

REDEVELOPMENT AGREEMENT

THIS AGREEMENT (Agreement) is made and entered into as of July 26, 2007, by and between the COLORADO SPRINGS URBAN RENEWAL AUTHORITY, a body corporate and politic of the State of Colorado (Authority), and UNIVERSITY VILLAGE DEVELOPERS, LLC, a Colorado limited liability company (Developer).

RECITALS

- A. Initially capitalized phrases, terms, and words in this Agreement are defined or referenced in Section 1 of this Agreement.
- B. In furtherance of the Act, the City has approved, and the Authority is carrying out, the North Nevada Avenue Corridor Urban Renewal Plan dated December 2004. The Property is located in the Urban Renewal Area.
- C. The Authority has determined that the acquisition, assembly, and redevelopment of the Property in accordance with the Act and the Plan is necessary to eliminate or prevent the spread of physical blight in the Urban Renewal Area. In cooperation with the Authority, the Developer has been using its reasonable best efforts to acquire title to thirty parcels of real property that constitute the Property for the purpose of voluntarily redeveloping the Property in accordance with the Plan and the Development Plan.
- D. The Developer owns or has all of the Property under contract. In addition, the Developer has agreed to construct a portion of the Public Improvements as set forth herein.
- E. In accordance with the Act, the Authority intends to issue the Bonds to finance its activities and undertakings pursuant to the Plan, and to apply the Pledged Property Tax Revenues and Pledged Sales Tax Revenues to payment of the Bonds. The Authority will use the proceeds of the Bonds to reimburse the Developer for the Advanced Funds, pay the Eligible Expenditures, and for construction or other provision of a portion of the Public Improvements.
- F. In accordance with the provisions of Section 31-25-107(4)(g) of the Act, the Authority has selected the Developer to develop and rehabilitate the Property and to construct or otherwise provide a portion of the Public Improvements set forth in the Development Plan. The Parties have entered into a Pre-Development Agreement dated January 19, 2006. Pursuant to the terms of the Pre-Development Agreement, the Developer has paid a Non-refundable Fee to the Authority as a condition of entering into this Agreement. In addition, the Parties recognize and acknowledge that the Developer has incurred costs and liabilities, and will incur additional costs and liabilities, in furtherance of and reliance upon the obligations and covenants of the Parties set forth herein.
- G. In accordance with the Act and the Plan, the Parties desire to enter into this Agreement to provide for the orderly acquisition, assembly, and redevelopment of the Property and the construction of the Public Improvements and the Private Improvements.

AGREEMENT

NOW, THEREFORE, in consideration of the premises and the mutual obligations of the Parties and other good and valuable consideration, the receipt and adequacy of which are acknowledged, the Parties agree as follows.

SECTION 1. DEFINITIONS

In this Agreement, the following terms shall have the meanings defined below:

Act means the Colorado Urban Renewal Law, Part I of Article 25 of Title 31, C.R.S.

Administrative Fee means the annual fee payable to the Authority pursuant to Section 5.02 for administration of the Plan.

Advanced Funds means funds advanced or paid to or on behalf of the Authority from time to time by the Developer for any purpose under this Agreement or the Pre-Development Agreement, including, without limitation, the Excess Land Assembly and Relocation Costs, other funds advanced to or paid on behalf of the Authority, and the Non-refundable Fee. The Advanced Funds shall be Eligible Expenditures included in Exhibit C, secured by the Advanced Funds Note, and shall be included in full and paid by the Authority in its initial draw request on the proceeds of the Bonds as described in Section 4.02.

Advanced Funds Note means the note described in Section 4.02 securing reimbursement of the Advanced Funds in accordance with this Agreement.

Agreement means this Agreement, as it may be amended or supplemented in writing. References to sections or exhibits are to this Agreement unless otherwise qualified.

Authority Financing means issuance of the Bonds in a net amount of not less than \$40,000,000 (to be applied to the Public Improvements listed on Exhibit C) and the other revenues listed in Section 5.02.

Bonds means the tax increment revenue bonds to be issued by the Authority pursuant to Section 5.02 and any bonds issued to refund or refinance the Bonds.

Certificate of Occupancy shall have the same meaning as set forth in the Colorado Springs Municipal Code.

City means the City of Colorado Springs, Colorado.

Commence Construction and Commencement of Construction mean the obtaining of a building, excavation, grading or similar permit for the construction of any portion of the Public

Improvements or the Private Improvements and the commencement and diligent prosecution of physical construction operations on the Property in a manner necessary to Complete Construction.

Complete Construction and Completion of Construction mean (a) for the Private Improvements, the issuance of a Certificate of Occupancy by the City so that the Private Improvements described in such certificate may open for initial retail sales or other permanent operations, and (b) for the Public Improvements, construction acceptance by the City or by the appropriate public body or public utility that construction is complete in accordance with applicable laws, ordinances and regulations.

Construction Documents means the documents described in Section 4.09.

Cooperation Agreement means the agreement between the Authority and the City whereby the City agrees to collect and transfer to the Authority all of the Pledged Sales Tax Revenues in accordance with the Act and to take other action to help carry out this Agreement.

Developer means University Village Developers, LLC, a Colorado limited liability company or any successor in interest that acquires an interest in the Property in accordance with and subject to the terms and conditions of this Agreement. Developer also includes certain entities that, by agreement with University Village Developers, LLC, hold fee title to some of the Property for tax purposes until Completion of Construction of the Improvements.

Developer Financing means a firm commitment for construction financing to be obtained by the Developer pursuant to Section 4.04.

Development Plan means the preliminary site layout and development plan for the Improvements described in Exhibit B.

Eligible Expenditure or Eligible Expenditures means the reasonable and necessary expenditures documented in accordance with this Agreement for the Public Improvements constructed or otherwise provided by the Developer, provided that, the Advanced Funds Note, shall be paid from the initial draw on the Bonds without the need for further documentation.

Environmental Law or Environmental Laws means any and all statutes, laws, regulations, ordinances, rules, judgments, orders, decrees, permits, grants, franchises, licenses or agreements relating to the environment or the Release (as defined in any such Environmental Law) of any Hazardous Substance into the environment.

