

Stephanie Garcia Richard Commissioner of Public Lands State of New Mexico

Amendment #1 to BL-2248

This agreement to amend the above referenced business lease dated May 12, 2015 is entered into by and between the Commissioner of Public Lands, hereinafter referred to as "Lessor", and *City of Santa Fe*, whose address is *P.O. Box 909, Santa Fe, NM 87504*, hereinafter referred to as "Lessee".

Lessor and Lessee covenant and agree as follows:

Paragraph 9 is hereby amended to change the permitted uses to read as follows:

9. PERMITTED USES.

- A. The purpose of this lease is to promote economic development in City of Santa Fe that benefits Lessee and Lessor and that is consistent with Lessor's Trust responsibilities. Accordingly, the following are considered to be "Permitted Uses" under this Lease: construction of a fire station; developing and extending infrastructure to the Lease Premises to allow for economic development; marketing and promoting the Lease Premises to entities that may foster economic development through job creation, generation of gross receipts tax, or other methods; seeking authorized Subleases of the Lease Premises that will promote the goal of fostering economic development. Subject to the terms and conditions of this Lease, Lessee may authorize occupation and use of the Lease Premises through the issuance of Subleases for economic development projects and activities selected by Lessee ("Permitted Uses."), subject to the terms and conditions herein related to subleasing. Lessee acknowledges that no Sublease is valid until it is approved by Lessor.
- **B.** Lessor and Lessee acknowledge that, due to the long Term, additional or new Permitted Uses not currently anticipated may become necessary or desirable. Lessor and Lessee will negotiate diligently and in good faith to amend this Lease and any other documents and agreements as may be necessary or desirable to reasonably authorize and facilitate such additional or new Permitted Uses as Lessor finds to be in the best interests of the Trust.
- C. Lessor and Lessee acknowledge that Lessor is not subject to any municipal or county ordinances and regulations that may on the Effective Date or thereafter regulate zoning and use of the Lease Premises. Nevertheless, Lessor and Lessee agree that such ordinances and regulations may provide appropriate guidelines for the use of the Lease

Premises and, therefore, shall be complied with by Lessee, including permit requirements imposed under such ordinances and regulations, except where Lessor deems the same in conflict with the best interests of the Trust. Lessor and Lessee shall cooperate and use their best efforts to obtain any and all appropriate governmental approvals, including state, county and municipal approvals, as may be necessary or advisable, to facilitate Lessee's use of the Lease Premises. This Section 9.C shall not, however, grant to any third party or to any government or municipal agency, the right to enforce this Section 9.C.

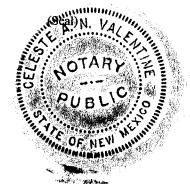
described in Exhibit A, attached hereto. The easement is in recordable form encumbering the land therein identified within which Storm River, LLC, a New Mexico limited liability company, 124 E. Marcy Street, Santa Fe, NM 87501, may install and must maintain, at its expense, the storm water drainage structure more particularly identified in Exhibit B, attached hereto. Easement Grantee, Storm River, LLC, shall indemnify and hold harmless the City of Santa Fe from and against any and all claims for damages asserted against the City of Santa Fe arising out of the negligence of Easement Grantee, occurring within the Easement, subject to such limitations as may be set by law. The drainage easement created hereby shall terminate in the event that Lessee, elects to create a different drainage route and structure within the land described in Commercial Lease No. BL-2248, with the intent that the different drainage route and structure will drain all surface water emanating from the land described in Commercial Lease No. BL-2248. Lessee's consent to the Easement is evidenced in Exhibit C, attached hereto.

All other paragraphs of said lease shall remain unchanged.

The foregoing amendments to said lease shall be effective on the date approved by the Commissioner of Public Lands.

Executed in duplicate. LESSEE: LESSOR: CITY OF SANTA FE NEW MEXICO COMMISSIONER OF PUBLIC LANDS 01/10/2020 MAYOR Title of signatory State of New Mexico

County of Sunta Fe This instrument was acknowledged before me on the 15th day of November (month), 2019 by Alan M. Webber (name(s) of person(s)) as Mayor (type of authority, e.g., officer, trustee, etc.) of City of Santa Fe (name of party on behalf of whom instrument was executed.)



