021

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EXHIBIT “C”

TRANSFEROR’S WORK

1. As used in this Agreement, “Transferor’s Work” shall mean that certain work described on Schedule 1 attached hereto.
2. Following the date that Transferor receives the vertical improvement superstructure permit associated with the first office building for the Project, Transferor shall promptly procure and mobilize relevant consultants and prepare plans and specifications for Transferor’s Work (the “Plans”).
3. Upon finalizing the Plans, Transferor shall promptly and diligently pursue obtaining all permits necessary for Transferor’s Work, subject to delays caused by Transferee or Force Majeure (as defined below) (the “Permitted Plans”). Transferor shall provide Transferee with a copy of the Permitted Plans. Upon receipt of the Permitted Plans, Transferor shall diligently perform Transferor’s Work to Completion, subject to delays caused by Transferee or Force Majeure.
4. As used herein, “Completion” or “Completed” shall mean that Transferor’s Work has been completed in accordance with the building permit(s) issued with respect to Transferor’s Work and the City Building Division has completed its final inspection of Transferor’s Work. Transferee shall diligently and in good faith process all submissions and requests from Transferor necessary for Transferor to perform Transferor’s Work to Completion.
5. As used herein, “Force Majeure” shall mean any event or condition that: (i) is beyond Transferor’s control; (ii) prevents Transferor’s performance of this Agreement; (iii) Transferor could not have reasonably foreseen; and (iv) arises from one or more of the following: (1) naturally occurring events constituting an act of God; (2) unusually severe and abnormal climactic conditions (as compared with the five-year average weather statistics compiled by the United States National Oceanic and Atmospheric Administration for the time of year and locality of the Property); (3) strikes, stoppages or boycotts that affect a specific trade on a national or regional level, to the extent not caused by the acts or omissions of Transferor; (4) the unavailability of construction materials for projects similar to Transferor’s project as contemplated in the DA (i.e. a large scale mixed-use project) that causes significant construction delays, or significant construction delays resulting from such materials being unusually difficult or impossible to obtain, or from defects, tariffs, embargoes, or trade disputes, where, in each case, Transferor is unable to obtain alternative or replacement materials, within the same or substantially similar time period at substantially the same cost (and without having to forfeit any significant deposits or advance payments); (5) acts of terrorism or war; (6) riots or other civil unrest; (7) a local, state or federal declaration of emergency based on an epidemic or pandemic, including any quarantine or other health-related orders, directives, regulations, laws or other requirements implemented in response to such epidemic or pandemic; (8) orders issued by any other governmental body having jurisdiction over the Project; (9) casualty; or (10) condemnation unrelated to DISC or other transit project(s). Neither the inability of Transferor to obtain construction financing for Transferor’s

NVF:JVP:JMD
5/13/2021

project nor the condition of, or changes in, the real estate market shall constitute a Force Majeure event, except to the extent such inability or changes result from a Force Majeure event.

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SCHEDULE 1 TO EXHIBIT “C”

SCOPE OF TRANSFEROR’S WORK

- Establish erosion and sediment controls on the boundary of the Property (the “Erosion Controls”) and fence off the Property on all sides (the “Fence”)
- Disconnect and cap any utilities on the Property at its boundary in Auzerais Avenue, and furnish a survey to Transferee of the terminated locations
- Abate any hazardous materials contained within the buildings to the extent required by law prior to demolishing such buildings, and demolish any buildings including offsite buildings (partially or totally) needed to complete the work
- Remove slabs, footings, piles to a depth of 4 feet below the surface and asphalt parking lots
- Rough grade the Property without imported fill or compaction, in order to provide a free draining surface
- Improve the street frontage on Auzerais Avenue in the area depicted as “Early H6 Work” on Figure 1.0 attached hereto (approximately 100 lineal feet), in accordance with the “Downtown West Design Standards and Guidelines” (as defined in the DA), including street sidewalk improvements to Auzerais Avenue, curbs, gutters sidewalks, street furnishings, signage & street trees in accordance with the Downtown West Design Standards and Guidelines (the “Frontage Work”)

SCHEDULE 1

FIGURE 1.0