Excess Land Assembly and Relocation Costs means costs paid or to be paid by the Developer to acquire and assemble the Property in excess of \$4.50 per square foot multiplied by 70 acres of net usable area included in the Property for uses in accordance with the Development Plan, plus interim interest and associated soft costs stipulated and agreed to by the Authority as

the amount the Authority would be required to pay if the Authority undertook such acquisition, financing, relocation activities and other activities described herein. The Parties agree that such financing arrangements are necessary for the Developer to assemble the Property in lieu of eminent domain acquisition by the Authority. The amount listed as the Excess Land Assembly and Relocation Costs are included in the Advanced Funds, and the full amount listed in Exhibit C shall be included by the Authority in its initial draw request on the proceeds of the Bonds; provided, however, the Authority shall pay and be reimbursed for the Comcor relocation costs in accordance with Section 5.09.

Hazardous Substance means any substance, material or waste that is included within the definitions of “hazardous substances,” “hazardous materials,” “hazardous waste,” “toxic substances,” “toxic materials,” “toxic waste” or words of similar import in any Environmental Law.

Improvements mean the Public Improvements and the Private Improvements.

Indenture means the indenture by and between the Authority and Trustee governing the Bonds.

Non-refundable Fee means the fee to be paid to the Authority pursuant to Section 4.16.

Party or Parties means a party or the parties to this Agreement.

Plan and Urban Renewal Plan mean the Urban Renewal Plan described in Recital B.

Pledged Property Tax Revenues means that portion of the annual ad valorem property tax revenues in excess of the amount produced by the levy of those taxing bodies that levy property taxes against the base assessed value of taxable property in the Urban Renewal Area calculated and adjusted from time to time in accordance with Section 31-25-107(9) of the Act and the regulations implementing the Act. Such base value is estimated to be \$65,000.

Pledged Sales Tax Revenues means that portion of the City sales tax revenue produced by a levy of 2.0% on all transactions that are subject to municipal sales taxes in the Urban Renewal Area in excess of the base value of such municipal sales taxes calculated and adjusted from time to time by the Authority and the City in accordance with Section 31-25-107(9) of the Act. Such base value is estimated to be \$60,000. The City Council of the City has committed the Pledged Sales Tax Revenues to payment of the Bonds.

Pre-Development Agreement means the agreement described in Recital F.

Private Improvements means the improvements subject to ad valorem property taxes to be constructed on the Property by the Developer or an approved transferee of the Developer in

accordance with the Development Plan and within the time specified in the Schedule of Performance.

Property means the real property owned or to be acquired by the Developer in accordance with this Agreement and described in Exhibit A.

Public Improvements means the improvements or activities and undertakings listed in Exhibit C that the Developer or the Authority will construct in accordance with this Agreement.

Reimbursement Obligation means the obligation described in Section 5.03 and Exhibit C whereby the Authority will reimburse the Developer for Eligible Expenditures, including, without limitation the Advanced Funds, paid or otherwise incurred by the Developer.

Schedule of Performance means Exhibit D, the schedule that governs the times of performance by the Parties.

Special Fund means the fund described in Section 5.04.

Trustee means a nationally-recognized and financially-qualified trustee approved by the Parties and any successor trustee under the Indenture.

Urban Renewal Area means the area included in and subject to the provisions of the Plan.

SECTION 2. DESCRIPTION OF REDEVELOPMENT

This Agreement sets forth the respective duties of the Parties for financing, designing, constructing, or otherwise providing the Improvements described in the Development Plan and other services set forth herein. The respective duties of the Parties are expected to further the purposes and goals of the Plan and afford maximum opportunity, consistent with the sound needs of the City as a whole, for the rehabilitation and redevelopment of the Urban Renewal Area by private enterprise.

SECTION 3. CONDITIONS PRECEDENT

3.01 Conditions Precedent. The respective obligations of the Parties under this Agreement are conditioned upon the following events, which, unless a different date is specified for a particular condition, must be satisfied or waived by the date for each event set forth in the Schedule of Performance. It is the understanding of the Parties that the Agreement may be terminated by either Party if any of such condition is not satisfied or waived.

a. The Developer must obtain and the Authority must approve the Developer Financing.

b. The Authority must obtain and the Developer must approve the Authority Financing, including, without limitation, the timing and terms related to release of funds from the proceeds of the Bonds for payment of the Reimbursement Obligation, including the Advanced Funds Note.

c. The Developer and the Authority must obtain the approvals of the Construction Documents specified in Section 4.09 related to the construction obligations of each Party and other design and development documents required by applicable City (or other governmental entity) codes, ordinances, regulations, or policies from the Authority, the City, and any governmental entity having jurisdiction.

d. The Developer must obtain title to the Property in accordance with this Agreement.

e. Before the date specified in the Schedule of Performance for Commencement of Construction of the Private Improvements the City must approve or waive all conditions precedent to issuance of building permits for at least three large-profile retailers included in the Private Improvements so that sufficient funds can be released from the proceeds of the Bonds to comply with the requirements of the lenders providing the Authority Financing and the Developer Financing related to construction of the Improvements.

3.02 Failure of Conditions. If all of the foregoing conditions precedent have not been satisfied or waived in writing on or before the respective dates listed for each event in the Schedule of Performance, either Party may terminate this Agreement by giving written notice to the other. Thereafter, except for the obligation set forth in Section 4.02, this Agreement will terminate and become null and void within thirty (30) days after receipt of such notice of termination unless the Parties have otherwise agreed in writing.

SECTION 4. OBLIGATIONS OF THE DEVELOPER

4.01 Advanced Funds. In furtherance of its obligations under this Agreement to (a) assemble the Property, (b) undertake relocation, (c) demolish and clear improvements, (d) conduct soils and environmental tests, (e) prepare the Property for redevelopment in accordance with the Plan, and (f) provide interim financing to the Authority for such activities, the Developer has either paid or contracted to pay on behalf of the Authority the Excess Land Assembly and Relocation Costs and the Non-refundable Fee as Advanced Funds. From time to time, upon request from the Authority, the Developer may elect to advance in the future, additional Advanced Funds reasonably required by the Authority for fees and costs related to its operations.

4.02 Reimbursement of Advanced Funds. The Parties agree that the Advanced Funds being provided to the Authority by the Developer are required for public uses and purposes and have been advanced for the benefit of the Authority without the conditions and expense normally required to obtain interim financing for such activities. Accordingly, unless the Parties agree

otherwise in writing, notwithstanding any language in this Agreement to the contrary, including, without limitation, termination of the Agreement for any reason, the Authority agrees to execute the Advanced Funds Note on or before the date specified in the Schedule of Performance and reimburse the Developer for the Advanced Funds by paying in full the Advanced Fund Note immediately upon issuance of the Bonds, provided, however, such obligation is subject to the ability of the Authority to obtain the Authority Financing in accordance with Section 5.02. If the Bonds are not issued the Advanced Funds Note shall be paid as provided in Section 5.03. The proceeds from payment of the Advanced Funds Note will be used as part of the Developer Financing to carry out the duties of the Developer under this Section 4.