Signature of notarial officer

My commission expires: June 15, 2020

CITY OF SAN	JTA FF	•
-------------	--------	---

ALAN WEBBER, MAYOR

DATE: 11/20/19

ATTEST CANIS

DEANDAY MOIL, CITY CLERK

APPROVED! AS TO FORM!

ERINK MCSHERRY CITY ATTORNEY

APPROVED:

MARY MCCOY, FINANCE DIRECTOR

BL-2248 (CITY OF SANTA FE)

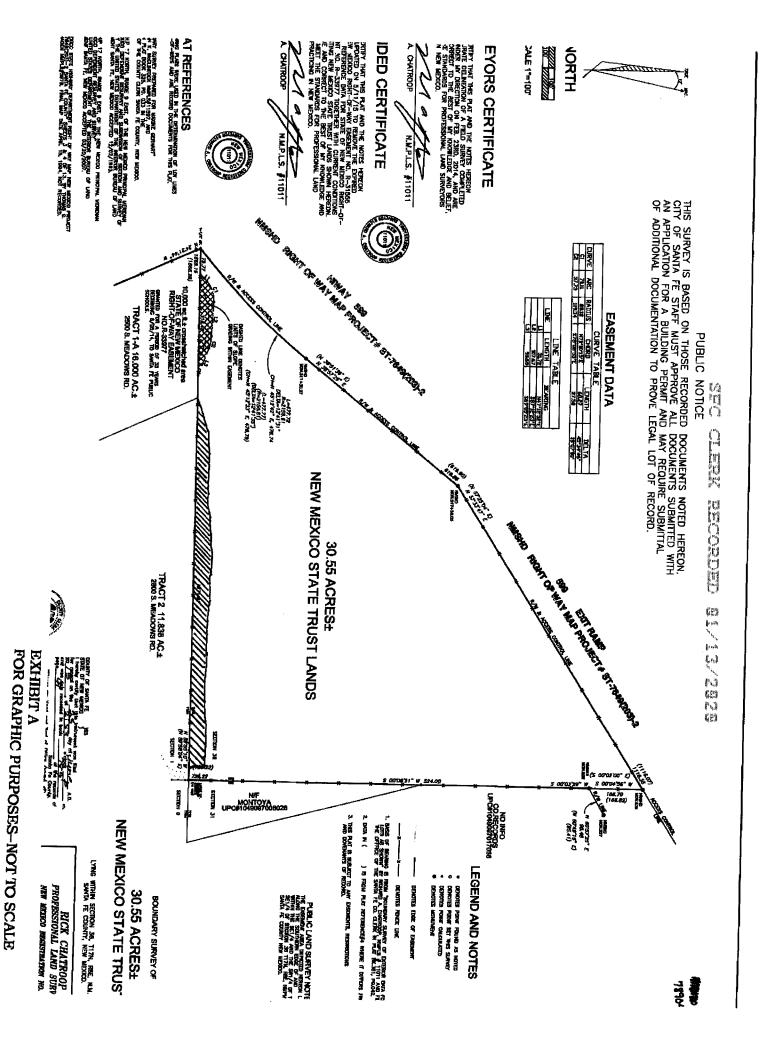
COUNTY OF SANTA FE STATE OF NEW MEXICO

AMENDMENT NO. 1 PAGES: 7

I Hereby Certify That This Instrument Was Filed for Record On The 13TH Day Of January, 2020 at 02:28:56 PM And Was Duly Recorded as Instrument # 1906595 Of The Records Of Santa Fe County

> Witness My Hand And Seal Of Office Geraldine Salazar County Clerk, Santa Fe, NM





