ASSIGNMENT AND AMENDMENT OF LEASE AGREEMENT EL MERCADO AREA NUMBER W-3 (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. 91799 passed and approved by the City Council on May 18, 2000, as LANDLORD ("CITY"), entered into that certain Lease Agreement effective January 1, 2000 ("LEASE") with Suzanne Washburn, Emily Washburn and Maria Barker d/b/a "Senter's Products." On January 6, 2010, Jesus Castillo was added and Maria Barker was removed. 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 514 W. Commerce Street, San Antonio Bexar County, Texas within the area commonly known as El Mercado at Market Square (said real property and improvements hereinafter referred to as the "**Leased Premises**"). Said Leased Premises contain approximately 600 square feet and is identified as area number W-3;

WHEREAS, Suzanne Washburn, Emily Washburn and Jesus Castillo d/b/a "Senter's Products" desires, as ASSIGNOR, to convey and assign TENANT'S leasehold interest under the LEASE to Magali Velazquez d/b/a "Magali's Silver International" 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. CONSENT: CITY hereby consents to the assignment by Suzanne Washburn, Emily Washburn and Jesus Castillo d/b/a "Senter's Products", as ASSIGNOR, and the assumption by Magali Velazquez d/b/a "Magali's Silver International", as ASSIGNEE of said Suzanne Washburn, Emily Washburn and Jesus Castillo d/b/a Senter's Products", originally approved by City Council pursuant to Ordinance number 91799 passed and approved on May 18, 2000.
- 4. <u>REPRESENTATION AND WARRANTIES:</u> **ASSIGNOR** and **ASSIGNEE** represent and warrant that the following statements are true.

Magali Velazquez, as the ASSIGNEE, will be the exclusive owner of the business, formerly owned by Suzanne Washburn, Emily Washburn and Jesus Castillo and operating as "Senter's Products". Magali Velazquez will take full control of the business immediately upon City Council approval and will operate as "Magali's Silver International"

Suzanne Washburn, Emily Washburn and Jesus Castillo 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.

- 5. <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 products reflecting an open market with a Mexican Market theme and excluding alcoholic goods and beverages:
- 6. <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 El Mercado 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.
- 7. <u>ACKNOWLEDGEMENT OF READING</u>: The parties hereto acknowledge that they have thoroughly read this Agreement, including any exhibits or attachments hereto, and have 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.

EXECUTED this	, 2015.
ASSIGNOR: Suzanne Washburn, Emily Washburn and Jesus Castillo d/b/a "Senter's Products"	ASSIGNEE: Magali Velazquez d/b/a "Magali's Silver International"
Suzanne Washburn, Emily Washburn and Jesus Castillo	Magali Velazquez Magali Velazquez Magali Velazquez Magali Velazquez Address San Antonio TX-78213 City, State, Zip Code 210-224-6058 Business Telephone Number 210-325-6126 Other Telephone Number
LANDLORD: CITY OF SAN ANTONIO, a Texas Municipal Corporation	ATTEST:
City Manager	City Clerk
	Only Stork
APPROVED AS TO FORM:	
City Attorney	