4.03 Property Acquisition. The Authority recognizes and agrees that the Developer has negotiated in good faith with the current and former owners of the Property for redevelopment in accordance with the Plan. The Developer owns or has entered into option contracts to acquire the parcels of real property that constitute the Property, and, subject to the conditions precedent set forth in Section 3.01, agrees to use reasonable efforts to close on such option contracts and acquire title to all of the Property on or before the date or dates set forth in the Schedule of Performance. The total acquisition price paid or to be paid by the Developer to current and former owners of the Property includes an amount attributable to the Excess Land Assembly and Relocation Costs as an Eligible Expenditure for Advanced Funds.

4.04 Developer Financing. In accordance with the Schedule of Performance, the Developer will use its reasonable best efforts to obtain and submit to the Authority for approval, the Developer Financing to carry out the Development Plan including the Completion of Construction of the Private Improvements. For the purposes of this Agreement, Developer Financing means (a) the obtaining of a firm commitment from a financially sound construction lender for construction of the Private Improvements, (b) reasonable commitments from those retailers and commercial users who will take title to pad sites on the Property to construct their own improvements, and (c) the right to receive the Reimbursement Obligation from the Authority, including timely payment of the Advanced Funds Note by the Authority. The Authority will deliver its approval or disapproval of the Developer Financing and the reasons therefor within the time specified in the Schedule of Performance. The Developer Financing may be submitted in components and shall include any Advanced Funds.

4.05 Demolition, Clearance, and Preparation of the Property for Redevelopment. In accordance with the Schedule of Performance, the Developer will demolish and clear the existing improvements from the Property and undertake all filling and grading activities and relocation of existing utilities required to prepare the Property for redevelopment. All demolition, clearance, filling and grading activities, and utility relocations shall conform with all City requirements and the provisions of this Agreement and are Eligible Expenditures.

4.06 Reports and Surveys. Except as may be agreed otherwise, the Developer will be responsible for obtaining any and all reports and surveys concerning the Property, construction of the Improvements (except for those Public Improvements that are the responsibility of the

Authority), and applicable building and use requirements that it may require to carry out its duties under this Agreement.

4.07 Zoning; Replatting, and Dedications. The Developer is responsible to obtain any zoning changes to accommodate the development and construction of the Improvements and uses contemplated hereunder (except for those Public Improvements that are the responsibility of the Authority). The Parties covenant and agree that they will not seek any zoning changes that interfere with such construction or otherwise preclude construction of the Improvements. The Developer will be responsible for any replatting of the Property that may be required by the City. Except for those items listed in Exhibit C as Eligible Expenditures, the Developer shall dedicate, as appropriate, all easements and rights of way required to properly carry out the Development Plan.

4.08 Soils and Environmental Tests. As between the Parties, the Developer is responsible for compliance with all Environmental Laws as they apply to the Property. Within the times specified in the Schedule of Performance, the Developer shall complete all soils and environmental tests on the Property as it or its lenders may require in connection with the Agreement. Copies of all soils reports and environmental surveys obtained on the Property shall be provided to the Authority upon written request. All such tests shall be Eligible Expenditures hereunder.

4.09 Construction Documents. The Authority has approved the Development Plan. In accordance with the Schedule of Performance, the Parties shall submit the following Construction Documents to one another for review and approval: Final building construction plans, final site plans, landscape plans, contracts, and subcontracts for the Public Improvements that each Party is required to construct. The cost of any such Construction Documents may be paid directly from the proceeds of the Bonds.

a. Each Party shall review and approve or disapprove the Construction Documents within the times established in the Schedule of Performance. Any disapproval shall state in writing the reasons for disapproval and specify changes requested by the disapproving Party. Unless deviations are specifically approved in writing by the Authority, the Construction Documents shall conform with and shall be a logical development of the Development Plan and shall meet the requirements of all applicable laws, codes and ordinances. All Construction Documents shall be prepared by the Parties to assure that they are compatible and best serve the redevelopment of the Property in accordance with the Development Plan. The Parties shall submit new or corrected Construction Documents that conform with the requirements of the Agreement within the time specified in the Schedule of Performance. The construction of the Improvements shall conform with the Construction Documents as approved by the Parties and the City.

b. After such approval, no further approval of the Development Plan, the PUD, or the Construction Documents by the Parties shall be required except with respect to any

material change. A material change shall mean any change in the PUD, the items included in Eligible Expenditures, changes that materially alter the design and construction schedule for the Public Improvements, and the exterior treatment of the Improvements such as color, materials, finishes, and roof elements. The Party proposing such change shall submit the proposed material change to the other for approval. Approvals (which shall not be unreasonably withheld, conditioned or delayed) or rejections (with written explanation of the reasons therefor) of proposed changes shall be delivered within 14 days of such submittal. Notification of disapproval shall specify the reasons therefore and what corrective action is required to obtain approval of such proposed material change. The Party requesting the change shall have 14 days after receipt of notice of disapproval to make corrections.

4.10 Construction of Improvements. The Developer shall Commence Construction and Complete Construction of the Improvements for which it is responsible on or before the dates specified for each in the Schedule of Performance. The Authority shall Commence Construction of the Public Improvements for which it is responsible on or before the dates specified in the Schedule of Performance. All such construction requirements shall conform with the requirements of this Agreement.

a. Cost savings within the line items listed in Exhibit C may be applied to cost overruns in other line items regardless of which Party has achieved such cost savings, provided the total Reimbursement Obligation is not increased.

b. If the total costs of the Eligible Expenditures are projected to exceed the total Reimbursement Obligation, the Parties will make good faith efforts to reduce such costs through phased construction, redesign, or other cost saving steps; provided, however, the Reimbursement Obligation is subject to increase in accordance with Section 5.03.