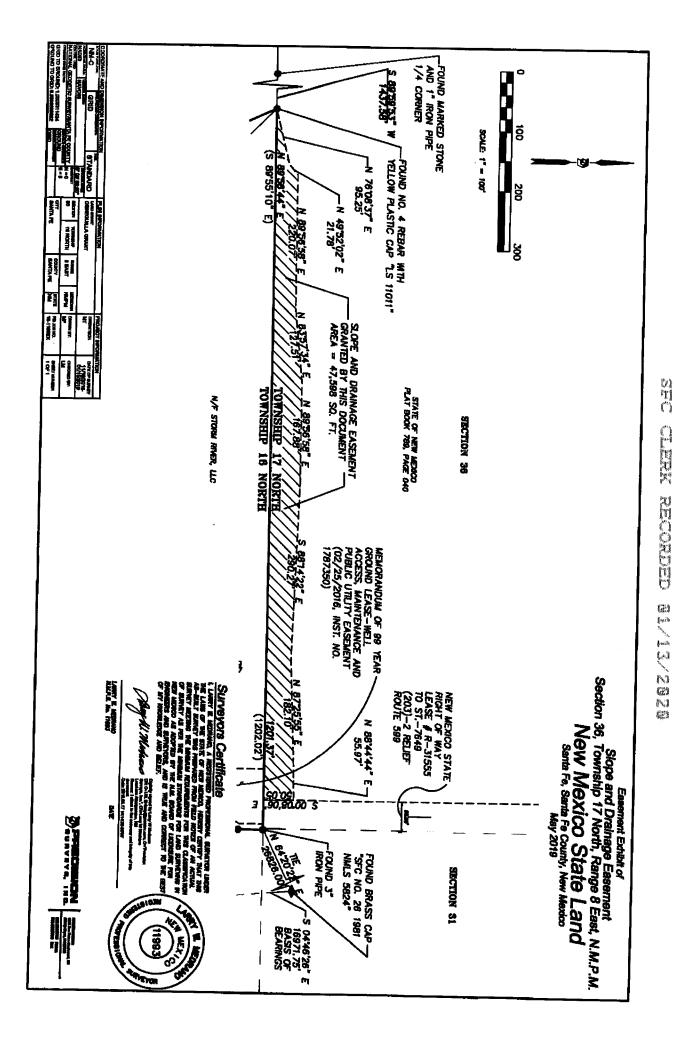


EXHIBIT B
FOR GRAPHIC PURPOSES-NOT TO SCALE



City of Santa Fe, New Mexico

200 Lincoln Avenue, P.O. Box 909, Santa Fe, NM 87504-0909 www.santafenm.gov

Alan Webber, Mayor

Councilors:

Signe I. Lindell, Mayor Pro Tem, District 1

Renee Villarreal, District 1

Peter N. Ives, District 2

Carol Romero-Wirth, District 2

Roman "Tiger" Abeyta, District 3

Chris Rivera, District 3

Mike Harris, District 4

JoAnne Vigil Coppler, District 4

NM State Land Office
James Bordegaray
Commercial Resources Division Director
310 Old Santa Fe Trail
Santa Fe, NM 87501

August 13, 2019

Re South Meadows Apartments

Dear Mr. Bordegaray:

This letter serves as acknowledgement that the City of Santa Fe is in agreement with the request by Storm River, LLC, a New Mexico limited liability company, for an easement on 1.09± acres of the overall 30.55± acre tract of land for the purpose of constructing a drainage structure to carry storm water through a culvert across South Meadows Road to the Santa Fe River, as included in the First Amendment to Commercial Lease No. BL-2248. Generally, this structure is located on the south end of 30.55 acre State Land Office tract that is leased by the City of Santa Fe for institutional and economic development purposes. It is the purpose of this drainage structure to capture the historic runoff from the State Land Office parcel and direct it to a new culver to carry storm water under South Meadows Road. This runoff currently crosses under South Meadows Road and eventually drains to the Santa Fe River via a different set of culverts that do not have adequate capacity. Easement Grantee, Storm River, LLC, shall indemnify and hold harmless the City of Sana Fe from and against any and all claims for damages asserted against the City of Santa Fe arising out of the negligence of Easement Grantee, occurring within the Easement, subject to such limitations as may be set by law.

It is inderstood that under the First Amendment to Commercial Lease No. BL-2248 the City has the right to remove this drainage structure and provide for a comprehensive storm water management system as the development of the State Land Office property takes place. But, until this time Storm River, LLC is responsible for the installation, maintenance, expense, and liability of the drainage structure. Exhibit A is a description of the easement relative to the entirety of the State Land Office tract. The exhibit describing the boundary of the easement for the drainage structure is attached as Exhibit B.

Sincerely,

Erik Litzenberg, City Manager

Encl.

Cc: Kevin Kellogg, City of Santa Fe Asset Director Peter Kerwick, Attorney for Storm River, LLC Andréa Salazar, Assistant City of Santa Fe Attorney