## ASSIGNMENT AND AMENDMENT OF LEASE AGREEMENT EL MERCADO AREA NUMBER S-11 (WITH LANDLORD'S CONSENT)

WHEREAS, the City of San Antonio, a Texas Municipal Corporation, acting by and through its City Manager pursuant to Ordinance No. 2013-10-17-0716 passed and approved by the City Council on October 17, 2013, as LANDLORD ("CITY"), entered into that certain Lease Agreement effective September 1, 2013 ("LEASE") with Ana Corona d/b/a "Marmalade and Spice" ("ASSIGNOR"), for the lease of the following described tract or parcel of real property situated in El Mercado at Market Square, San Antonio, Bexar County, Texas to-wit:

A portion of the real property and improvements owned by **CITY** located at 612 W. Commerce Street, San Antonio Bexar County, Texas within the area commonly known as Farmers Market at Market Square (said real property and improvements hereinafter referred to as the "**Leased Premises**") Said Leased Premises contain approximately 114 square feet and is identified as area number S - 11:

WHEREAS, Ana Corona d/b/a "Marmalade and Spice" desires, as ASSIGNOR, to convey and assign TENANT'S leasehold interest under the LEASE to Ms. Irene Castaneda d/b/a "J. Anthony's Leather Goods" as ASSIGNEE; and

WHEREAS, said assignment requires the prior approval of CITY; and

WHEREAS, ASSIGNEE desires to assume from ASSIGNOR all of ASSIGNOR'S rights, title, and interest as TENANT in and to the LEASE, and all of ASSIGNOR'S benefits and obligations there under; and

WHEREAS, ASSIGNEE has satisfied the CITY that they are financially able to undertake the obligations of TENANT under said LEASE, and CITY desires to give its consent to ASSIGNOR'S assignment of ASSIGNOR'S interest in the LEASE to ASSIGNEE and to ASSIGNEE'S assumption of TENANT'S obligations there under; and

WHEREAS, amending the LEASE is in CITY and TENANT'S best interest; NOW THEREFORE,

In consideration of the mutual covenants and agreements set forth below the parties agree as follows:

- CONVEYANCE AND ASSIGNMENT: ASSIGNOR does hereby grant, bargain, sell, convey, assign, transfer, set over, and deliver to ASSIGNEE, all of ASSIGNOR'S rights, title, and interest in and to the LEASE, including and also without limitation, all of the rights, duties, obligations, and liabilities of ASSIGNOR in, to, and under the LEASE to pay rent and to observe and perform all other covenants and duties of TENANT there under.
- 2. <u>ASSUMPTION</u>: By its execution hereof, **ASSIGNEE** hereby assumes and agrees to perform all of the terms, covenants, and conditions of the **LEASE** on the part of the **TENANT** therein required to be performed arising from and after the date hereof, and **ASSIGNEE** releases **ASSIGNOR** from all liability for such obligations.

ASSIGNEE herby accepts the assignment of said ASSIGNOR'S rights, title and interest in and to the LEASE and; ASSIGNEE recognizes the superior fee title in and to the land and premises held by the CITY, as Landlord, and CITY'S right of reversion at the end of the LEASE term, whether occasioned by default or passage of time, as well as, the rights and

benefits of every description whatsoever belonging to or accruing to the benefits of the CITY under the LEASE.

- 3. <u>CONSENT</u>: CITY hereby consents to the assignment by Ana Corona d/b/a "Marmalade and Spice", as ASSIGNOR, and the assumption by Ms. Irene Castaneda d/b/a "J. Anthony's Leather Goods", as ASSIGNEE of said Ana Corona d/b/a "Marmalade and Spice", originally approved by City Council pursuant to Ordinance number 2013-10-17-0716 passed and approved on October 17, 2013.
- 4. <u>REPRESENTATION AND WARRANTIES</u>: **ASSIGNOR** and **ASSIGNEE** represent and warrant that the following statements are true.

Ms. Irene Castaneda, as the ASSIGNEE, will be the exclusive owner of the business, formerly owned by Ana Corona and operating as "Marmalade and Spice" Irene Castaneda will take full control of the business immediately upon City Council approval and will operate as "J. Anthony's Leather Goods".

**Ana Corona** will not have any ownership or serve as employees, or agents in the new enterprise operating from the premises. These individuals will have no authority, financial or otherwise, in the new enterprise operating from the premises.

In the event that any such representations and warranties are found by CITY not to be true, then CITY shall have authority to revoke its consent to this assignment and terminate the Lease without allowing ASSIGNOR or ASSIGNEE an opportunity to cure.

<u>USE AND CARE OF PREMISES</u>: **ASSIGNEE** agrees that that the **Leased Premises** shall be utilized for the sole purpose of retail sales of the following products:

- Marmalades and Salsas
- Fashion Accessories to include: sunglasses, reading glasses, purses, scarves, wallets, belts, buckles, leather vests, hats, caps and jewelry
- Texan, Native American, and Southwestern themed items to include: rifle cases, holsters, gun slings, coin purses, cell phone cases, back packs, brief cases, portfolios, fanny packs, tote bags, luggage koozies, cards figurines, coffee mugs, magnets, glasses, containers, plaques, decorative spoons, key chains, ornaments, snow globes, salt and pepper sets. Excludes masks and religious items.
  - 5. <u>AMENDING USE AND CARE OF PREMISES</u>: Section 2.4 of **LEASE** is amended to include the following provisions:
    - 2.4.1 Further, **TENANT** covenants and agrees, in keeping with the intent and spirit of Farmers Market and Market Square, to operate the business conducted on the **Leased Premises** in an **"OWNER PRESENCE"** capacity, physically participating in the day-to-day operations of **TENANT'S** business, as opposed to employing a non-owner manager of said premises, hence an "absentee owner" posture, unless such management is first approved by the Director, Downtown Operations Department, or her designee. Failure to operate the business on the **Leased Premises** in such a manner will constitute an act of default hereunder and will be grounds, at **CITY'S** option to terminate this **Lease Agreement** upon ten (10) days written notice to **TENANT**.

sought and received whatsoever competent advice and counsel which was necessary for them to form a full and complete understanding of their rights and obligations herein, and having done so, do hereby execute this Agreement. **ASSIGNOR: ASSIGNEE:** Ms. Jrene Castaneda d/b/a "J. Anthony's Ana Corona d/b/a "Marmalade and Spice" Leather Goods" 2/0 - 833-3308 Business Telephone Number ATTEST: LANDLORD: CITY OF SAN ANTONIO, a Texas Municipal Corporation City Clerk City Manager APPROVED AS TO FORM:

7. ACKNOWLEDGEMENT OF READING: The parties hereto acknowledge that they have thoroughly read this Agreement, including any exhibits or attachments hereto, and have

City Attorney

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