4.11 Restrictions on Assignment and Transfer. During the period between execution of the Agreement and the issuance of a Certificate of Completion for Completion of Construction of the Private Improvements in accordance with this Section 4.11, the Developer will promptly notify the Authority of any and all changes in the ownership of interests, legal or beneficial, in the Developer (as defined herein) or of any change in the majority control of such interests.

a. The Developer shall not assign all or any part of or any interest in this Agreement or the Property without the prior written approval of the Authority, which approval shall not be unreasonably withheld, conditioned or delayed; provided, however, no approval shall be required prior to transfer of the parcels of the Property designated in the Development Plan for the Costco and Lowes stores. Mortgages or deeds of trust related to construction of the Improvements and approved as part of the Developer Financing and transfer of pad sites or leases of space in the Private Improvements in the ordinary course of the business of the Developer shall not be deemed to be a transfer for the purposes hereof. For the purposes of this Agreement, transfer shall include a change in the identity of the parties in control of the Developer. No voluntary or involuntary successor in interest of the Developer shall acquire any rights or powers

under this Agreement except as expressly set forth herein. Approval of a transfer by the Authority shall not relieve the Developer of its obligations under this Agreement unless the Authority agrees in writing.

b. The provisions of this Section shall terminate upon Completion of Construction of any part of the Private Improvements described in the certificate of occupancy issued by the City.

4.12 Compliance with Laws; Progress Reports. The Improvements shall be constructed in accordance with all applicable laws, ordinances, standards, warranties, and policies. Until Completion of Construction of the Improvements, the Parties shall consult with one another and provide drafts of construction, site, and landscape plans and drawings for review and comment by the other Party in the early stages of preparation; provided, however, the Parties agree that time is of the essence of this Agreement and that all interim reviews and comments shall be completed in a timely manner so that the Parties are able to comply with the Schedule of Performance and the limitations and requirements of the lenders and other third parties providing the Authority Financing and Developer Financing. The Parties shall make reports in such detail and at such times as may reasonably be requested by the other and the City, as to actual progress with respect to the preparation of the Construction Documents, Commencement of Construction, the progress of construction and the Completion of Construction of the Improvements.

4.13 Eligible Expenditures; Certificates. Exhibit C contains a list of the items included in definition of Public Improvements and Eligible Expenditures. The expenditures by the Developer (including the Advanced Funds) to provide the Public Improvements for which the Developer is responsible in accordance with this Agreement and specified in Exhibit C shall be Eligible Expenditures. The Developer and the Trustee shall agree on a procedure for documentation and certification of the Eligible Expenditures reasonably acceptable to the Trustee so that all Eligible Expenditures can be paid in a timely manner, including the Advanced Funds Note, which shall be paid out of the proceeds of the first draw on the Bonds in accordance with Section 4.02. The form of such certificates shall be approved by the Trustee and signed by a representative of the Developer who is acceptable to the Trustee. At the expense of the Authority, the Eligible Expenditures are subject to reasonable cost documentation, certification, and audit requirements to be established by the Authority and the Trustee, except for the Advanced Funds, which have documented and approved for payment by the Authority.

4.14 Insurance. At all times while this Agreement is in effect, the Developer will provide the Authority with proof of payment of premiums and certificates of insurance showing that the Developer is carrying, or causing its contractors to carry, builder's risk insurance, comprehensive general liability and worker's compensation insurance policies in amounts and coverages reasonably required by the Authority and the City. Such policies of insurance shall be placed with financially sound and reputable insurers, require the insurer to give at least 30 days advance written notice of cancellation to the Authority and will include the Authority and the City as additional insureds on such policies.

4.15 Maintenance and Inspection of Records. The Developer will keep, and cause all architects, consultants, engineers, contractors, and subcontractors to keep, proper and current books, records, accounts, and reports in connection with the design and construction of the Public Improvements for which the Developer is responsible and the Advanced Funds. All such books, records, contracts, and reports shall be, at all reasonable times and subject to reasonable notice, open to inspection by such accountants or other agents as the Authority or the Trustee may from time to time designate. All such inspections shall be at the expense of the Authority.

4.16 Non-refundable Fee. The Developer has delivered its check in the amount of \$10,000 as the Non-refundable Fee to be used by the Authority for the purpose of paying, in part, its costs and expenses required by this Agreement. The Non-refundable Fee shall be retained by the Authority in the event the Agreement is terminated prior to issuance of the Bonds for any reason specified in this Agreement. If the Agreement is not so terminated the Developer may recover the Non-refundable Fee as part of the Advanced Funds.

SECTION 5. OBLIGATIONS OF THE AUTHORITY

5.01 Cooperation Agreement. In accordance with the Schedule of Performance, the Authority will enter into a Cooperation Agreement with the City to deliver the Pledged Sales Tax Revenues in accordance with the Act and to take other actions to facilitate construction of the Improvements. The Cooperation Agreement is subject to review and approval by the Developer within the times set forth in the Schedule of Performance.

5.02 Authority Financing; Refinancing. In accordance with the Schedule of Performance, the Authority will use its reasonable best efforts to obtain the Authority Financing. The Authority Financing includes (1) the proceeds of the Bonds in a net amount of not less than \$40,000,000, (2) interest earned under the Indenture and on funds deposited in the Special Fund, (3) any other funds deposited in the Special Fund pursuant to the Indenture, and (4) any funds recovered from third parties who may be required to pay a portion of the cost of the Public Improvements. The terms and conditions of the Authority Financing shall be subject to approval by the Developer in accordance with the Schedule of Performance. Provided there is sufficient capacity for issuing the Bonds, the Indenture shall provide for payment of the Administrative Fee each year after payment of debt service on the Bonds, replenishment of reserve funds, and other required deposits. The Indenture shall permit and the Authority shall refinance the Bonds at such time as financing capacity exists to pay for construction of those Public Improvements that cannot be paid from the proceeds of the original Bond issue.

5.03 The Reimbursement Obligation. In consideration of the obligations of the Developer, including, without limitation, provision of the Advanced Funds and a portion of the Public Improvements, the Authority agrees (and the Indenture shall so provide) to pay the Reimbursement Obligation to the Developer on a priority basis from the proceeds of the Bonds. The Advanced Funds Note is an approved Eligible Expenditure hereunder and shall be paid in full by the Authority as part of its initial draw request on the Bonds as described in Section 4.02.

The Indenture and the documents incidental thereto shall be subject to review and approval by the Developer within the times specified in the Schedule of Performance. After payment of the Advanced Funds Note from the initial draw, the Indenture shall provide that upon receipt of reasonable documentation for the balance of the Eligible Expenditures submitted by the Developer from time to time, the Trustee shall release funds to reimburse the Developer for such Eligible Expenditures. The total Reimbursement Obligation shall not exceed the total listed in Exhibit C.

a. If the Agreement is terminated pursuant to Section 3.02, the Reimbursement Obligation of the Authority shall become payments from the Special Fund to the Developer for the Advanced Funds. Such payments shall be a lien on the Pledged Property Tax Revenues and Pledged Sales Tax Revenue.

b. Notwithstanding any language herein to the contrary, upon agreement of the Parties, the Authority may assume responsibility for construction of and payment for a portion of the Public Improvements, in which case, the obligation of the Developer to construct such portion of the Public Improvements shall cease and a portion of the proceeds of the Bonds shall be applied to payment of that portion of the Public Improvements constructed by the Authority. The Parties will coordinate the design and construction of the Public Improvements for the benefit of the Private Improvements. For those Public Improvements to be constructed by the Authority, the Developer shall have the right to review and approve the Authority's Construction Documents for consistency with the Improvements to be designed and constructed by the Developer and, provided further, notwithstanding any language herein to the contrary, and in addition to any other right or remedy, upon the failure of the Authority to undertake Commencement of Construction and Complete Construction of any or all of the Public Improvements listed in Exhibit C as Item B, including the Comcor Relocation, within the time or times required by the owners or tenants of the Private Improvements, or the lenders, financial institutions, or other third parties providing the Developer Financing or the Authority Financing, the Developer shall have the right, but not the obligation, to undertake and complete any of such Public Improvements upon providing notice to the Authority as provided herein.

c. The Indenture shall provide for disbursement of the proceeds of the Bonds in the following order or priority: (1) paying costs of issuance of the Bonds; (2) paying the Advanced Funds Note; (3) reimbursing the Developer for any Eligible Expenditures incurred and documented by the Developer; (4) disbursement to the Developer and the Authority, as the case may be, for design and construction of the Public Improvements in accordance with the Indenture.

5.04 The Special Fund. The Authority agrees to create and maintain the Special Fund to pay the Reimbursement Obligation. The Authority shall deposit the Pledged Property Tax Revenues, the Pledged Sales Tax Revenues, and all other revenues described in Section 5.02. in the Special Fund when and as received, and, subject to the requirements of law, the Special Fund shall be maintained by the Authority until the Reimbursement Obligation has been paid in full.

The Authority shall take all reasonable steps to collect in a timely manner the Pledged Property Tax Revenues, the Pledged Sales Tax Revenues, and all other revenue required to be deposited in the Special Fund.

5.05 No Impairment. The Authority shall not enter into any agreement or transaction that impairs the rights of the Developer to receive the Reimbursement Obligation.

5.06 Books and Records. All books, records and reports (except those required by applicable law to be kept confidential) in the possession of the Authority relating to the Public Improvements, the Reimbursement Obligation, Eligible Expenditures, and deposits to and expenditures from the Special Fund, shall at all reasonable times be open to inspection by such accountants or other agents as the Developer may from time to time designate.

5.07 Cooperation With Developer and Others. The Authority agrees to cooperate with the Developer in a timely manner so that the respective obligations of the Parties may be accomplished in accordance with the Schedule of Performance. In addition, the Authority agrees to use its reasonable best efforts to enter into agreements with other parties, including, without limitation, the City and departments of the City, to cooperate in the expeditious processing and approval of the Construction Documents and reasonable relief from or modification of requirements, policies, and procedures in accordance with Section 112 of the Act in order to maximize the net proceeds of the Bonds available for the orderly and timely redevelopment of the Property and the Urban Renewal Area.

a. The Parties will cooperate to provide a phasing plan for improvements to Nevada Avenue, including landscaping in the public right of way, access management to properties affected by roadway improvements, and undergrounding of power lines.

b. In the design and building of the North Nevada Avenue roadway from Austin Bluffs to I-25 the Authority shall (1) incorporate the directional cross-section and median specifications required by the City in the three travel lanes and bike lanes for each direction and (2) include City standard directional islands for site access points. The lane configurations for the Property at their intersections with Nevada Avenue will be finalized through the street plan and profile process.

c. Provided there is sufficient debt service coverage to meet the additional bonds test in any Indenture or other agreement governing the Authority Financing and issuance of the Bonds, the Developer shall cooperate with the Authority to provide public art in the design of the Private Improvements and those Public Improvements that it is required to design and construct under this Agreement. The Parties shall cooperate to provide public art in the Urban Renewal Area when and as may be financially feasible without impairing the Developer Financing, the Authority Financing, issuance of the Bonds, or Commencement of Construction and Completion of Construction of the Public Improvements and the Private Improvements in accordance with the Schedule of Performance. Such cooperation shall include cooperation and

collaboration with community art groups to provide displays of art on the Property and in public areas adjacent to the Property. Public art includes original creations of visual art, including, without limitation, sculpture, mosaics, ceramics, audio stained glass, fiber art, woodworking, and metal work. Artwork may also include unique and artistic landscaping features and ornamental architectural embellishments, not necessarily part of the basic design of a structure or building. Public art may be approved by the Authority and/or the Art Commission of the Pikes Peak Region and will exhibited or installed on public and private property in the Urban Renewal Area in accordance with the policy of the Authority.

5.08 Authority's Right to Enforce Agreements. Subject to the agreement of the Developer's Lenders, the Authority shall have the right, but not the obligation, to cure defaults by the Developer under any agreement to purchase the Property and Developer's loan agreements and related documents.

5.09 Comcor Relocation. The Authority has assumed responsibility to make relocation payments and provide other relocation assistance to Comcor. The Authority agrees to perform such duties in a timely manner so that construction of the Improvements may proceed in accordance with the Schedule of Performance. The Authority shall defend, indemnify, assume all responsibility for and hold the Developer, its members, officers, employees, and agents harmless from all claims, suits, and damages (including, without limitation, for attorney fees and costs) related to such Comcor relocation. If the Authority defaults in its obligations to Comcor, the Developer shall have the right, but not the obligation, to cure such defaults by the Authority. All expenditures by the Developer to cure such defaults, protect itself from claims and suits by the Developer, and in enforcing its rights under this Agreement shall automatically become Eligible Expenditures hereunder. Eligible Expenditures incurred and paid by the Developer under this Section 5.09 shall bear interest at the rate of 12% per annum from the date paid or advanced by the Developer until the date the Developer is reimbursed for such expenditure.

SECTION 6. REPRESENTATIONS AND WARRANTIES

6.01 Representations and Warranties by the Authority. The Authority represents and warrants as follows:

a. The Authority is an urban renewal authority duly organized and existing under applicable law and has the right, power, legal capacity and the authority to enter into the Agreement and has authorized the execution, delivery and performance of this Agreement by proper action of its Board of Commissioners.

b. The Authority knows of no litigation or threatened litigation, proceeding or investigation contesting the powers of the Authority or its officials with respect to this Agreement or the Improvements that has not been disclosed to the Developer.

c. The execution and delivery of this Agreement and the documents required hereunder and the consummation of the transactions contemplated by the Agreement will not (1) violate any law, rule, order or regulation applicable to the Authority or the governing documents of the Authority; (2) result in the breach or default under any agreement or other instrument to which the Authority is a party or by which it may be bound or affected; or (3) permit any party to terminate any such agreement or instrument or to accelerate the maturity of any indebtedness or other obligation of the Authority.

d. This Agreement constitutes a valid and binding obligation of the Authority, enforceable according to its terms, except to the extent limited by bankruptcy, insolvency and other laws of general application affecting creditors' rights and by equitable principles, whether considered at law or in equity. The Authority will defend the validity of this Agreement in the event of any litigation arising hereunder that names the Authority as a party or challenges the right of the Authority to enter into or perform its obligations hereunder. Should the foregoing representation and warranty of the Authority prove to be inaccurate, in whole or in part, such inaccuracy shall constitute a default by the Authority under this Agreement. However, damages for such default shall be limited to those amounts that would have been payable under this Agreement had this Agreement been valid and binding as represented and warranted by the Authority. The Authority recognizes that the Developer has and intends in the future to expend substantial monies in reliance upon the accuracy of the representation and warranty of the Authority as set forth in this Section 6.01d.

6.02 Representations and Warranties by the Developer. The Developer represents and warrants on behalf of itself as pertains to itself as follows:

a. University Village Developers, LLC is a duly organized, validly existing limited liability company and is in good standing under the laws of the State of Colorado. The Developer has the right, power, legal capacity and authority and has duly authorized the execution, delivery and performance of this Agreement by proper action of its members.

b. The execution and delivery of this Agreement and the documents required hereunder and the consummation of the transactions contemplated by the Agreement will not (1) violate any law, rule, order or regulation applicable to the Developer or to the governing documents of the Developer; (2) result in the breach or default under any agreement or other instrument to which the Developer is a party or by which it may be bound or affected; or (3) permit any party to terminate any such agreement or instrument or to accelerate the maturity of any indebtedness or other obligation of the Developer.

c. The Developer knows of no action, suit, proceeding or investigation that is threatened or pending against the Developer or its principals that has not been disclosed to the Authority that materially impairs the ability of the Developer to perform its obligations under the Agreement. The filing or service of any such suit affecting this Agreement prior to Completion

of Construction of the Improvements shall be disclosed immediately to the Authority by the Developer.

d. Subject to obtaining financing (including payment to the Developer of the Reimbursement Obligation by the Authority) for the Advanced Funds and construction of the Improvements, the Developer has the necessary financial and legal ability to construct the Improvements and perform the Agreement and the other agreements incidental to such performance as contemplated by this Agreement.

SECTION 7. DEFAULT; REMEDIES

7.01 Default by the Developer. Default by the Developer in its obligations to the Authority under the Agreement shall mean one or more of the following events:

a. The Developer, in violation of this Agreement, assigns this Agreement, the Private Improvements or any part of the Property, or any rights in the same; or

b. The Developer fails to commence, diligently pursue, and Complete Construction of the Improvements; or

c. The Developer fails to observe or perform any other covenant or obligation required of it under this Agreement or any representation or warranty made by the Developer under this Agreement is materially false when made;

and if any Default is not cured within the time provided in Section 7.03, then the Authority may exercise any remedy available under Sections 7.04 and 7.05.

7.02 Default by the Authority. Default by the Authority under the Agreement shall mean one or more of the following events: The Authority fails to observe or perform any covenant or obligation required of it under this Agreement or any representation or warranty made by Authority under this Agreement is materially false when made. If any Default is not cured within the time provided in Section 7.03, then the Developer may exercise any remedy available under Section 7.04 and 7.05. In addition, in the event of a default by the Authority under Section 5.03b, the Developer may exercise the remedy set forth therein.

7.03 Grace Periods. Upon a Default by any Party, such Party, upon written notice from any other Party injured by such Default, shall proceed immediately to cure or remedy such Default. Any Default shall be cured within thirty (30) days (ninety (90) days if the Default relates to the date for Completion of Construction) after receipt of such notice, or such cure shall be commenced and diligently pursued to completion within a reasonable time if curing cannot be reasonably accomplished within thirty (30) days (or ninety (90) days, if the Default relates to the date for Completion of Construction).

7.04 Remedies on Default. Whenever any Default occurs and is not cured under Section 7.03 of this Agreement, the non-defaulting Party injured by such Default and having a remedy under this Agreement may take any one or more of the following actions:

a. Suspend performance under this Agreement until it receives assurances from the defaulting Party, deemed adequate by the non-defaulting Party, that the defaulting Party will cure its Default and continue its performance under this Agreement; or

b. Take whatever legal or administrative action or institute such proceedings as may be necessary or desirable in its opinion to enforce observance or performance of this Agreement, including, without limitation, specific performance or to seek any other right or remedy at law or in equity, including damages.

7.05 Other Rights and Remedies. The Authority and the Developer shall have the right to institute such actions or proceedings as it may deem desirable for effectuating the purposes of this Section 7. If a Party must commence legal action to enforce its rights and remedies under this Agreement, the prevailing Party shall be entitled to receive, in addition to any other relief, its costs and expenses, including reasonable attorney fees, of such action or enforcement.

7.06 Delays; Waivers. Any delay by a Party in pursuing any right or remedy available to such Party under the Agreement shall not operate as a waiver of such right or remedy in any way; nor shall any waiver made by such Party be considered or treated as a waiver of any right or remedy with respect to any other Default by any other Party or with respect to the particular Default except to the extent specifically waived in writing. It is the intent of the Parties that this provision will enable each Party to avoid the risk of being limited in the exercise of the right or remedy by waiver, laches or otherwise at a time when it may still hope to resolve the problems created by the Default involved.

7.07 Enforced Delay in Performance for Causes Beyond Control of Party. Anything in the Agreement to the contrary notwithstanding, no Party shall be considered in Default in the event of enforced delay in the performance of obligations under the Agreement due to causes beyond its control and without its fault or negligence, including, but not restricted to, acts of God, acts of the public enemy, acts or failure to act of the Federal, State or local government, discovery of any Hazardous Substance on the Property, acts of the Party against whom such Party has a right or remedy under this Agreement, acts of third parties (including the effect of any petitions for initiative or referendum), the effect of any condition precedent to any obligation of a Party over which such Party has no control, the effect of litigation, acts of courts, fires, floods, epidemics, quarantine restrictions, strikes, freight embargoes, and unusually severe weather or delays of subcontractors or materialmen due to such causes, it being the purpose and intent of this provision that in the event of the occurrence of any such enforced delay, the time or times for performance of the obligations of the Party claiming such delay, shall be extended for the period of the enforced delay; provided, that the Party seeking the benefit of the provisions of this Section shall, within thirty (30) days after such Party knows of, or should have known by the

exercise of reasonable diligence of any such enforced delay, first notify the other Party thereof in writing of the cause or causes thereof, and claim the right to an extension for the period of the enforced delay.

7.08 Rights and Remedies Cumulative. The rights and remedies of the Parties are cumulative, and the exercise by a Party of any such remedy shall not preclude the exercise by it, at the same or different times, of any other remedy for any other Default by any other Party.

7.09 Severability. If any provision of this Agreement is held to be illegal, invalid or unenforceable, in whole or in part, under present or future laws, such provision shall be fully severable and this Agreement shall be construed and enforced as if such illegal, invalid or unenforceable provision had never comprised a part of this Agreement and the remaining provisions of this Agreement shall remain in full force and effect. Furthermore, in lieu of such illegal, invalid or unenforceable provision, there shall be added automatically as part of this Agreement, a provision as similar in terms, to such illegal, invalid, or unenforceable provision as may be possible and still be legal, valid and enforceable and this Agreement shall be deemed reformed accordingly.

a. Without limiting the foregoing, if all or any portion of the payments required by this Agreement are determined, by a court of competent jurisdiction in a final non-appealable judgment, to be contrary to public policy or otherwise precluded, the Parties shall utilize their reasonable best, good faith efforts to promptly restructure and/or amend this Agreement, or to enter into a new agreement, and to assure, to the extent legally permissible, that all payments shall be made to the Developer as specified in this Agreement.

b. Notwithstanding the foregoing and without limiting any other rights or remedies of the Developer under the terms of this Agreement, if any provision of this Agreement relating to such payments is found to be invalid or unenforceable, in whole or in part, in a final non-appealable judgment, and such provision is not subject to reformation in accordance with this Section 7.09 so that the Developer receives substantially all of the benefits and payments contemplated by this Agreement, then the Developer shall have the right, in its sole discretion, to immediately terminate this Agreement, in which case this Agreement shall be deemed void ab initio, or, at the Developer's option, the Developer's construction obligations or obligations to provide the Advanced Funds under this Agreement shall be reduced (and this Agreement deemed reformed accordingly) so that the amount expended, or required to be expended, by the Developer is equal to the portion of the Reimbursement Obligation actually received by the Developer under this Agreement.

c. If this Agreement is declared to be illegal, invalid or unenforceable, in whole or in part, the Developer shall retain all of its rights, at law or in equity, to seek recovery of all monies expended by the Developer in connection with the Advanced Funds or Eligible Expenditures under theories of quantum meruit, restitution, quasi-contract, or under any similar or other theory of recovery.

SECTION 8. MISCELLANEOUS

8.01 Conflicts of Interest. None of the following shall have any personal interest, direct or indirect, in the Agreement: a member of the governing body of the Authority or the City; an employee of the Authority or the City who exercises responsibility concerning the urban renewal project or the Plan. None of the above persons or entities shall participate in any decision relating to the Agreement that effects his or her personal interests or the interests of any entity in which he or she is directly or indirectly interested.

8.02 Antidiscrimination. The Developer, for itself and its successors and assigns, agrees that in the construction of and in the use and occupancy of the Property and the Private Improvements, the Developer will not discriminate against any employee or applicant for employment because of race, color, creed, gender, religion, sexual orientation, disability, marital status, ancestry or national origin.

8.03 Title of Sections. Any titles of the several parts and sections of the Agreement are inserted for convenience of reference only and shall be disregarded in construing or interpreting any of its provisions.

8.04 No Third-Party Beneficiaries. Except for the Trustee and any lender that provides all or any part of the Developer Financing, no third-party beneficiary rights are created in favor of any person not a Party to the Agreement.

8.05 Venue and Applicable Law. Any action arising out of the Agreement shall be brought in the El Paso County District Court and the laws of the State of Colorado shall govern the interpretation and enforcement of the Agreement.

8.06 Nonliability of Officials, Agents and Employees. Except for wilful and wanton actions or omissions or fraud, no council member, board member, commissioner, member of the Developer, official, employee, consultant, attorney or agent of the Authority, the Developer, or the City shall be personally liable under the Agreement or in the event of any Default or for any amount that may become due to any Party.

8.07 Authority or City not a Partner; Developer not Agent. Notwithstanding any language in this Agreement or any other agreement, representation or warranty to the contrary, neither the Authority nor the City shall be deemed or constituted a partner or joint venturer of the Developer. The Developer shall not be the agent of the Authority or the City and neither the Authority nor the City shall be responsible for any debt or liability of the Developer or any contractor, operator or manager of the Improvements. The Developer shall not be responsible for any debt or liability of the Authority or the City.

8.08 Integrated Contract. This Agreement is an integrated contract and invalidation of any of its provisions by judgment or court order shall in no way affect any of the other

provisions, which shall remain in full force and effect unless the Parties otherwise agree in writing to an amendment.

8.09 Counterparts. The Agreement is executed in counterparts, each of which shall constitute one and the same instrument.

8.10 Notices. A notice, demand or other communication under the Agreement by any Party to the other shall be in writing and sufficiently given if delivered in person or if it is delivered by overnight courier service with guaranteed next-day delivery or by certified mail, return receipt requested, postage prepaid, and

a. in the case of the Developer, is addressed to or delivered to the Developer as follows:

University Village Developers, LLC
c/o Kevin Kratt
102 N. Cascade Avenue, Suite 250
Colorado Springs, CO 80903

with a copy to:

University Village Developers, LLC
c/o Tom Cone
102 N. Cascade Avenue, Suite 250
Colorado Springs, CO 80903

with a copy to:

Paul C. Benedetti
2730 Iliff Street
Boulder, CO 80305

b. in the case of the Authority, is addressed to or delivered to the Authority as follows:

The Colorado Springs Urban Renewal Authority
Attention: Executive Director
104 S. Cascade Avenue, Suite 75
Colorado Springs, CO 80903

with a copy to:

Dan Hughes
524 S. Cascade Avenue, Suite 2
Colorado Springs, CO 80903

or at such other address with respect to any such Party as that Party may, from time to time, designate in writing and forward to the other as provided in this section.

8.11 Good Faith of Parties. In performance of the Agreement or in considering any requested extension of time or in the giving of any approval, the Parties agree that each will act in good faith and will not act unreasonably, arbitrarily, capriciously or unreasonably withhold, delay or condition any approval required by the Agreement.

8.12 Exhibits Merged. All Exhibits annexed to the Agreement shall be deemed to be expressly integrated herein.

8.13 Days. If the day for any performance or event provided for herein is a Saturday, Sunday or other day on which either national banks or the office of the Clerk and Recorder of El Paso County, Colorado, is not open for the regular transaction of business, such day therefor shall be extended until the next day on which said banks or said office are open for the transaction of business.

8.14 Further Assurances. Each Party agrees to execute such documents and take such action as shall be reasonably requested by the other Party to confirm, clarify or effectuate the provisions of this Agreement. The Parties agree to cooperate with each other during the term of this Agreement by granting to each other such reciprocal easements, cross easements and rights of way for pedestrian and vehicular ingress and egress, walkways, parking and such other matters as may be reasonably required for the proper development and use of the Property in accordance with this Agreement; provided, however, nothing herein shall impair the right of the Developer to be reimbursed for Eligible Expenditures.

8.15 Certifications. Each Party agrees to execute such documents as any other Party may reasonably request to verify or confirm the status of this Agreement and of the performance of the obligations hereunder and such other matters as the requesting Party may reasonably request.

8.16 Amendments. This Agreement shall not be amended except by written instrument signed and delivered by the Parties.

8.17 Representations and Warranties. No representations or warranties whatever are made by any Party except as specifically set forth in this Agreement.

8.18 Minor Changes. This Agreement has been approved in substantially the form submitted to the governing bodies of the Parties. The officers executing the Agreement have been authorized to make, and may have made, minor changes in the Agreement and the attached

Exhibits as they have considered necessary. So long as such changes were consistent with the intent and understanding of the Parties at the time of approval by the governing bodies, the execution of the Agreement shall constitute conclusive evidence of the approval of such changes by the respective Parties.

8.19 Jointly Drafted. The Parties acknowledge that this Agreement is the result of negotiations between the Parties and further agree that this Agreement shall not be construed or interpreted against either Party on the basis of sole or primary authority.

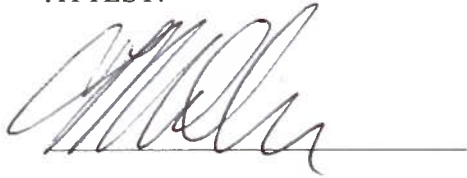
8.20 Authority. The persons executing this Agreement on behalf of the Parties covenant and warrant that each is fully authorized to execute this Agreement on behalf of such Party.

IN WITNESS WHEREOF, the Authority and the Developer have caused the Agreement to be duly executed as of the day first above written.

AUTHORITY:

THE COLORADO SPRINGS URBAN RENEWAL
AUTHORITY

ATTEST:



By:


Chair

DEVELOPER:

UNIVERSITY VILLAGE DEVELOPERS, LLC, a
Colorado limited liability company

By:

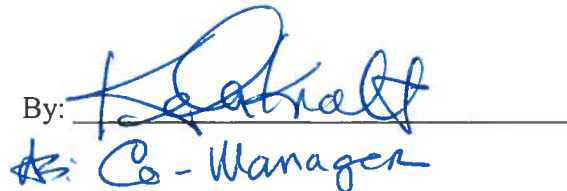

Co-Manager

EXHIBIT A

Legal Description of the Property

Lots 1 through 4 and Tracts A through F, inclusive,
University Village, Filing No. 1,
according to the proposed plat filed with the City of Colorado Springs Planning and Zoning
Department.
City of Colorado Springs,
County of El Paso,
State of Colorado

EXHIBIT B

Development Plan

The Development Plan for the Property is depicted in the PUD Development Plan, Lots 1 through 4 & Tracts A through G, University Village, Filing No.1, Colorado Springs, Colorado, dated March 15, 2007, and subsequent revisions approved by the City, prepared by Obering, Wurth & Associates.

EXHIBIT C

Public Improvements

Item	Estimated Eligible Expenditure
A. Advanced Funds	\$ 14,300,000
B. Nevada Avenue Improvements, Electric Line Relocation, Comcor Relocation	16,370,000
C. Monument Creek Improvements, Retaining Wall	2,100,000
D. Box Culvert	3,050,000
E. Environmental & Geotechnical Tests & Cleanup/Demolition/Gas Tanks	2,266,000
F. Mitigate Extreme Terrain/Soils	7,312,000
G. Trail	390,000
H. Drive Lane (Rosemont Apts.)	18,000
I. Sanitary Sewer Relocation	33,000
J. Non-Refundable Fee	10,000
H. Contingency	<u>3,000,000</u>
TOTAL	\$ 48,849,000

1. Nevada Avenue Improvements and all other items listed under Item B, above, will be paid from Bond proceeds, constructed by or under the direction of the Authority, and may be phased as agreed to by the Parties.

2. Except for Item A, above, the true and accurate cost of the Eligible Expenditures shall be determined by reasonable cost certification procedures established by the Parties and the Trustee. Item A shall be paid to the Developer from the first draw on the Bonds without further documentation.

EXHIBIT D

Schedule of Performance

<u>Event</u>	<u>Estimated Date</u>
1. Authority and City agree on Cooperation Agreement	Completed
2. Authority submits terms of Authority Financing to Developer and executes Advanced Funds Note	August 24, 2007
3. Developer approves/disapproves Authority Financing	September 14, 2007
4. Developer submits Developer Financing to Authority	September 14, 2007
5. Authority approves/disapproves Developer Financing	September 28, 2007
6. Final date for approval of Developer Financing and Authority Financing	October 19, 2007
7. Final Date for Acquisition of Property	October 19, 2007
8. Authority issues Bonds	October 19, 2007
9. Final date for rezoning, City development plan approval, subdivision & replatting	October 19, 2007
10. Developer submits Construction Documents to Authority	1st Quarter of 2008
11. Authority approves/disapproves Construction Documents	1st Quarter of 2008
12. Final date for approval of Construction Documents	1st Quarter of 2008
13. Developer demolishes & clears existing improvements	1st Quarter of 2008
14. Parties Commence Construction of Improvements	2 nd Quarter of 2008
15. Parties Complete Construction of all Improvements	April 1, 2011